

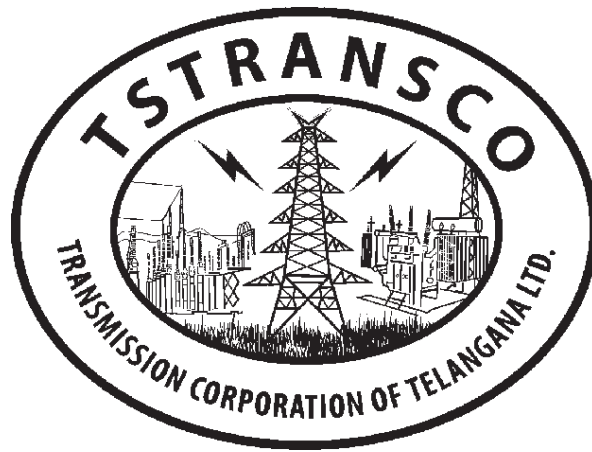


TRANSMISSION CORPORATION OF TELANGANA LIMITED

ANNUAL REPORT 2020-21

Electricity Saved Is Electricity Generated

TRANSMISSION CORPORATION OF TELANGANA LIMITED



ANNUAL REPORT 2020-21



TRANSMISSION CORPORATION OF TELANGANA LIMITED

BOARD OF DIRECTORS

S.No.	Sarva Sri	Designation
1)	D. PRABHAKAR RAO	Chairman & Managing Director (FAC)
2)	SANDEEP KUMAR SULTANIA, IAS	Director (Non-whole time)
3)	K.RAMA KRISHNA RAO, IAS	Director (Non-whole time)
4)	C. SRINIVASA RAO, IRAS	Joint Managing Director(Finance, Commercial & HRD)
5)	T. JAGATH REDDY	Director (Transmission)
6)	G. NARSING RAO	Director (Projects)
7)	J. SURYA PRAKASH	Director (Lift Irrigation Schemes)
8)	B. NARSING RAO	Director (Grid Operation)

Company Secretary : **Sri. RAVI KUMAR SULUVA**

Bankers : **STATE BANK OF INDIA**

AUDITORS:

Statutory Auditors : **G.S.Madhava Rao & Co.,**
Chartered Accountants 3-5-823, F 5 & 7,
Hyderabad Business Centre, Hyderguda
HYDERABAD - 500 029

Cost Auditors : **Mrs.M.Madhavi Latha,**
Cost Accountant,
Flat No.528, Land Mark Apartment,
Raja Rajeshwari Nagar,
Behind Saket Towers, ECIL Post,
HYDERABAD – 500 062.

Internal Auditors : **Eswar & Co.,**
Chartered Accountants
Flat No.103, Matha Residency, Raghavendra Nagar,
Nacharam, HYDERABAD – 500 076.

Registered Office : 6-3-572, Vidyut Soudha, Khairatabad,
HYDERABAD TELANGANA – 500 082.

Web site : www.tstransco.in

PAN No. : AAFCT0166J



NOTICE

NOTICE IS HEREBY GIVEN THAT THE 7th Annual General Meeting of the Members of Transmission Corporation of Telangana Limited will be held on Saturday, the 25th day of September, 2021, at 5.30 P.M. at the Registered Office at Hyderabad, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited statement of Profit and Loss for the financial year ended 31st March, 2021, the Balance Sheet and Cash flow statement for the financial year ended on that date of the Company together with Reports of the Board of Directors, Auditors and Comments of the Comptroller and Auditor General of India, thereon.

SPECIAL BUSINESS:

2. To consider and if thought fit to pass with or without modification the following resolution as ordinary resolution.

“Resolved that pursuant to Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration of Rs. 1,20,000/-plus applicable taxes plus reimbursement of actuals towards travelling, fixed by the Board of Directors for the Cost auditor appointed under Section 148(3) of the Companies Act, 2013 for the year 2021-22 be and is hereby ratified.”

By order of the Board of Directors

Sd/-

Company Secretary.

Place: Hyderabad.

Date: 25.09.2021

**ANNEXURE TO NOTICE**

Explanatory statement pursuant to Section 102 of the Companies Act, 2013.

Item No.2

The Board of Directors of the Company in its meeting held on 17.07.2021 appointed Smt. M MadhaviLatha, Cost Accountant, Hyderabad, as Cost Auditor to conduct audit of cost records made and maintained by the company for financial year 2021-22 and fixed the remuneration of Rs. 1,20,000/- plus applicable taxes plus reimbursement of actuals towards travelling.

Rule 14 of the Companies (Audit and Auditors) Rules, 2014 requires ratification of shareholders for the remuneration fixed for the Cost Auditor of the Company appointed under Section 148(3) of the Companies Act, 2013.

Accordingly, necessary resolution for the remuneration of Rs. 1,20,000/- plus applicable taxes plus reimbursement of actuals towards travelling, fixed for the Cost auditor appointed under Section 148(3) of the Companies Act, 2013 for the year 2021-22 is placed before the Meeting for ratification.

None of the Directors and Key Managerial Personnel of the Company are interested in the resolution. Directors recommended the resolution as proposed in the Notice for Members ratification.

ATTENDANCE SLIP

7th Annual General Meeting to be held on Saturday, the 25th day of September, 2021 at 5.30 P.M. at VidyutSoudha, Khairatabad, Hyderabad – 500 082.

NAME OF THE ATTENDING MEMBERS:

(IN BLOCK LETTERS)

No. of shares held:

NAME OF PROXY

(IN BLOCK LETTERS TO BE FILLED IN,

IF THE PROXY ATTENDS INSTEAD

OF THE MEMBERS)

I, hereby record my presence at the 7th Annual General Meeting of the Company at held on Saturday, the 25th day of September, 2021 at 5.30 P.M. at the Registered Office at VidyutSoudha, Khairatabad, Hyderabad – 500 082.

Signature of Member/Proxy:

NOTES:

1. Shareholder(s) present in person or through registered proxy shall only be entertained.

NOTES:

1. Shareholder(s) present in person or through registered proxy shall only be entertained.

Route Map**NOTICE**

NOTICE is hereby given that the 7th Annual General Meeting (Adjourned) of the Members of the Company will be held on Thursday, the 17th day of March, 2022 at 2.00 P.M. at the Registered Officer at VidyutSoudha, Hyderabad to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited statement of Profit and Loss for the financial year ended 31st March, 2021 and the Balance Sheet as on that date together with Reports of the Board of Directors and Auditors and Comments of Comptroller and auditor General of India.

By order of the Board of Directors,

Date: 17.03.2022

Sd/-
Company Secretary

ATTENDANCE SLIP

7th ANNUAL GENERAL MEETING (Adjourned) to be held on Thursday, the 17th day of March, 2022 at 2.00P.M. at the Registered Office at VidyutSoudha, Khairatabad, Hyderabad – 500 082.

NAME OF THE ATTENDING MEMBERS:

(IN BLOCK LETTERS)

No. of shares held:

NAME OF PROXY

(IN BLOCK LETTERS TO BE FILLED IN,

IF THE PROXY ATTENDS INSTEAD

OF THE MEMBERS)

I, hereby record my presence at the 7th Annual General Meeting (Adjourned) of the Company at held on Thursday, the 17th day of March, 2022 at 2.00P.M. at the Registered Office at VidyutSoudha, Khairatabad, Hyderabad – 500 082.

Signature of Member/Proxy:

NOTES:

1. Shareholder(s) present in person or through registered proxy shall only be entertained.

Route Map



TABLE OF CONTENTS

1.	Directors Report	11
2.	Secretarial Audit Report	18
3.	Comments of Comptroller and Auditor General of India	22
4.	Management replies to the comments of Statutory Auditors	23
5.	Management replies to the comments of C&AG Auditors	27
6.	Management replies to the comments of Secretarial Auditors	28
7.	Form No.MGT-9 Extract of Annual Return	29
8.	Annual Report on CSR activities	38
9.	Revised Independent Auditors Report	41
10.	Balance Sheet	53
11.	Statement of Profit & Loss	54
12.	Statement of Cash flows	55
13.	Statement of changes in Equity	56
14.	Notes to the financial statements	57
15.	Function wise analysis of Revenue & Expenditure	102
16.	Statement of Technical Particulars	103



DIRECTORS REPORT

To
The Members,
Transmission Corporation of Telangana Limited (TSTRANSCO).

Your Board of Directors have great pleasure to present the Seventh Annual Report of the Company together with the Audited Financial Statements for the Financial Year ended 31st March, 2021.

1. Financial summary or highlights/Performance of the Company:

Financial Performance of the Company:

The Company maintained its sound Financial Performance in FY 2020-21. The Financial Performance during FY 2020-21 as compared to the previous year 2019-20 is summarized below:

(Rs. in Crore)

Particulars	Current Year (FY 2020-21)	Previous Year (FY 2019-20)
INCOME		
Revenue from Transmission & SLDC Charges	2775.26	2750.10
Other Income	116.18	128.68
TOTAL INCOME	2891.44	2878.78
EXPENDITURE		
Employee Benefit Expenses	639.26	471.53
Finance Costs	840.22	702.30
Depreciation and Amortization Expenses	859.13	921.50
Other Debits	91.75	145.03
TOTAL EXPENSES	2430.36	2240.36
PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX	461.07	638.42
EXCEPTIONAL ITEM	-	-
PROFIT/(LOSS) BEFORE TAX	461.07	638.42
Current Tax (net of MAT credit entitlement)	(50.19)	53.99
Deferred Tax	173.92	69.02
PROFIT/(LOSS) for the period	337.34	515.41
Other Comprehensive Income		
Re-measurement (losses)/gains of employee defined benefit plans	(63.58)	(256.28)
Total comprehensive income for the year	273.77	259.13
Earnings per equity share in Rupees		
Basic	54754.59	51826.04
Diluted	54754.59	51826.04

Financial Highlights of the Company:

Though the Company was incorporated on 29.05.2014, the Company has commenced its operations with effect from 2nd June 2014. The Transmission and SLDC Charges are collected as per the tariff notified by the Hon'ble TSERC for 4th Multi Year Tariff (MYT) Control period i.e from FY 2019-20 to FY 2023-24. During the year, the Company has earned a net profit of Rs.273.77 crores.

**2. Dividend:**

The Board has decided to retain the net profit amount to meet the counterpart funding amount @ 10% to 20% of various ongoing and future CAPEX programmes of the Company and therefore has not recommended any amount of dividend to its shareholders.

3. Transfer to Reserves:

During the year 2020-21, no amount has been transferred to General reserve.

4. Brief description of the Company's Operational Performance, Achievements and Planning for near future:**Operational Performance:**

<i>Voltage Level</i>	<i>Position as on 31-03-2020</i>	<i>Added during the FY 2020-21</i>	<i>Total as on 31-03-2021</i>
<i>Sub-stations (Nos.)</i>			
<i>400 KV</i>	<i>21</i>	<i>00</i>	<i>21</i>
<i>220 KV</i>	<i>89</i>	<i>06</i>	<i>95</i>
<i>132 KV</i>	<i>238</i>	<i>02</i>	<i>240</i>
<i>Total EHTSS in Nos</i>	<i>348</i>	<i>08</i>	<i>356</i>
<i>EHT Lines (CKM)</i>			
<i>400 KV</i>	<i>5567</i>	<i>126</i>	<i>5693</i>
<i>220 KV</i>	<i>8351</i>	<i>344</i>	<i>8695</i>
<i>132 KV</i>	<i>11669</i>	<i>93</i>	<i>11762</i>
<i>Total EHT Lines (CKM)</i>	<i>25587</i>	<i>563</i>	<i>26150</i>

Achievements:

- ❖ Telangana State Contracted Capacity as on 31.03.2021 is 16563 MW.
- ❖ EHT losses of Telangana state has reduced from 2.65% (FY 2019-20) to 2.57% (FY 2020-21).
- ❖ TSTRANSCO is having one of the highest transmission availability in the country at 99.99% (FY 2020-21).
- ❖ During 2020-21 the per capita consumption of Telangana is 2012 units. This is 73% more than the All India average of 1161 units.
- ❖ The Transmission capacity as on 31.03.2021 is 37121 MVA, as against 14973 MVA at the time of State formation.
- ❖ To meet the increased demand TSTRANSCO has 356 Nos. EHT Sub-Stations and 26,150 CKM of EHT line and TSDISCOMs have 3114 Nos. 33KV substations and 6.43 Lakhs KM of distribution lines.
- ❖ With the strengthening of Transmission and Distribution and pro-active industrial policies of the Government, there is a steep increase in peak demand. The state grid has met a Peak Demand of 13688 MW on 26.03.2021 and consumption of 278.74 MU on 26.03.2021.
- ❖ Transmission and Distribution System is made ready to meet the peak demand of 17000 MW. To meet this Rs.31,631 Crores are invested towards strengthening of Transmission and Distribution System.

**5. Audit:****Statutory Audit:**

TSTRANSCO, being a Government Company, the Statutory Auditors are appointed by the Comptroller and Auditor General of India. M/s. G S Madhava Rao & Co., Chartered Accountants, Hyderabad, were appointed as the Statutory Auditors of the Company for the FY 2020-2021. M/s. G S Madhava Rao & Co., Statutory Auditors, have given their Report on 01.03.2021, which is placed separately.

Secretarial Audit:

M/s. Harinath Akshitha & Co., Company Secretaries, Hyderabad, were appointed as Secretarial Auditors for the FY 2020-21 to conduct Secretarial Audit of records and documents of the company. In terms of Section 204 of the Companies Act, 2013 and Rules made thereunder, the Secretarial Auditor has issued the Secretarial Audit Report for the FY 2020-21. The Report forms part of this Annual Report (Annexure –I).

Cost Audit:

Mrs. M. Madhavi Latha, Cost Accountant, Hyderabad, was appointed as the Cost Auditor of the Company for the FY 2020-21. In accordance with the requirement of the Central Government and pursuant to Section 148 of Companies Act, 2013, Company is carrying out an audit of cost accounts every year with the Ministry of Corporate Affairs.

Internal Audit:

M/s. Eswar & Co., Chartered Accountants, Hyderabad, were appointed as Internal Auditors for the period from 03.06.2020 to 31.05.2022.

Supplemental audit by the Comptroller & Auditor General of India:

The annual accounts of the company for the FY 2020-21 were submitted to the Comptroller & Auditor General of India (C&AG) for supplemental audit under section 143 (6) of the Companies Act, 2013. The C&AG's Comments on the accounts for the year ended 31st March, 2021 is furnished in Annexure –II.

Management Replies to the Auditor's Comments:

In compliance of the provisions of Section 134 (3) (f) of the Companies Act, 2013 replies to comments contained Auditor's report and Secretarial audit report are given as Annexure III to the Director's Report.

6. Extract of Annual Return:

The extract of Annual Return in terms of Section 134(3) read with 92(3) of the Companies Act, 2013 is placed in Annexure IV and the extract will be placed in the company's website i.e. www.tstransco.in

7. Conservation of energy, technology absorption and foreign exchange earnings and outgo:

Conservation of energy and technology absorption: There are no significant particulars relating to conservation of energy and technology absorption under the Companies (Accounts) Rules, 2014, as the Company is not involved in any manufacturing activity.

Foreign exchange earnings and Outgo: 'Nil' during the FY 2019-20.

**8. Material changes and commitments:**

There are no material changes and commitments in the opinion of the Board, affecting the financial position of the company which occurred between the end of the financial year of the Company and this report.

9. Directors and Key Managerial Personnel:

Directors and Key Managerial Personnel and changes among them during the FY 2019-20:

Sl. No	Name	Designation/Position	From	To
Chairman & Managing Director (CMD)				
1.	Sri D Prabhakar Rao (DIN: 00676316)	CMD (FAC)	25-10-2014	-
Joint Managing Director				
2.	Sri C Srinivasa Rao, IRAS (DIN: 00196179)	JMD (Finance, Comm & HRD)	23-06-2015	-
Whole-time Directors				
3.	Sri T Jagath Reddy (DIN: 07050306)	Director (Transmission)	26-11-2014	-
4.	Sri G Narsing Rao (DIN: 07050313)	Director (Projects)	26-11-2014	-
5.	Sri J Surya Prakash (DIN: 07274535)	Director (Lift Irrigation Schemes)	03-08-2015	-
6.	Sri. B Narsing Rao	Director (Grid Operation)	01-09-2018	-

Directors (Non-whole time)				
6.	Sri K. Ramakrishna Rao, IAS (DIN: 05148824)	Director (Non-whole time)	16-04-2015	-
7.	Sri. Ajay Misra, IAS (DIN: 02470889)	Director (Non-whole time)	20-12-2016	31-07-2020
8.	Sri. Sandeep Kumar Sultania, IAS (DIN: 01906309)	Director (Non-whole time)	28-08-2020	-
CFO				
9.	Sri G. Srinivas	CFO	18-04-2016	-
Company Secretary				
11.	Sri Ravi Kumar Suluva	Company Secretary	11-05-2018	-

Composition of the Board: The Company is a Government Company within the meaning of section 2(45) of the Companies Act, 2013. Being a Government Company, the power to appoint Directors on the Board is vested with the Government, Energy Department.

The Composition of the Board as on 31.03.2021 as follows:



S. No.	Name of the Director	Position
1.	Sri D PrabhakarRao	CMD (FAC)
2.	Sri C SrinivasaRao, IRAS	JMD (Finance, Comm& HRD)
3.	Sri T Jagath Reddy	Director (Transmission)
4.	Sri G NarsingRao	Director (Projects)
5.	Sri J Surya Prakash	Director (Lift Irrigation Schemes)
6.	Sri B NarsingRao	Director (Grid Operation)
7.	Sri. Sandeep Kumar Sultania, IAS	Director (Non-whole time)
8.	Sri K. Ramakrishna Rao, IAS	Director (Non-whole time)

As per the provisions of Section 149 of the Companies Act, 2013 the Company shall have at least two Independent Directors and one woman Director. However non-whole time Directors are assumed as Independent Directors. The Company has appraised the requirement of Independent Directors and woman Director to the Energy Department, appointing authority.

10. Number of meetings of the Board of Directors:

The meetings of the Board of Directors are held at the Registered Office of the Company. Meetings are generally scheduled well in advance and the Notice, detailed Board agenda, management reports and other explanatory Board notes are circulated to the Directors. The members of the Board have complete access to all information of the Company. Senior management is also invited to the Board meetings to provide additional input to the items being discussed by the Board.

During the financial year ended 31st March, 2021, five meetings of the Board of Directors were held on the following dates:

15th May, 2020, 29th July, 2020, 17th November, 2020, 30th December, 2020 and 1st March, 2021.

11. Audit Committee:

In compliance with the provisions of Section 177 of the Companies Act 2013, Audit Committee was duly constituted and following were the Members as on 31-03-2020 –

Sl. No.	Name	Position
1.	Sri D PrabhakarRao, CMD(FAC)	Member
2.	Sri Sandeep Kumar Sultania, IAS Director (Non-whole time)	Member
3.	Sri T Jagath Reddy, Director (Transmission)	Member
4.	Sri C SrinivasaRao, IRAS JMD (Fin., Comm., & HRD)	Special Invitee
5.	Sri G. Srinivas, FA & CCA & CFO	Special Invitee

**12. Corporate Social Responsibility:**

Consequent to the finalization of Annual Accounts for the first financial year ending 31st March, 2015, TSTRANSCO is required to adhere to the provisions of Section 135 of the Companies Act, 2013 and the Rules framed thereunder. The Corporate Social Responsibility (CSR) Committee was constituted by the Board in its 32nd Meeting held on 01.03.2019 to formulate and recommend to the Board CSR Policy indicating therein activities to be undertaken as specified in Schedule VII, including amendments thereon. Annual report on CSR activities for the FY 2020-21 is disclosed in Annexure-V, which forms part of this report.

13. Vigil Mechanism Policy:

Pursuant to Section 177 (9) of the Companies Act, 2013 and Rule 7 of the Companies (Meetings of the Board and its Powers) Rules, 2014 a Vigil Mechanism Policy was established for directors and employees to report to the management instances of irregularity, unethical practices and /or misconduct in line with the above policy. The details of such policy were communicated to all offices apart from disclosing in the Company's website www.tstransco.in. During the year 2019-20 no complaints received under the policy.

14. Disclosure under the Sexual Harassment of Women at Work place (Prevention, Prohibition and Redressal) Act, 2013:

Adhering to the provisions of the Sexual Harassment of Women at Work place (Prevention, Prohibition and Redressal) Act, 2013, an "Internal Complaints Committee", to prevent or deter the commission of acts of sexual harassment of Women Employees in TSTRANSCO, has been constituted.

During the year, the Company has reconstituted the Internal Complaints Committee vide T.O.O (Jt.Secy) Rt.No.413, dt.14.08.2018 with the following members.

1. Smt. D.Latha Vinod, CE - Chairman
2. Smt. P.Nageswari, SE - Member
3. Smt. J. Anuradha, Dy.CCA- Member
4. Smt. T.Umalakshmi, DE – Member
5. Smt. A.Ramani, AS - Member

There were no complaints to the Committee during the FY 2019-20.

15. Particulars of Contracts or Arrangements with Related Parties:

During the year under review, no contract(s) or arrangement(s) entered into by the Company with related parties requiring disclosure under section 134 (3) (h) of the Companies Act, 2013.

16. Loans, Guarantees and Investments:

The Company, being an infrastructure company as classified under Schedule VI of the Companies Act, 2013, is exempt from the provisions as applicable to loans, guarantees and securities under Section 186 (11) of the Act. However, the details of investments made and loans given by the company are provided in the relevant notes to the financial statements.

17. Particulars of Employees

Particulars of Employees as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 – Nil.

18. Directors' Responsibility Statement:

In compliance with the provisions of Section 134 (5) of the Companies Act, 2013, it is confirmed that—

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of



affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis;
- e) the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

19. Other Statutory Disclosures

- The Company has not accepted any public deposits covered under Chapter V of the Companies Act, 2013 and as such, no amount on account of principal or interest on deposits was outstanding as on 31st March, 2021.
- No significant or material orders were passed by the regulator or courts or tribunal impacting the going concern status and company's operations in future;
- Company maintains an adequate system of internal controls which ensures accurate and timely financial reporting of various transactions;

Acknowledgements

Your Directors express their gratitude to all the Stakeholders, Bankers, Financial Institutions, Regulatory Authorities, Government, Consumers, Suppliers, Officers and Staff for their continued support at all times and look forward to have the same in future endeavors. Directors are pleased to place on record their appreciation of the sincere and dedicated services of all the Employees at all levels.

For and on behalf of the Board of Directors

Place: Hyderabad.
Date: 17.03.2022

Chairman & Managing Director
TSTRANSCO

**Form No.MR-3****SECRETARIAL AUDIT REPORT**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]
(FOR THE FINANCIAL YEAR ENDED 31/03/2021)

To
The Members,
TRANSMISSION CORPORATION OF TELANGANA LIMITED,
6-3-572 VidyutSoudha, Khairtabad,
Hyderabad-500082,
Telangana.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **TRANSMISSION CORPORATION OF TELANGANA LIMITED** (here in after called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of **TRANSMISSION CORPORATION OF TELANGANA LIMITED** books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31st March, 2021** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms filed and other records maintained by the Company for the financial year ended on **31st March, 2021** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under **(Not Applicable to the Company during the Audit Period)**;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under **(Not Applicable to the Company during the Audit Period)**;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings **(Not Applicable to the Company during the Audit Period)**;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Not Applicable to the Company during the Audit Period)**;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 **(Not Applicable to the Company during the Audit Period)**;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 **(Not Applicable to the Company during the Audit Period)**;



- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2015 **(Not Applicable to the Company during the Audit Period);**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not Applicable to the Company during the Audit Period);**
 - (f) The Securities and Exchange Board of India (Registrars to Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client **(Not Applicable to the Company during the Audit Period);**
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not Applicable to the Company during the Audit Period)**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not Applicable to the Company during the Audit Period);** and
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 **(Not Applicable to the Company during the Audit Period);**
- (vi) The company has complied in general with other Laws, rules and regulations and the below mentioned specific laws to the extent applicable to the Company;
- (a) The Electricity Act, 2003

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India to the extent applicable; During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:
 - a. *The Company is yet to comply with the provisions of Section 149 of the Companies Act, 2013 relating to appointment of Independent Directors and at least one Woman Director on its Board. Consequently company yet to comply with the constitution of committees with independent director as per the provisions of the Companies Act, 2013.*
 - b. *The Company has convened its 4th Annual General meeting on 10.12.2019. However, the said meeting was adjourned Sine for want of Audited financial statements for FY 2018-19 and the Adjourned 5th Annual General Meeting of the Company was held on 01.03.2021, which is after the due date of AGM.*

I further report that

- ☞ The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors except that of Independent Directors and a women Director on the Board. There were no changes in the composition of the Board of Directors that took place during the period under review.
- ☞ Notice along with agenda and detailed notes on agenda is given to all directors to schedule the Board Meetings as required by law along with agenda and detailed notes on agenda are sent subsequently or placed before the meeting in case of confidential agenda items and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- ☞ Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.



ANNUAL ACCOUNTS FY 2020-21

I further report that as per the explanations given to me and the representations made by the Management and relied upon by me generally there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

There were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs other than the mentioned above.

Note: This report is to be read with my letter of even date which is annexed as 'ANNEXURE A' and forms an integral part of this report.

For HARINATH AKSHITHA & Co.,
Practicing Company Secretaries

PuliAkshitha
ACS No: 42053
CP No: 15619
UDIN: A042053C001555686

Place: Hyderabad
Date: 26-11-2021



‘ANNEXURE - A’

To
The Members,
TRANSMISSION CORPORATION OF TELANGANA LIMITED,
6-3-572 Vidyut Soudha, Khairatabad, Hyderabad-500082,
Telangana.

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Account of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For HARINATH AKSHITHA & Co.,
Practicing Company Secretaries

PuliAkshitha
ACS No: 42053
CP No: 15619

Place: Hyderabad
Date: 26-11-2021



COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143 (6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF THE TRANSMISSION CORPORATION OF TELANGANA LIMITED FOR THE YEAR ENDED 31 MARCH 2021

The preparation of financial statements of the Transmission Corporation of Telangana Limited for the year ended 31 March 2021 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 12.11.2021 which supersedes their earlier Audit Report dated 25.09.2021.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of the Transmission Corporation of Telangana Limited for the year ended 31 March, 2021 under section 143(6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors, and Company personnel and a selective examination of some of the accounting records. The Audit Report has been revised by the statutory auditor to give effect to some of my audit observations raised during supplementary audit.

In addition, I would like to highlight the following significant matters under section 143(6) (b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report:

A. Comments on Profitability:

Statement of Profit & Loss Expenditure -Employee benefit expenses (Note 23) – Rs.639.25 crore

1(a) The above does not include provision for retirement gratuity liability of Rs.91.97 crore in respect of employees appointed before 01.02.1999 and the Artisans, as the orders issued by Government of Telangana in June 2021 enhancing the maximum limit of retirement gratuity from Rs.12 lakh to Rs.16 lakh was not considered in actuarial valuation as on balance sheet date. This resulted in understatement of Employee Benefits Expense (Note-23) and Gratuity provisions (Note-17 A) by Rs.91.97 crore with corresponding overstatement of Profit for the year by the same amount.

1(b) Employees recruited after 01.02.1999 are covered under Gratuity Act 1972. The Company neither disclosed this fact nor provided gratuity liability in respect of these employees based on gratuity limit of Rs.20 lakh (notified in March 2018) as per the Gratuity Act. Instead, gratuity liability was provided based on maximum retirement gratuity limit of Rs.12 lakh (as notified by State Government) in actuarial valuation. Although gratuity limit adopted was different from the Gratuity Act, financial impact could not be quantified as it requires valuation by an expert (Actuary). Further, maximum gratuity limits adopted in actuarial valuation in respect of each category of employees should have been disclosed in the Notes to Financial Statements.

B. Comment on Disclosure

2. The Company extends various medical benefits to its employees and pensioners under different medical schemes. Ind AS 19 (Employee Benefits) requires that Medical care benefits need to be valued and provided for in books of accounts by carrying out an actuarial valuation. However, the Company neither carried out actuarial valuation nor accounted for liability towards medical benefits extended to its employees and pensioners. These facts are not disclosed in the Notes to the Financial Statements.

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

Place: Hyderabad

Date: 31.12.2021

(ChandaPandit)

Principal Accountant General (Audit)

**Management's replies to the comments of the Statutory Auditors:**

Sl. No.	Statutory Auditors comments	Management Replies
	Basis for Qualified Opinion	
a)	<p>a) Attention drawn to the note 37 to the financial statements, the Financial statements are prepared based on the assets and liabilities allocated to the company pursuant to demerger plan as on 02.06.2014 which was subject to finalization by respective Board of Directors of AP TRANSCO and TS TRANSCO. Since the finalization of the process is in progress the impact of the finalization cannot be ascertained for the said year.</p> <p>i. As per Note 11.1 of the financial statements, bank balances include current account balance of Rs.11.29 Lakhs, allocated to the Company consequent to demerger of APTRANSCO, the details of which are not available. The impact on further adjustment, if any, on the accounts is not ascertained.</p> <p>ii. As per Note 44 to the financial statement adjustment entries have not been passed for the unidentified balances of assets and liabilities of Rs.1474.82 Lakhs (net credit) which are transferred by APTRANSCO on demerger, pending review by the Company. The impact, if any, on the accounts is not ascertained.</p> <p>iii. As per Note No 45 Deferred tax asset of Rs.11,501.00 Lakhs allocated to the Company on demerger towards employee terminal benefits is not reassessed using the present enacted tax rates at the end of the reporting period since the employee bifurcation between the Company and APTRANSCO is pending which is not in accordance with Ind AS 12 – Income Taxes. The impact on the accounts is not ascertained.</p>	<p>On finalization of demerger plan, necessary adjustments for the variations if any will be considered in the books of the Company in the year in which the said plan is approved and notified.</p> <p>(Note 37, 44 & 45 of “Notes to Financial Statements”).</p>
b)	As per Note 50, the balances disclosed in Note 7, Note 10, Note 12 (B), Note 15, Note 16B of the Financial statements, the balances shown under Advance to suppliers, Other receivables from APTRANSCO/DISCOMs/TSGENCO and Trade Payables, liability towards others and Capital works, Advance from customers are subject to confirmation and reconciliation and consequential adjustments, if any. In the absence of information relating such confirmation/reconciliation, the impact of related adjustment on the accounts could not be ascertainable.	<p>The Company is in the process of obtaining the confirmations.</p> <p>(Note 50 of “Notes to Financial Statements”).</p>
c)	As per Note 4 to the financial statements, Investment in unquoted equity shares of Andhra Pradesh Gas Power Corporation Limited [APGPCL] is measured at cost Rs 1171.31 Lakhs, instead of fair value as required under Ind AS 109 – Financial Instruments. The impact on the accounts was not ascertainable.	<p>The investments in Andhra Pradesh Gas Power Corporation Limited is not carried at fair value as on Balance Sheet date in the absence of proper information and details .</p> <p>(Note 4 of “Notes to Financial Statements”).</p>
d)	As per Note 5 of the financial statements the Company has not made fair value of some of the staff loans/advances to the extent of Rs.87.44 Lakhs as per Ind AS 109 – Financial Instruments. The impact, if any, on adjustments relating to fair value to be made in the accounts was not ascertainable.	<p>The Company is in the process of reconciliation.</p> <p>(Note 5 of “Notes to Financial Statements”).</p>



ANNUAL ACCOUNTS FY 2020-21

Sl. No.	Statutory Auditors comments	Management Replies
e)	As per note 16 to the financial statement the company has not calculated fair value of other financial liabilities non-current Rs.1,44,342.35 Lakhs, as per Ind AS 109 – Financial Instruments. Further in respect of classification of security deposits from suppliers Rs.1,512.80 Lakhs, retention money from suppliers Rs.36,274.26 Lakhs and security deposit – operating charges Rs.1,018.32 Lakhs into current and non-current portion is not made as per Schedule III to the Companies Act, 2013. The impact, if any, on adjustments relating to fair value to be made in the accounts was not ascertainable.	The Company is in the process of obtaining information/details from the field Units. (Note 16 of “Notes to Financial Statements”).
f)	Refer Note 39 to the financial statements the company has capitalized Lift Irrigation including assets pertaining to deposit contribution works (works pertaining to Consumer i.e. beyond terminal and metering arrangement) where the Company has no control on the assets. The Company is in the process of identification of the assets capitalized under deposit contribution works. The impact on the accounts is not ascertainable.	The Company is in the process of identification of assets capitalized under Deposit Contribution Works. (Note 39 of “Notes to Financial Statements”).
g)	As per Note 15 to the financial statements the Company has not identified the dues to micro, small and medium enterprises as on balance sheet date as required under Schedule III of the Companies Act, 2013. We are unable to comment on the MSME disclosures made by the Company and impact, if any, on the accounts is not ascertained.	Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. (Note 15 of “Notes to Financial Statements”).
h)	Refer Note 37(x) to the financial statements; the Company has to take a stand on the final recommendations of Expert Committee on the following pending issues between the Company and APTRANSCO, Investment in GVK Power & Infrastructure Limited and Andhra Pradesh Gas Power Corporation Limited as on date of demerger 02.06.2014. (i). Treatment for the differences between assets and liabilities apportioned to the company, by APTRANSCO on demerger. (ii). VidyutSoudha Building. (iii). Corporate Training Institute Building. The impact on these issues in the financial statement not ascertained.	The recommendations made by Expert Committee were placed before the Board in its 33 rd Board Meeting held on 15 th June 2019 and decided to communicate the views of the Company to the Government of Telangana. Accordingly, the views of the Company along with recommendations of the Expert Committee were communicated to the Government of Telangana.
i)	There are certain unidentified amounts / balances migrated from IFS Accounting Software to SAP accounting software amounting to Rs. 5,270.93 Lakhs which needs to be identified and reconciled from the date of migration 31.08.2016. The impact, if any, on the accounts is not ascertained.	The Company is in the process of identification of unidentified amounts/ balances migrated from IFS accounting Software to SAP.



Sl. No.	Statutory Auditors comments	Management Replies
j)	<p>As per Note 21 to the financial statements, during the year Company has reversed an amount of Rs.874.00 Lakhs in SLDC Business towards regulatory claim, pertaining to earlier years, allowed by the Hon'ble TSERC by way of addition in tariff. Since this includes amounts pertaining to earlier years we opine that the required disclosures relevant to as per IND AS-8 "Accounting Policies, Changes in Accounting Estimates and Errors" were not carried out by the Company.</p> <p>Further, in compliance to TSERC Directives of MYT for 4th control Period, Hon'ble TSERC has passed orders on Annual Performance Review for FY 2019-20 against Transmission & SLDC Business separately on Dt: 02.09.2021. The details of Orders are</p> <p>(i) True up for Transmission business approved by the Commission is Rs.64.89 crores against Company's claim of Rs.543.55 crores (including Rs.258.56 crores pertaining to 3rd control period) and</p> <p>(ii) True up for SLDC business approved by the Commission is Rs.0.04 crores as surplus against Company's claim of Rs.2.01 crores (deficit).</p> <p>The Company has decided to file a Review Petition against the above orders and hence the orders were kept in abeyance and no entry has been passed in financials for compliance of such order. Further, Company has represented any variations claimed in Annual Performance Review and actual as per the audited values for the respective year may be claimed/adjusted in the true-up of the entire control period as per the Tariff Order for the Fourth Control Period from 2019-20 to 2023-24. We are of the opinion that, if the above amount is unapproved in respect of the Review Petition filed by the Company against the APR Order of financial year 2019-20, to this extent the revenues and profits for the year are overstated by Rs.478.66 crores.</p>	<p>i) The Hon'ble TSERC has approved an amount of Rs.18.30 crores towards regulatory claim pertains to entire 3rd MYT period and allowed an adjustment for the same in 4th MYT period. Accordingly during the FY 2020-21 an amount of Rs.8.74 Crores was allowed as Regulatory Claim. Hence the Company has adjusted the same in the FY 2020-21. The Regulatory Claim allowed by the Hon'ble TSERC is not pertains to any specific financial year, hence, the Company could not able to recast the same.</p> <p>ii) The Company has filed its Review Petition against the Annual Performance Orders passed by the Hon'ble TSERC for FY 2019-20 on 02.12.2021 as, <i>any variations in expenses claimed in Annual Performance Review and actual as per the audited values of the respective financials year may be claimed in the true – up of the entire Control period</i> (clause no.3.13.4 of the 4th MYT).</p>
k)	The Annual Financial Statements for the financial year 2019-20 are yet to be adopted by the Members in the Annual General Meeting.	The Company during its 6th Annual General Meeting (Adjourned) on 25.09.2021 adopted its Annual Financial Statements for FY 2019-20.
l)	Refer Note 22 to the financial statements, Other Income Includes unbilled revenue of Rs.5.58 crores [invoice not raised] pertains to earlier years, results in overstatement of Reserves and overstatement of revenue for the year.	The Company could not able to recast the same due to uncertainty of revenue realization. Hence, the Company has accounted the same in the year in which it has received.
m)	Refer Note 22 to the financial statements, Other Income Includes Fines and penalties of Rs.6.97 crores pertains to earlier years, results in overstatement of Reserves and overstatement of revenue for the year.	The Company has accounted the same based on the Financial Completion period of the Projects.



ANNUAL ACCOUNTS FY 2020-21

Sl. No.	Statutory Auditors comments	Management Replies												
n)	<p>Refer Note 23, During the year company has incurred an amount of Rs.7.17 Crores towards Corporate Social Responsibility Activities and details of the amounts incurred are mentioned below:</p> <table><tr><td>18.03.2021</td><td>Dist./Collector, Siddipet</td><td>300 Lakhs</td><td>RTC/Bus Stand, Siddipet</td></tr><tr><td>30.03.2021</td><td>District Collector, Nagarkurnool</td><td>100 Lakhs</td><td>Development Activities, Assembly constituency</td></tr><tr><td>31.03.2021</td><td>District Collector, Suryapet</td><td>317 Lakhs</td><td>Infra and Development in Rural Areas</td></tr></table> <p>The Company has not provided any further information regarding spending/utilization of such transferred amount with the substantiated bills and approvals.</p>	18.03.2021	Dist./Collector, Siddipet	300 Lakhs	RTC/Bus Stand, Siddipet	30.03.2021	District Collector, Nagarkurnool	100 Lakhs	Development Activities, Assembly constituency	31.03.2021	District Collector, Suryapet	317 Lakhs	Infra and Development in Rural Areas	Informative.
18.03.2021	Dist./Collector, Siddipet	300 Lakhs	RTC/Bus Stand, Siddipet											
30.03.2021	District Collector, Nagarkurnool	100 Lakhs	Development Activities, Assembly constituency											
31.03.2021	District Collector, Suryapet	317 Lakhs	Infra and Development in Rural Areas											
	Emphasis of Matter :													
	We draw attention to the following matters:													
1)	As per note 14.1 of the financial statements, the Long term loans apportioned by APTRANSCO and availed from various banks and financial institutions continue to be in the name of APTRANSCO. Debt service of such loans is met by the Company. Pending modification of charge created with Registrar of Companies, Hyderabad, some of the assets allocated to the Company continue to be charged against the borrowings made by APTRANSCO.	Informative.												
2)	As per Note 3.6 to the financial statements, the company has adopted Central Electricity Regulatory Commission Depreciation Rates from the Financial Year 2020-21. The company has accounted CERC Depreciation as Rs.85,913.51 Lakhs during the year, whereas depreciation as per Ministry of Power (MoP) Rates works to Rs.1,03,950.75 Lakhs. The reduction in depreciation charged for the year is Rs.18,037.24 Lakhs. Our opinion is not modified in respect of these matters.	Informative.												
	Qualified Opinion: In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Companies Act 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2021 and its profit and its cash flows for the year ended on that date.													

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 17.03.2022

Chairman and Managing Director
TSTRANS CO



Annexure III(B)

Management's Replies to the Comments of the C&AG Auditors:

Sl. No.	C&AG Auditors comment	Management's Reply
A	<u>Comments on Profitability:</u>	
1(a)	<p>Statement of Profit & Loss Expenditure -Employee benefit expenses (Note 23) – Rs.639.25 crore</p> <p>The above does not include provision for retirement gratuity liability of Rs.91.97 crore in respect of employees appointed before 01.02.1999 and the Artisans, as the orders issued by Government of Telangana in June 2021 enhancing the maximum limit of retirement gratuity from Rs.12 lakh to Rs.16 lakh was not considered in actuarial valuation as on balance sheet date. This resulted in understatement of Employee Benefits Expense (Note-23) and Gratuity provisions (Note-17 A) by Rs.91.97 crore with corresponding overstatement of Profit for the year by the same amount.</p>	Company has provided the Retirement Gratuity liability in the books of Accounts for FY 2020-21 with existing maximum ceiling of Rs.12.00 Lakhs in respect of employees, pending adoption of enhanced maximum gratuity ceiling of Rs.16.00 Lakhs as per G.O. Ms. No.56, dated, 11.06.2021 as the same is not directly applicable to TSTRANSCO.
1(b)	Employees recruited after 01.02.1999 are covered under Gratuity Act 1972. The Company neither disclosed this fact nor provided gratuity liability in respect of these employees based on gratuity limit of Rs.20 lakh (notified in March 2018) as per the Gratuity Act. Instead, gratuity liability was provided based on maximum retirement gratuity limit of Rs.12 lakh (as notified by State Government) in actuarial valuation. Although gratuity limit adopted was different from the Gratuity Act, financial impact could not be quantified as it requires valuation by an expert (Actuary). Further, maximum gratuity limits adopted in actuarial valuation in respect of each category of employees should have been disclosed in the Notes to Financial Statements.	Company has provided Gratuity Liability with the existing norms for FY 2020-21 in respect of employees (including Artisans) recruited after 01.02.1999. However, a disclosure will be made in notes to accounts in FY 2021-22 stating that, "the employees appointed after 01.02.1999 are eligible for Gratuity as per the provisions of Gratuity Act 1972".
B.	<u>Comment on Disclosure</u>	
2.	The Company extends various medical benefits to its employees and pensioners under different medical schemes. Ind AS 19 (Employee Benefits) requires that Medical care benefits need to be valued and provided for in books of accounts by carrying out an actuarial valuation. However, the Company neither carried out actuarial valuation nor accounted for liability towards medical benefits extended to its employees and pensioners. These facts are not disclosed in the Notes to the Financial Statements.	Company would comply with the rules as specified under Ind AS 19 and the actuarial valuation will be taken up for short term medical benefit expenses in respect of employees/Artisans/Pensioners from FY 2021-22 onwards.

For and on behalf of the Board of Directors

Place: Hyderabad
Date: 17.03.2022

Chairman and Managing Director
TSTRANSCO

**Annexure III (C)****Management's replies to the comments of the Secretarial Auditor**

S.No	observations of the Secretarial Auditor	Reply to the observations of the Secretarial Auditor
1.	The Company has not complied with the provisions of Section 149 of the Companies Act, 2013 pertaining to the appointment of atleast two Independent Directors and one Women Director on the Board of the Company. Consequently, Company is yet to comply with the constitution of Committee with independent Directors as per the respective provisions of the Companies Act, 2013.	The Company is a State Government Company, the power to appoint Directors on the Board of the Company vests with the Government of Telangana, Energy Department. The Government was apprised of the requirements of appointment of the requisite Independent Directors including women Director and requested to treat the Non-whole time Directors as Independent Directors. On appointment of required Directors on the Board, the Company will be in the position to comply with the provisions of section 149 and to constitute the committees as per the provisions of Sections 135, 177 and 178 of the Companies Act, 2013.
2	The Company has convened its 6 th Annual General meeting(AGM) on 17 th November, 2020. However, the said meeting was adjourned Sine Die for want of financial statements for the financial year 2019-20 and the Adjourned 6 th Annual General Meeting of the Company was held 25 th September, 2021 which is after due date of the AGM.	Noted.

For and on behalf of the Board of Directors

Place: Hyderabad
Date:17.03.2022Chairman and Managing Director
TSTRANS CO



Annexure IV

FORM NO. MGT-9

EXTRACT OF ANNUAL RETURN

(as on the financial year ended on March 31, 2021)

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

I. REGISTRATION AND OTHER DETAILS

(i)	CIN	U40102TG2014SGC094248
(ii)	Registration Date	29/05/2014
(iii)	Name of the Company	Transmission Corporation of Telangana Limited
(iv)	Category/Sub-Category of the Company	Company Limited by Shares / State Government Company
(v)	Address of the Registered Office and Contact Details-	
	Address	6-3-572, VidyutSoudha, Khairtabad, Hyderabad-500 082. TELANGANA
	Contact Details	Phone No: 91-40-23317628 Fax No.- 91-40-23317628
(vi)	Whether Listed Company (Yes/No)	No
(vii)	Name, Address and Contact Details of Registrar and Transfer Agent, if any-	— Not applicable --

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sl. No.	Name and Description of main products / services	NIC Code of the Product/Service	% to total turnover of the Company
1	Transmission of electric energy	35107	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES AS ON MARCH 31, 2015

Sl. No.	Name of the Company	Address of the Registered Office	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
-- NIL --						



ANNUAL ACCOUNTS FY 2020-21

IV. SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAK-UP AS PERCENTAGE OF TOTALEQUITY)

(i) Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
1. Indian									
a) Individual/HUF	0	0	0	0	0	0	0	0	0.00
b) Central Govt.	0	0	0	0	0	0	0	0	0.00
c) State Govt(s)	0	50000	50000	100.00	0	50000	50000	100.00	0
d) Bodies Corporate	0	0	0	0	0	0	0	0	0.00
Sub-total (A) (1)	0	50000	50000	100.00	0	50000	50000	100.00	0
2. Foreign									
a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corporate	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (A) (2)	0	0	0	0.00	0	0	0	0.00	0.00
Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	0	50000	50000	100.00	0	50000	50000	100.00	0
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks/FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Others	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(1)	0	0	0	0.00	0	0	0	0.00	0.00
2. Non-Institutions									
a) Bodies Corporate									
b) Individuals									
c) Others (specified below)	0	0	0	0	0	0	0	0	0
Sub-total (B)(2)	0	0	0	0	0	0	0	0	0
Total Public Shareholding (B)= (B)(1)+(B)(2)	0	0	0	0	0	0	0	0	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	0	50000	50000	100.00	0	50000	50000	100.00	0

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total shares of the Company	% of shares pledged/encumbered to total shares	No. of Shares	% of total shares of the Company	% of shares pledged/encumbered to total shares	
1	Government of Telangana	50000	100.00	0.00	50000	100.00	0.00	0.00
	Total	50000	100.00	0.00	50000	100.00	0.00	0.00



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

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year ended	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	The Government of Telangana				
	At the beginning of the year	50000	100.00	50000	100.00
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying there asons for increase / decrease(e.g. allotment / transfer / bonus / sweat equity, etc.)	-NIL-			
	At the end of the year	50000	100.00	50000	100.00

(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters and holders of GDRs and ADRs)

Sl. No.	Name of the Shareholder	Shareholding at the beginning of the year		Increase / Decrease in shareholding		Cumulative Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	Increase	Decrease	No. of shares	% of total shares of the Company
-- NIL --							



ANNUAL ACCOUNTS FY 2020-21

(v) Shareholding of Directors and Key Managerial Personnel (KMP)

Sl. No.	Shareholding of each Director and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Sri Ajay Misra, IAS, Non-whole time Director (holding shares on behalf of the Government of Telangana) upto 31.07.2020				
	At the beginning of the year	49400	98.80	49400	98.80
	Date wise increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/sweat equity etc):	31.07.2020 (49400) With drawal of nomination	-	31.07.2020 (49400) With drawal of nomination	-
	At the end of the year	0	-	0	-
2.	Sri D.Prabhakar Rao, CMD (FAC) (holding shares on behalf of the Government of Telangana)				
	At the beginning of the year	100	0.2	100	0.2
	Date wise increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/sweat equity etc): Transfer	0	0	0	0
	At the end of the year	100	0.2	100	0.2
3.	Sri T.Jagath Reddy, Director (Transmission) (holding shares on behalf of the Government of Telangana)				
	At the beginning of the year	100	0.2	100	0.2
	Date wise increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/sweat equity etc):Transfer	0	0	0	0
	At the end of the year	100	0.2	100	0.2
4.	Sri G.Narsing Rao, Director (Projects & Grid Operation) (holding shares on behalf of the Government of Telangana)				
	At the beginning of the year	100	0.2	100	0.2
	Date wise increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/sweat equity etc):Transfer	0	0	0	0
	At the end of the year	100	0.2	100	0.2
5	Sri Sandeep Kumar Sultania, IAS, Non-whole time Director (holding shares on behalf of the Government of Telangana) from 28.08.2020				
	At the beginning of the year	49400	98.80	49400	98.80
	Date wise increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/sweat equity etc):	01.03.2021 (49300)	-	01.03.2021 (49300)	-



	allotment/transfer/bonus/sweat equity etc):	Transfer by the Government		Transfer by the Government	
	At the end of the year	100	0.2	100	0.2
6	Sri C. SrinivasRao, IRAS, Joint Managing Director(holding shares on behalf of the Government of Telangana)				
	At the beginning of the year	-	-	-	-
	Date wise increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/sweat equity etc): Transfer	01.03.2021 100 Nomination by Govt.	0.2	100	0.2
	At the end of the year	100	0.2	100	0.2
7	Sri J.Surya Prakash, Director (LIS) (holding shares on behalf of the Government of Telangana)				
	At the beginning of the year	-	-	-	-
	Date wise increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease (e.g. allotment/transfer/bonus/sweat equity etc): Transfer	01.03.2021 100 Nomination by Govt.	0.2	100	0.2
	At the end of the year	100	0.2	100	0.2

- Above all are Govt. of Telangana Nominated shareholders.

V. INDEBTEDNESS

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

(Rs. incrore)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	8920.42	492.99	-	9413.41
ii) Interest due but not paid	-	116.57	-	116.57
iii) Interest accrued but not due	57.34	-	-	57.34



ANNUAL ACCOUNTS FY 2020-21

Total (i+ii+iii)	8977.76	609.56	-	9587.32
Change in Indebtedness during the financial year				
* Addition	2172.91	-	-	2172.91
* (Reduction)	(1278.03)	(48.64)	-	(1326.67)
* Foreign Exchange gain / loss	-	-	-	-
Net Change	894.88	(48.64)	-	846.24
Indebtedness at the end of the financial year				
i) Principal Amount	9815.31	444.34	-	10259.65
ii) Interest due but not paid	-	174.74	-	174.74
iii) Interest accrued but not due	31.63	-	-	31.63
Total (i+ii+iii)	9846.94	619.08	-	10466.02



VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

(Amount in Rs.)

Sl. No.	Particulars of Remuneration	Sri D. Prabhakar Rao, CMD	Sri C. Srinivasa Rao, JMD	Sri T. Jagath Reddy, Whole-Time Director	Sri. J Surya Prakash, Director
1	Gross Salary	0	37,77,288	34,55,395	32,56,080
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961				
	b) Value of Perquisites under Section 17(2) of the Income Tax Act, 1961				
	c) Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	: as % of profit				
	: other, specify				
5	Other, as specified below				
	- Employer Statutory PF Contribution				
	- Employer Statutory Pension Contribution				
	Total (A)	0	37,77,288	34,55,395	32,56,080
	Ceiling as per the Act	Exempt for Government Companies as per MCA Notification dated June 5, 2015			

Sl. No.	Particulars of Remuneration	Sri G. Narsing Rao, Whole-Time Director	Sri B. Narsing Rao, Whole-Time Director	Total
1	Gross Salary	33,34,607	33,33,801	171,57,171
	a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961			
	b) Value of Perquisites under Section 17(2) of the Income Tax Act, 1961			
	c) Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961			
2	Stock Option			
3	Sweat Equity			
4	Commission			
	: as % of profit			
	: other, specify			
5	Other, as specified below			
	- Employer Statutory PF Contribution			
	- Employer Statutory Pension Contribution			
	Total (A)	33,34,607	33,33,801	171,57,171
	Ceiling as per the Act			



ANNUAL ACCOUNTS FY 2020-21

B. Remuneration to other Directors

(Amount in Rs.)

Sl. No.	Particulars of Remuneration	Independent Directors		Government Nominee Director	Government Nominee Director	Government Nominee Director	Total Amount
				Sri Ajay Misra	Sri K. Ramakrishna Rao	Sri Sandeep Kumar Sultani	
1	Independent Directors						
	* Fee for attending Board/Committee meetings						
	* Commission						
	* Others (Refer Note @ below)						
	Total (1)						
2	Other Non- Executive Directors						
	* Fee for attending Board/Committee meetings			2000	6000	5000	13000
	* Commission						
	* Others, please specify						
	Total (2)						
	Total (B) =(1+2)			2000	6000	5000	13000
	Total Managerial Remuneration (A+B)						13000
	Overall Ceiling as per the Act			Exempt for Government Companies as per MCA Notification dated June 5,2015			

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

(Amount in Rs.)

Sl. No.	Particulars of Remuneration		Key Managerial Personnel		Total Amount
			C E O	Company Secretary	
			CFO G Srinivas	Sri Ravi Kumar Suluva	
1	Gross Salary		47,82,866	14,90,642	62,73,508
	a) Salary as per provisions contained in Section17 (1) of the Income Tax Act, 1961				
	b) Value of Per quisites under Section17(2) of the Income Tax Act,1961				
	c) Profits in lieu of salary under Section17(3) of the Income Tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	: as % of profit				
	: other, specify				
5	Other, as specified below				
	- Employer Statutory PF Contribution				
	- Employer Statutory Pension Contribution				
	Total (C)		47,82,866	14,90,642	62,73,508

ANNUAL ACCOUNTS FY 2020-21



VII. PENALTIES / PUNISHMENT / COMPOUNDING OFFENCES

Sl. No.	Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / Court]	Appeal made, if any (give details)
A.	COMPANY					
	Penalty			NIL		
	Punishment					
	Compounding					
B.	DIRECTORS					
	Penalty			NIL		
	Punishment					
	Compounding					
C.	OTHER OFFICERS IN DEFAULT					
	Penalty			NIL		
	Punishment					
	Compounding					

For and on behalf of the board of directors

Date: 17.03.2022
Place: Hyderabad

Chairman & Managing Director
TSTRANSCO



Annexure - V

**THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S
REPORT FOR FINANCIAL YEAR 2020-21**

1. Brief outline on CSR Policy of the Company:
The Board of Directors of the Company in its 32nd Meeting held on 01.03.2019, constituted a Corporate Social Responsibility (CSR) Committee comprising of three or more directors to institute a transparent monitoring mechanism for implementation of the CSR projects or programs or activities to be undertaken by the company and formulate and recommend to the Board, a Corporate Social Responsibility Policy (CSR Policy) which shall indicate the activities to be undertaken by the Company as specified in Schedule VII.

2. Composition of CSR Committee:

Sl.No	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	SRI. C. SRINIVASA RAO, IRAS	JMD (Finance, Comml., & HRD)	4	4
2	SRI.G. NARSING RAO	Director (Projects)	4	4
3	SRI. T. JAGATH Reddy	Director (Transmission)	4	4

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

www.tstransco.in

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report)

The CSR obligation is below Rs. 10 crores and hence the provision is not applicable.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

NIL

Sl.No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set- off for the financial year, if any (in Rs)
1			
2			
3			
	TOTAL		

6. Average net profit of the company as per section 135(5) : Rs. 357.62 crore
7. (a) Two percent of average net profit of the company as per section 135(5): Rs. 7.15 crore
(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil
(c) Amount required to be set off for the financial year : Nil
(d) Total CSR obligation for the financial year (7a+7b-7c): Rs. 7.15 crore

ANNUAL ACCOUNTS FY 2020-21



8. (a) CSR amount spent or unspent for the financial year 2020-21.

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (inRs.)				
	Total Amount transfered to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount	Date of transfer
Rs. 7.17 Crore	NIL	NIL	NIL	NIL	NIL

(b) Details of CSR amount spent against **on going projects** for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation- Through Implementing Agency	
				State.	District.						Name	CSR Registration number.
1.	Construct modern RTC Bus stand	Rural development projects	YES	Telangana	Siddipet	Not yet estimated	Rs. 3 crore	Amount contributed for the project is Rs. 3 crore	NIL	No, through District Collector		
2.	Infrastructure and development works in rural areas of Suryapet Constituency	Rural development projects	YES	Telangana	Suryapet	Not yet estimated	Rs. 3.17 crore	Amount contributed for the project is Rs. 3.17 crore	NIL	No, through District Collector		
3.	Developmental activities in Achampet	Rural development projects	YES	Telangana	Nagarkurnool	Not yet estimated	Rs. 1 crore	Amount contributed for the project is Rs. 1 crore	NIL	No, through District Collector		
	TOTAL						Rs. 7.17 crore					

(c) Details of CSR amount spent against **other than ongoing projects** for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/No)	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/No)	Mode of implementation- Through implementing agency	
				State	District			Name	CSR registration number
1.									
2.									
3.									
	TOTAL								



ANNUAL ACCOUNTS FY 2020-21

- (d) Amount spent in Administrative Over heads : NIL
 (e) Amount spent on Impact Assessment, if applicable : NA
 (f) Total amount spent for the Financial Year: (8b+8c+8d+8e) : Rs. 7.17 Crore
 (g) Excess amount for set off, if any

Sl. No.	Particular	Amount (Rs. in lakh)
(i)	Two percent of average net profit of the company as per section 135(5)	715.23
(ii)	Total amount spent for the Financial Year	717.00
(iii)	Excess amount spent for the financial year [(ii)-(i)]	1.77
(iv)	Surplus arising out of the CSR projects or programmes or Activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	-

9. (a) Details of Unspent CSR amount for the preceding three financial years

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135(6) (in Rs.)	Amount spent in the Reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years (in Rs.)
				Name of the Fund	Amount (in Rs.).	Date of transfer.	
1.	2017-18	NIL	NIL	NIL	NIL	NIL	NIL
2.	2018-19	NIL	NIL	NIL	NIL	NIL	NIL
3.	2019-20	NIL	NIL	NIL	NIL	NIL	NIL
	TOTAL						

(b) Details of CSR amount spent in the financial year for **ongoing projects** of the preceding financial year(s): details has been given in point No. 7

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in Which the project was commenced	Project duration	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs)	Cumulative amount spent at the end of reporting Financial Year (in Rs.)	Status of the project - Completed / On going
1.								
2.								
3.								
	TOTAL							

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: **NIL (asset-wise details).**
 i. Date of creation or acquisition of the capital asset(s).
 ii. Amount of CSR spent for creation or acquisition of capital asset.
 iii. Details of the entity or public authority or beneficiary under whose names such capital asset is registered, the ir address etc.
 iv. Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).
 11. Specify the reason(s), if the company has failed to spend two percent of the average net profit as per section 135(5).: **NA**

(Chairman CSR Committee).

(Chairman and Managing Director or Director)



REVISED INDEPENDENT AUDITOR'S REPORT

To the Members of Transmission Corporation of Telangana Limited

We are issuing this revised report to comply with the observations made by the Hon'ble Comptroller and Auditor General of India with regard to Point No. "J" under Basis for Qualified Opinion to the Independent Auditors' Report. This Independent Auditors' Report supersedes our report issued on 25.09.2021.

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the financial statements of **Transmission Corporation of Telangana Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss, 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 significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the *Basis for Qualified Opinion* section of our report, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its profit, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

- a) Attention drawn to the note 37 to the financial statements, the Financial statements are prepared based on the assets and liabilities allocated to the company pursuant to demerger plan as on 02.06.2014 which was subject to finalisation by respective Board of Directors of AP TRANSCO and TS TRANSCO. Since the finalisation of the process is in progress the impact of the finalisation cannot be ascertained for the said year.
 - i. As per Note 11.1 of the financial statements, bank balances include current account balance of Rs.11.29 Lakhs, allocated to the Company consequent to demerger of APTRANSCO, the details of which are not available. The impact on further adjustment, if any, on the accounts is not ascertained.
 - ii. As per Note 44 to the financial statement adjustment entries have not been passed for the unidentified balances of assets and liabilities of Rs.1474.82 Lakhs (net credit) which are transferred by APTRANSCO on demerger, pending review by the Company. The impact, if any, on the accounts is not ascertained.
 - iii. As per Note No 45 Deferred tax asset of Rs.11,501.00Lakhs allocated to the Company on demerger towards employee terminal benefits is not reassessed using the present enacted tax rates at the end of the reporting period since the employee bifurcation between the Company and APTRANSCO is pending which is not in accordance with Ind AS 12 – Income Taxes. The impact on the accounts is not ascertained.
- b) As per Note 50, the balances disclosed in Note 7, Note 10, Note 12 (B), Note 15, Note 16B of the Financial statements, the balances shown under Advance to suppliers, Other receivables from APTRANSCO/DISCOMs/ TSGENCO, Trade Payables, liability towards others and Capital works and Advance from customers are subject to confirmation and reconciliation and consequential adjustments, if any. In the absence of information relating such confirmation/reconciliation, the impact of related adjustment on the accounts could not be ascertainable.
- c) As per Note 4 to the financial statements, Investment in unquoted equity shares of Andhra Pradesh Gas Power Corporation Limited [APGPCL] is measured at cost Rs.1171.31 Lakhs, instead of fair value as required under Ind AS 109 – Financial Instruments. The impact on the accounts was not ascertainable.
- d) As per Note 5 of the financial statements the Company has not made fair value of some of the staff loans/ advances to the extent of Rs.87.44Lakhs as per Ind AS 109 – Financial Instruments. The impact, if any, on adjustments relating to fair value to be made in the accounts was not ascertainable.



- e) As per note 16 to the financial statement the company has not calculated fair value of other financial liabilities non-current Rs.1,44,342.35Lakhs, as per Ind AS 109 – Financial Instruments. Further in respect of classification of security deposits from suppliersRs.1,512.80Lakhs, retention money from suppliersRs.36,274.26 Lakhs and security deposit – operating chargesRs.1,018.32Lakhs into current and non-current portion is not made as per Schedule III to the Companies Act, 2013. The impact, if any, on adjustments relating to fair value to be made in the accounts was not ascertainable.
- f) Refer Note 39 to the financial statements the company has capitalized Lift Irrigation including assets pertaining to deposit contribution works (works pertaining to Consumer i.e. beyond terminal and metering arrangement) where the Company has no control on the assets. The Company is in the process of identification of the assets capitalized under deposit contribution works. The impact on the accounts is not ascertainable.
- g) As per Note 15 to the financial statements the Company has not identified the dues to micro, small and medium enterprises as on balance sheet date as required under Schedule III of the Companies Act, 2013. We are unable to comment on the MSME disclosures made by the Company and impact, if any, on the accounts is not ascertained.
- h) Refer Note 37(x) to the financial statements; the Company has to take a stand on the final recommendations of Expert Committee on the following pending issues between the Company and APTRANSCO, Investment in GVK Power & Infrastructure Limited and Andhra Pradesh Gas Power Corporation Limited as on date of demerger 02.06.2014.
- (i) Treatment for the differences between assets and liabilities apportioned to the company, by APTRANSCO on demerger.
 - (ii) VidyutSoudha Building.
 - (iii) Corporate Training Institute Building.
- The impact on these issues in the financial statement not ascertained.
- i) There are certain unidentified amounts / balances migrated from IFS Accounting Software to SAP accounting software amounting to Rs. 5,270.93Lakhs which needs to be identified and reconciled from the date of migration 31.08.2016. The impact, if any, on the accounts is not ascertained.
- j) As per Note 21 to the financial statements, during the year Company has reversed an amount of Rs.874.00 Lakhs in SLDC Business towards regulatory claim, pertaining to earlier years, allowed by the Hon'ble TSERC by way of addition in tariff. Since this includes amounts pertaining to earlier years we opine that the required disclosures relevant to as per IND AS-8 "Accounting Policies, Changes in Accounting Estimates and Errors" were not carried out by the Company.

Further, in compliance to TSERC Directives of MYT for 4th control Period, Hon'ble TSERC has passed orders on Annual Performance Review for FY 2019-20 against Transmission & SLDC Business separately on Dt: 02.09.2021. The details of Orders are

- (i) True up for Transmission business approved by the Commission is Rs.64.89 crores against Company's claim of Rs.543.55 crores (including Rs.258.56 crores pertaining to 3rd control period) and
- (ii) True up for SLDC business approved by the Commission is Rs.0.04 crores as surplus against Company's claim of Rs.2.01 crores (deficit).

The Company has decided to file a Review Petition against the above orders and hence the orders were kept in abeyance and no entry has been passed in financials for compliance of such order. Further, company has represented that any variations claimed in Annual Performance Review and actuals as per the audited values for the respective year may be claimed/Adjusted in the true-up of the entire control period as per the Tariff Order for the fourth control period from 2019-20 to 2023-24. We are of the opinion that, if the above amount is unapproved in respect of the Review Petition filed by the company against the APR Order of financial year 2019-20, to this extent the revenues and profits for the year are overstated by Rs.478.66 crores.



- k) The Annual Financial Statements for the financial year 2019-20 are yet to be adopted by the Members in the Annual General Meeting.
- l) Refer Note 22 to the financial statements, Other Income Includes unbilled revenue of Rs.5.58 crores [invoice not raised] pertains to earlier years, results in overstatement of Reserves and overstatement of revenue for the year.
- m) Refer Note 22 to the financial statements, Other Income Includes Fines and penalties of Rs.6.97 crores pertains to earlier years, results in overstatement of Reserves and overstatement of revenue for the year.
- n) Refer Note 23, During the year company has incurred an amount of Rs.7.17 Crores towards Corporate Social Responsibility Activities and details of the amounts incurred are mentioned below:

Date	Party	Amount	Particulars
18.03.2021	District Collector, Siddipet	300 Lakhs	RTC Bus Stand, Siddipet
30.03.2021	District Collector, Nagarkurnool	100 Lakhs	Development Activities, Assembly constituency
31.03.2021	District Collector, Suryapet	317 Lakhs	Infra and Development in Rural Areas
	Total	717.00 Lakhs	

The Company has not provided any further information regarding spending/utilisation of such transferred amount with the substantiated bills and approvals.

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matters

We draw attention to the following matters:

- As per note 14.1 of the financial statements, the Long term loans apportioned by APTRANSCO and availed from various banks and financial institutions continue to be in the name of APTRANSCO. Debt service of such loans is met by the Company. Pending modification of charge created with Registrar of Companies, Hyderabad, some of the assets allocated to the Company continue to be charged against the borrowings made by APTRANSCO.
- As per Note 3.6 to the financial statements, the company has adopted Central Electricity Regulatory Commission Depreciation Rates from the Financial Year 2020-21. The company has accounted CERC Depreciation as Rs.85,913.51 Lakhs during the year, whereas depreciation as per Ministry of Power (MoP) Rates works to Rs.1,03,950.75 Lakhs. The reduction in depreciation charged for the year is Rs.18,037.24 Lakhs.

Our opinion is not modified in respect of these matters.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors are responsible for the other information. The other information comprises Director's report but does not include the financial statements and our auditor's report thereon.



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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 (the Act) with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. We are enclosing our report in terms of Section 143(5) of the Act, on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, in the "Annexure-B" on the directions and sub-directions issued by the Controller and Audit General of India.
3. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit except for the matters described in the Basis for Qualified Opinion paragraph above.
 - b. In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
 - d. Except for the effect of matters described in the Basis for Qualified Opinion paragraph, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. Being a Government Company, pursuant to the Notification No. GSR 463 (E) dated 5th June, 2015 issued by Ministry of Corporate Affairs, Government of India; the provisions of sub-section (2) of section 164 (2) of the Companies Act, 2013 are not applicable to the Company.
 - f. With respect to the adequacy of the internal financial controls with reference to standalone 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 financial controls with reference to financial statements.



- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- The Company has disclosed the impact of all pending litigations on its financial position in its financial statements. (Note 33 and 34 to the financial statements).
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

For G S Madhava Rao & Co
Chartered Accountants
ICAI Firm Registration No. 001907S

Manikya Prasad G
Partner
Membership No.020105
UDIN:210201105AAAADT6161
Place: Hyderabad
Date: 12.11.2021.



Annexure-A to the Auditors' Report

The Annexure referred to in our report to the members of the Company for the year ended on 31st March, 2021. We report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) As explained to us that the physical verification of fixed assets is still under progress.
(c) According to the information and explanations given to us, the land includes land apportioned to the Company pursuant to the Andhra Pradesh Reorganisation Act, 2014 along with lands acquired by the Company. It is informed by the management that the details of title deeds of immovable properties are under compilation. In the absence of details and furnishing of the title deeds, we are unable to comment whether the title deeds of immovable properties are held in the name of the Company or not.
- ii. The Company has a regular programme of physical verification of its inventory by which all inventory is verified on a continuous process. According to the information and explanations given to us, the discrepancies noticed on verification between the physical stocks and the book records have been dealt with in the books of accounts. We have not physically verified the inventories during the course of our audit and relied upon the stock verification reports of management.
- iii. The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraph 3(iii)(a) to 3(iii)(c) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 of the Act.
- v. According to the information and explanations given to us, the Company has not accepted deposits from public. Accordingly, paragraph 3(v) of the Order is not applicable.
- vi. We have broadly reviewed the books of accounts maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013 and we are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, value added tax, wealth tax, service tax, customs duty, excise duty, goods and service tax, cess and any other statutory dues as at 31.03.2021 for a period of more than six months from the date they became payable except the following.

Nature of Dues	Amount in Rs.
Property Tax	679.25 Lakhs

(b) According to the information and explanations given to us and records of the Company examined by us, the particulars of income tax, sales tax, value added tax, wealth tax, service tax, customs duty, excise duty, goods and service tax or cess as at 31st March, 2021 which have not been deposited on account of dispute pending, are as under:



ANNUAL ACCOUNTS FY 2020-21

Name of the Statute	Nature of Dues	Amount (Rs.in Lakhs)	Period to which the amount relates	Forum where dispute is pending
APVAT Act, 2005	Entry tax	4,006.95	2002-03 to 2006-07	Supreme Court of India and High Court of Judicature at Hyderabad
Telangana Tax on Entry of Goods into Local Areas Act, 2005	Entry tax	287.92	2014-15	High Court of Judicature at Hyderabad for the State of Telangana
Telangana Tax on Entry of Goods into Local Areas Act, 2001	Entry tax	2,200.70	2015-16	High Court of Judicature at Hyderabad for the State of Telangana
Telangana Tax on Entry of Goods into Local Areas Act, 2001	Entry tax	389.49	2016-17	High Court of Judicature at Hyderabad for the State of Telangana
Telangana Tax on Entry of Goods into Local Areas Act, 2001	Entry tax	4564.26	2017-18	High Court of Judicature at Hyderabad for the State of Telangana
Telangana Tax on Entry of Goods into Local Areas Act, 2001	Entry tax	33.94	Re-assessment 2014-15	High Court of Judicature at Hyderabad for the State of Telangana
Telangana Tax on Entry of Goods into Local Areas Act, 2001	Entry tax	93.04	Re-assessment 2015-16	High Court of Judicature at Hyderabad for the State of Telangana
Telangana Tax on Entry of Goods into Local Areas Act, 2001	Entry tax	768.09	Re-assessment 2016-17	High Court of Judicature at Hyderabad for the State of Telangana
The Income tax Act, 1961	Income Tax	1,679.07	2014-15	Income Tax Appellate Tribunal, Hyderabad. ITAT Order in favour of company
The Income Tax Act, 1961	Income Tax	208.93	2015-16	Income Tax Appellate Tribunal, Hyderabad. ITAT Order in favour of company
The Income tax Act, 1961	Income Tax	2,790.21	2016-17	Income Tax Appellate Tribunal, Hyderabad
The Income tax Act, 1961	Income Tax	1,149.86	2017-18	Commissioner of Income Tax Appeals, Hyderabad
Service Tax	Service Tax	31.42	2014-15	Commissioner of Central Tax, Hyderabad
Service Tax	Service Tax	42.5	2015-16	Commissioner of Central Tax, Hyderabad
Service Tax	Service Tax	54.59	2016-17	Commissioner of Central Tax, Hyderabad
Service Tax	Service Tax	5.4	2017-18	Commissioner of Central Tax, Hyderabad
Service Tax	Service Tax	579.39	2014-15 to 2017-18	Commissioner of Central Tax, Hyderabad



- viii. In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of loans to any financial institutions and banks. However, the Company has defaulted in repayment of Government loans principle to the tune of Rs.14,592.94Lakhs during the year. During the year, the Company has defaulted in repayment of its share of Rs.16,499.00 Lakh towards Vidyut Bonds issued by APTRANSCO (Note 40 to the Financial Statements).
- ix. The Company did not raise any money by way of initial public offer or further public offer during the year. In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which the loan were obtained except a termloan of Rs.30,000Lakhs availed from Power Trading Corporation Limited where the loan was taken for emergency procurement/works for the transmission lines in the nature of Repairs and Maintenance but the amount is transferred temporarily to TSDISCOMS as medium term loans.
- x. To the best of our knowledge and belief and according to the information and explanations given to us, no material fraud on or by the Company was noticed or reported during the year.
- xi. As per Notification No. GSR 463 (E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs, Government of India, and Section 197 is not applicable to the Government Companies. Accordingly, provisions of the clause 3 (xi) of the Order is not applicable to the Company.
- xii. The Company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the Order is not applicable.
- xiii. According to the information and explanation given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanation given to us and based on 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.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3 (xvi) of the Order is not applicable.

For G S Madhava Rao & Co
Chartered Accountants
ICAI Firm Registration No. 001907S

Manikya Prasad G
Partner
Membership No.020105
UDIN:210201105AAAADT6161

Place: Hyderabad
Date: 12.11.2021

**Annexure 'B' to the Independent Auditor's Report**

Replies to the directions and sub-directions issued by the Controller and Audit General of India under Section 143(5) of the Companies Act, 2013.

Sl. No.	Particulars	Auditors' Reply	Impact on Financial Statements
1	Direction		
a)	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	According to the information and explanations given to us, all the accounting transactions of the company are processed through IT System (SAP). Hence, reporting on the financial implications on accounting transactions outside the IT system is not required to be reported.	Nil
b)	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company).	According to the information and explanations given us, there were no instances of restructuring of existing loans or cases of waiver/ write off of debts/ loans/interest etc. by any lender to the Company during the year.	Nil
c)	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from central/ state government or its agencies were properly accounted for/ utilized as per its terms and conditions? List the cases of deviation.	According to the information and explanations given us, the Company has properly accounted and utilised the funds/grants received /receivable from the Central and State Governments for specific schemes as per its terms and conditions. No deviations were noticed.	Nil
2	Sub-directions We were not issued Sub-directions by the C&AG for the year under report.		

For G S Madhava Rao & Co
Chartered Accountants
ICAI Firm Registration No. 001907S

Manikya Prasad G
Partner
Membership No.020105
DIN:210201105AAAADT6161

Place: Hyderabad
Date: 12.11.2021.



Annexure ‘C’ to the Independent Auditor’s Report**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of **Transmission Corporation of Telangana Limited** (“the Company”) as of March 31, 2021 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 over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that

(1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;



(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, 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 over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For G S Madhava Rao & Co

Chartered Accountants

ICAI Firm Registration No. 001907S

Manikya Prasad G

Partner

Membership No.020105

UDIN:210201105AAAADT6161

Place: Hyderabad

Date:12.11.2021.

ANNUAL ACCOUNTS FY 2020-21



TRANSMISSION CORPORATION OF TELANGANA LIMITED BALANCE SHEET AS AT 31st MARCH 2021

(In Lakhs)

Particulars	Notes	As at 31 March 2021	As at 31 March 2020
ASSETS			
Non-Current Assets			
Property, plant and equipment	3A	1,273,970.83	1,222,880.71
Capital work in progress	3B	371,652.64	316,696.31
Intangible assets	3C	531.46	696.28
Financial assets			
Investments	4	37,010.63	37,015.90
Loans	5A	99,602.31	99,430.19
Others	12A	59,954.86	78,440.86
Provisions	6A	3,270.15	1,632.49
Other non-current assets	7A	5,201.80	4,940.56
Total non-current assets		1,851,194.68	1,761,733.30
Current assets			
Inventories	9	14,556.23	16,477.91
Financial assets			
Trade receivables	10	144,913.27	90,160.09
Cash and cash equivalents	11	13,957.66	5,610.41
Loans	5B	39,896.82	80,847.40
Others	12B	92,263.40	50,150.51
Provisions	6B	275.02	328.16
Current tax assets (net)	8	7,284.56	5,789.18
Other current assets	7B	1,793.13	1,704.00
Total current assets		314,940.09	251,067.66
Total assets		2,166,134.77	2,012,800.96
EQUITY AND LIABILITIES			
Equity			
Equity share capital	13A	5.00	5.00
Other equity	13B	165,376.43	137,999.13
Total equity		165,381.43	138,004.13
Reorganisation resultant reserve	38	46,341.45	46,341.45
Liabilities			
Non-current liabilities			
Financial liabilities			
Borrowings	14A	918,664.28	822,362.62
Other financial liabilities	16A	144,342.35	177,114.11
Provisions	17A	72,297.44	69,221.93
Deferred consumer contributions towards property, plant and equipment	18	321,374.77	263,428.65
Deferred tax liabilities (net)	19	44,675.79	40,495.84
Other non-current liabilities	20A	170,671.72	216,169.38
Total non-current liabilities		1,672,026.35	1,588,792.53
Current liabilities			
Financial liabilities			
Borrowings	14B	34,466.02	80,425.02
Trade payables			
Due to Micro, Small & Medium Enterprises	15	-	-
Others	15	5,843.29	7,879.58
Other financial liabilities	16B	206,078.85	119,317.24
Other current liabilities	20B	4,305.59	4,215.96
Provisions	17B	2,871.96	3,332.57
Deferred consumer contributions towards property, plant and equipment	18	28,819.83	24,492.49
Total current liabilities		282,385.54	239,662.86
Total liabilities		2,000,753.34	1,874,796.84
Total equity and liabilities		2,166,134.77	2,012,800.96

See accompanying notes forming part of the financial statements.

In terms of our report attached
for G.S.Madhava Rao & Co.,
Chartered Accountants (Firm Regn. No.001907S)

Sd/-

Manikya Prasad G
Partner
Membership No.020105

Place: **Hyderabad**
Date : 25th September, 2021

For and on behalf of the Board of
Transmission Corporation of Telangana Limited

Sd/-

C.Srinivasa Rao
Joint Managing Director
(Finance, Comml., & HRD) and
Chairman & Managing Director (FAC)
DIN No.00196179

Sd/-
G.Srinivas
FA&CCA (Accounts) & CFO

Sd/-

T. Jagath Reddy,
Director (Transmission)
DIN No.07050306

Sd/-
Ravi Kumar Suluva
Company Secretary



ANNUAL ACCOUNTS FY 2020-21

TRANSMISSION CORPORATION OF TELANGANA LIMITED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2021

(In Lakhs)

Particulars	Notes	For the year ended 31st March 2021	For the year ended 31st March 2020
REVENUE			
Revenue from operations	21	277,526.04	275,009.70
Other income	22	11,617.65	12,867.86
Total Revenue		289,143.69	287,877.56
EXPENDITURE			
Employee benefit expense	23	63,925.69	47,153.25
Finance costs	24	84,021.68	70,230.03
Depreciation and amortisation expense	25	85,913.51	92,149.54
Other expenses	26	9,175.41	14,502.97
Total Expenditure		243,036.30	224,035.79
Profit/(loss) before exceptional items and tax		46,107.40	63,841.77
Profit/(loss) before tax		46,107.40	63,841.77
Tax expense	27		
(i) Current tax (net of MAT credit entitlement)		-	5,487.96
(ii) Earlier year tax		(5,019.48)	(88.63)
(ii) Deferred tax		17,391.87	6,901.84
Profit/(loss) for the year		33,735.00	51,540.60
Other comprehensive income			
Other comprehensive income to be reclassified to profit or loss in subsequent periods		-	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods			
Re-measurement (losses)/gains on employee defined benefit plans		(6,357.71)	(25,627.58)
Income tax effect		-	-
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods		(6,357.71)	(25,627.58)
Total other comprehensive income for the year, net of tax		(6,357.71)	(25,627.58)
Total comprehensive income for the year		27,377.29	25,913.02
Earnings per equity share - par value of Rs.10/- per share			
Basic	36	54,754.59	51,826.04
Diluted	36	54,754.59	51,826.04

See accompanying notes forming part of the financial statements.

In terms of our report attached
for G.S.Madhava Rao & Co.,
Chartered Accountants (Firm Regn. No.001907S)

Sd/-

Manikya Prasad G
Partner
Membership No.020105

Place: Hyderabad
Date : 25th September, 2021

For and on behalf of the Board of
Transmission Corporation of Telangana Limited

Sd/-

C.Srinivasa Rao
Joint Managing Director
(Finance, Comm., & HRD) and
Chairman & Managing Director (FAC)
DIN No.00196179

Sd/-

G.Srinivas
FA&CCA (Accounts) & CFO

Sd/-

T. Jagath Reddy,
Director (Transmission)
DIN No.07050306

Sd/-

Ravi Kumar Suluva
Company Secretary

ANNUAL ACCOUNTS FY 2020-21



TRANSMISSION CORPORATION OF TELANGANA LIMITED STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 31st MARCH 2021

(Rs. in lakh)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Cashflows from operating activities		
Profit before tax	46,107.40	63,841.77
Adjustments for		
Depreciation and amortisation expense	85,913.51	92,149.54
Income from investments	(888.45)	(933.84)
Income from investments against contingency reserve	(520.36)	(507.19)
Loss/(Gain) on fair valuation of investments	5.28	145.37
Amortisation of staff loans and advances (net of prepaid)	(16.42)	(35.78)
Amortisation of deferred consumer contributions	(28,819.83)	(24,492.49)
Interest on term loans from banks	94.57	751.57
Interest on term loans from financial institutions and others	94,244.43	78,358.40
Profit on sale of property plant and equipment	-	-
Provision towards material cost variance	(1,043.79)	20.09
Change in operating assets and liabilities		
(Increase)/Decrease in trade receivables	(54,753.18)	(44,782.70)
(Increase)/Decrease in inventories	2,965.47	(1,662.57)
(Increase)/Decrease in other assets	(5,046.52)	(9,460.08)
(Increase)/Decrease in loans	40,794.89	9,539.83
(Increase)/Decrease other financial assets	(20,990.40)	(59,221.76)
Increase/(Decrease) in other financial liabilities	(4,813.83)	(32,917.04)
Increase/(Decrease) in other liabilities	(45,408.03)	(20,798.77)
Increase/(Decrease) in trade payables	(2,036.29)	653.00
Increase/(Decrease) in provisions	(5,327.33)	(9,466.33)
Cash generated from operations	100,461.12	41,181.02
Income taxes paid	5,085.00	244.40
Net cash from operating activities	95,376.12	40,936.62
Cashflows from investing activities		
Purchase of property, plant and equipment and	(177,397.72)	(216,569.88)
Increase/(Decrease) in capital work in progress		
Interest income from investments	881.08	1,088.98
Net cash used in investing activities	(176,516.64)	(215,480.90)
Cashflows from financing activities		
Proceeds from/(repayment of) borrowings	89,488.09	123,996.51
Deferred grants received	91,093.30	117,104.13
Interest paid on borrowings	(91,093.62)	(72,038.36)
Net cash used in financing activities	89,487.76	169,062.28
Net increase/(decrease) in cash and cash equivalents	8,347.25	(5,482.01)
Cash and cash equivalents at the beginning of the year	5610.41	11092.42
Cash and cash equivalents at the end of the year	13957.66	5610.41
Reconciliation of cash and cash equivalents as per the cashflow statement		
Cash in hand	0.12	0.07
Balances with scheduled banks		
- Current accounts	12,426.84	1,664.74
- Deposit accounts	1,530.70	3,945.60
Total	13957.66	5610.41

See accompanying notes forming part of the financial statements.

In terms of our report attached
for **G.S.Madhava Rao & Co.,**
Chartered Accountants (Firm Regn. No.001907S)

For and on behalf of the Board of
Transmission Corporation of Telangana Limited

Manikya Prasad G
Partner
Membership No.020105

C.Srinivasa Rao
Joint Managing Director
(Finance, Comm., & HRD) and
Chairman & Managing Director (FAC)
DIN No.00196179

T. Jagath Reddy,
Director (Transmission)
DIN No.07050306

Place: **Hyderabad**
Date : 25th September, 2021

G.Srinivas
FA&CCA (Accounts) & CFO

Ravi Kumar Suluva
Company Secretary



ANNUAL ACCOUNTS FY 2020-21

TRANSMISSION CORPORATION OF TELANGANA LIMITED STATEMENT OF CHANGES IN EQUITY AS AT 31st MARCH 2021

(Rs. in lakh)

A. Equity share capital

Particulars	Amount
As at 1st April, 2020	5.00
Change in equity share capital during the year	-
As at 31st March 2021	5.00

B. Other equity

Particulars	Reserves and Surplus					Total
	Capital Reserve	Contingency Reserve	Restructuring Reserve	Retained Earnings	Other comprehensive income	
As at 1st April 2020	459.59	4568.99	13885.63	144712.51	(25,627.58)	137999.14
Amount added during the year	-	338.53	-	33735.00	(6,357.71)	27715.82
Amount deducted during the year	-	-	-	(338.53)	-	(338.53)
As at 31st March 2021	459.59	4907.52	13885.63	178108.98	(31,985.29)	165376.44

See accompanying notes forming part of the financial statements.

In terms of our report attached
for **G.S.Madhava Rao & Co.,**
Chartered Accountants (Firm Regn. No.001907S)

For and on behalf of the Board of
Transmission Corporation of Telangana Limited

Manikya Prasad G
Partner
Membership No.020105

C.Srinivasa Rao
Joint Managing Director
(Finance, Comm., & HRD) and
Chairman & Managing Director (FAC)
DIN No.00196179

T. Jagath Reddy,
Director (Transmission)
DIN No.07050306

Place: **Hyderabad**
Date : 25th September, 2021

G.Srinivas
FA&CCA(Accounts) & CFO

Ravi Kumar Suluva
Company Secretary



1 Profile of the Company and Significant Accounting policies

1.1. Corporate information

Transmission Corporation of Telangana Limited (TSTRANSCO) was incorporated on 29th May, 2014 under the Companies Act, 2013 by the then Government of Andhra Pradesh with the principal objective of succeeding to the demerged undertaking of the power transmission business in the State of Telangana from the erstwhile Transmission Corporation of Andhra Pradesh Limited (APTRANSCO) pursuant to the provisions of The Andhra Pradesh Reorganisation Act, 2014 and with the objectives as set out in the Objects Clause of the Memorandum of Association of the Company.

2 Basis of preparation

2.1. Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013, (the Act) and other relevant provisions of the Act besides the pronouncements/guidelines of the Institute of Chartered Accountants of India and the provisions of the Electricity (Supply) Act, 2003 and the rules made there under.

The financial statements have been prepared on accrual basis in accordance with the Schedule-III of the Companies Act, 2013 to the extent applicable, except for the directions of the Ministry of Power with regard to the computation of depreciation as stated in the Accounting Policy on Depreciation till FY 2019-20. However from FY 2020-21, the depreciation has been calculated as per the guidelines specified by Central Electricity Regulatory Commission. The balances of various assets and liabilities are taken over as at 2nd June, 2014 from APTRANSCO as per Section 53 of the Andhra Pradesh Reorganisation Act, 2014 applicable to the corporations mentioned in the Schedule IX of Andhra Pradesh.

2.2. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakh, (except the shares data which is given in numbers) unless otherwise stated.

2.3. Basis of measurement

The financial statements have been prepared on accrual basis following historical cost convention except for the following items:

Items	Measurement basis
1. Investments: #	
Quoted Equity Shares of GVK Power & Infrastructure Limited	Fair Value
2. Net defined benefit (asset)/ liability	Present value of defined benefit obligations

Note: Indian Accounting Standards (Ind AS) have not been applied to the Investments in unquoted equity shares of APGPCL, hence the value of such investments are carried at historical cost only. Even though it is a deviation from the application of mandatory Ind AS, it may not materially affect the financials of the Corporation.

2.4. Use of estimates and judgements

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, and disclosures as on the date of the financial statements and the reported amounts of the revenue and expenses for the years presented. The estimates and associated assumptions are based on the historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates under different assumptions and conditions. The estimates and underlying assumptions are reviewed on an ongoing basis, revisions to accounting estimates are recognised in the period in which estimate is revised. If the revisions affect only that period, or in the period of the revision and future periods if the revision affects both the current and future periods.

**Critical judgment:**

In the process of applying company's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognised in the financial statements.

Discount rates used to determine the carrying amounts of the Company's define benefit obligations:

In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in Indian currency for estimation of post-employment benefit obligation.

Contingencies and commitments:

In the normal course of business, contingent liabilities may arise from litigations and other claims against the company. Where the potential liabilities have a low probability of crystallizing or are very difficult to quantify reliably, the same have been treated as contingent liabilities. Such liabilities are disclosed in the notes but not provided for in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings, we do not expect them to have materially adverse impact on the Company's financial position or profitability.

Allowance for doubtful debts:

The company makes allowance for doubtful debts based on the assessment of the recoverability of the receivables. The identification of the doubtful debts requires use of judgments and estimates. When the expectation is different from the original estimate, such difference will impact the carrying value of the receivables and doubtful debt expenses in the period in which such estimates has been made. The major part of the company's receivables are from rate regulated industries, it does not expect any difficulty in recovery of the same.

Allowance for inventories:

The Management reviews the inventory age listing on periodic basis. The review involves comparison of carrying value of the aged inventory items with the respective net realizable value. The purpose is to ascertain whether an allowance is required to be made in the financial statements for any obsolete and slow moving items. The management is satisfied that adequate allowance of obsolete and slow moving inventories has made in the financial statements.

2.5. Measurement of fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (Unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in the following notes: '-
Note 2.6 (a) - financial instruments.



2.6. Significant Accounting Policies

(a) Financial instruments

Non-derivative financial instruments

All financial instruments are recognized initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets. Purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trade) are recognized on trade date. While, loans and borrowings and payables are recognized net of directly attributable transactions costs.

For the purpose of subsequent measurement, financial instruments of the Company are classified in the following categories: non-derivative financial assets at amortized cost; non derivative financial liabilities at amortized cost.

The classification of financial instruments depends on the objective of the business model for which it is held. Management determines the classification of its financial instruments at initial recognition

Non- derivative financial assets

Financial assets are initially measured at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss.

The company's financial assets include security deposits, cash and cash equivalents, employee and other advances, trade receivables and eligible current and non-current assets.

Non-derivative financial liabilities

Financial liabilities at amortized cost are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest method.

The company has the following financial liabilities: loans and borrowings, trade and other payables including deposits collected from various parties.

Offsetting

Financial assets and liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

(b) Property, plant and equipment

(i) Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.



Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net within other income in the statement of profit and loss.

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

(ii) Subsequent expenditure

The cost of replacing a part of an item of property, plant and equipment is recognised 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 derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of profit and loss as incurred.

(iii) Depreciation

Depreciation is provided on straight line method with the rates notified by the Ministry of Power, Government of India through Gazettee Notifications from time to time from the date of asset put to use upto FY 2019-20. However, from FY 2020-21, depreciation is being calculated as per the guidelines specified by Central Electricity Regulatory Commission.. The Company is charging depreciation up to 90% of cost of the Property, Plant and Equipment. Accordingly, useful life of the assets have been considered as follows

Asset Block	Life (Yrs)
I BUILDINGS & CIVIL WORKS	50
II PLANT AND MACHINERY	
(i) PTR's, SGE, LA's and MRT equipment	25
(ii) AC's, Metering and Telecom Equipment	15
III LINES AND EQUIPMENT	
(i) Lines, towers, condensers, cables & allied items	35
(ii) Cable Duct Support	50
(iii) Other lines on steel or rcc supports	25
IV VEHICLES	10
V OFFICE FURNITURE	15
VI OFFICE EQUIPMENTS	15
VII Computers & Intangible Assets	7

(c) Intangible assets and amortization

Intangible assets acquired separately are measured on initial recognition cost and are amortized on straight line method based on the estimated useful life. The intangible assets are fully amortized over a period of 7 years.

(d) Inventories

Inventories are valued at cost or net realizable value which is lower at weighted average cost.

(e) Impairment of assets

i. Impairment of financial instruments

The Company recognises loss allowances for expected credit losses on financial assets measured at amortised cost.

At each reporting date, the Company assesses whether financial assets carried at amortised cost are credit impaired. A financial asset is credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. The Company measures loss allowances as per the guidance given in Ind AS 109.

Measurement of expected credit losses

Expected credit losses are a probability weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Company in accordance with the contract and the cash flows that the Company expect to receive).

Presentation of allowance for expected credit losses in the balance sheet

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.



Write-off

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

ii. Impairment of non-financial assets

The Company's non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

The recoverable amount of a CGU (or an individual asset) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, 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 CGU (or the asset).

The Company's corporate assets (e.g., central office building for providing support to various CGUs) do not generate independent cash inflows. To determine impairment of a corporate asset, recoverable amount is determined for the CGUs to which the corporate asset belongs.

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. Impairment loss recognised in respect of a CGU is allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets of the CGU (or group of CGUs) on a pro rata basis.

(f) Employee benefits

i) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid e.g., under short-term 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 amount of 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 a separate entity and will have no legal or constructive obligation to pay further amounts. The Company makes specified monthly contributions towards Government administered provident fund scheme. Obligations for contributions to defined contribution plans are recognised as an employee benefit expense in profit or loss in the periods during which the related services are rendered by employees.

Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

iii) Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods discounting that amount.



The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan ('the asset ceiling'). In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements.

Re-measurements of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised in OCI. The Company determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

'Pension and Gratuity': The Company provides for Pension and Gratuity, a defined benefit retirement plan covering eligible employees recruited before 01.02.1999. The Pension and Gratuity Plan provides a lump-sum payment to vested employees on retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Corporation. Liabilities with regard to the Pension and Gratuity Plan are determined by actuarial valuation at each Balance sheet date using the projected unit credit method. The company contributes towards liabilities as per actuarial valuation to the TS Transco Pension and Gratuity Trust.

'Gratuity': The Company provides for gratuity, a defined benefit retirement plan covering eligible employees who have been recruited on or after 01.02.1999. The Gratuity Plan provides a lump-sum payment to vested employees on retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Corporation. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation at each Balance sheet date using the projected unit credit method. The company contributes towards liabilities as per actuarial valuation to the TS Transco Gratuity Trust. The Company has adopted Actuarial Valuation reports for the first time towards Gratuity Liability in respect of Artisans.

Trustees administer contributions made to the Trusts for above plans and contributions are invested in specific investments as permitted by the law.

The Company recognizes the net obligation of the 'Gratuity Plan' and 'Pension and Gratuity Plan' in the Balance Sheet as an asset or liability, respectively in accordance with Ind AS 19 - "Employee Benefits".

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the Statement of Profit and Loss in the period in which they arise.

Earned Leave Encashment: The employees of the Company are entitled to earned leave which are both accumulating and non-accumulating in nature. The expected cost of accumulating earned leave is determined by actuarial valuation based on the additional amount expected to be paid as a result of the unused entitlement that has accumulated at the Balance Sheet date.

(i) For employees appointed before 01.02.1999: The Company provides for Pension and Gratuity, a defined retirement benefit plan in respect of employees appointed before 01.02.1999. The Pension and Gratuity Plan provides a lump-sum payment to the vested employees on retirement, death, incapacitation or termination of employment with an amount based on the respective employee's salary and the tenure of employment with the Company.



(ii) For employees appointed on/after 01.02.1999: The Company provides for gratuity, a defined retirement benefit plan in respect of employees appointed on or after 01.02.1999. The Gratuity Plan provides a lump-sum payment to the vested employees on retirement, death, incapacitation or termination of employment, with an amount based on the respective employee's salary and the tenure of employment with the Company.

(iii) Earned Leave Encashment: The employees of the Company are entitled to Earned leave which are both accumulating and non-accumulating in nature. The expected cost of accumulating earned leave is determined by actuarial valuation based on the additional amount expected to be paid as a result of the unused entitlement that has accumulated at the Balance Sheet date.

The Trustees of the respective trusts will administer the contributions made to the Trusts towards the above plans and contributions are invested as per the investments specified by the Govt. of India. The Company recognizes the net obligation to the 'Pension & Gratuity Plan', 'Gratuity Plan' and 'Earned Leave Encashment' in the Balance Sheet as an asset or liability respectively in accordance with Ind AS 19.

(g) Contribution towards Property, plant and equipment

(i) Lift Irrigation Schemes: Contributions received from the State Government towards execution of Lift Irrigation Schemes are taken to "Consumer's Contribution Account" from "Deposit Contribution Works Account" upon satisfaction of conditions attached to the Contributions. Subsequently, the same is being taken to Statement of Profit and Loss in the proportion of depreciation charged on the assets acquired/constructed out of the amount of deposit contributions.

(ii) Other than Lift Irrigation Schemes: Contributions received from various other agencies are taken to "Consumer's Contribution Account" from "Deposit Contribution Works Account" upon satisfaction of conditions attached to the Contributions. These contributions are amortized over a period of 15 years in the absence of identification of particular Property, Plant & Equipment.

(iii) Development Charges and Grants towards cost of capital assets: The Development charges and Grants towards cost of capital assets (including Lift Irrigation Schemes) collected are being amortized over a period of 15 years in the absence of identification particular Property, plant and equipment.

(h) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Amount disclosed as revenue is net of amounts collected on behalf of third parties.

The Company recognizes revenue when the significant risks and rewards of the ownership have been transferred to the customer, amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Company's activities as described below.

The Company has evaluated the applicability of "Ind AS115 - Revenue from Contract with Customers" and there is no impact on the financial statements.

(i) Rendering of services : Revenue is recognised when the outcome of the services rendered can be estimated reliably. Revenue is recognised in the period when the service is performed by reference to the contract stage of completion at the reporting date.

(ii) Other Income :

a) Interest on bank deposits is recognised on the effective interest rate (EIR method) using the underlying interest rates. Dividend income is recognised when the unconditional right to receive the payment is established.

b) Fines and penalties levied on suppliers/contractors for delay in executing the works are initially recognized as liability and upon settlement of final bill, the amount is recognized to income.

**(i) Leases***As a lessee*

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

(j) Income-tax

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

i) Current tax

Current tax comprises the expected tax payable on the taxable income or book profit for the current year and any adjustment to such tax payable for the previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

ii) Deferred tax

Deferred income tax is recognised using the balance sheet approach. Deferred income tax asset are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. Deferred income tax liabilities are recognised for all taxable temporary differences.

(k) Segment reporting

Operating segments are identified in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). As the transmission of power is considered as only one reportable segment, no separate financial disclosure has been provided for the segment reporting.

(l) Earnings per share

The basic earnings per share ("EPS") for the year is computed by dividing the net profit/ (loss) after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The Company has no potentially dilutive equity shares.

(m) Provisions

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost. Expected future operating losses are not provided for.

(n) Borrowing cost

Borrowing costs are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs) incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalized as part of the cost of that asset. Other borrowing costs are recognised as an expense in the period in which they are incurred.

ANNUAL ACCOUNTS FY 2020-21



(Rs. in lakh)

3. Property, Plant and Equipment

Particulars	Land	Buildings	Other Civil Works	Plant and Equipment	Lines and Cable Network	Vehicles	Furniture and Fixtures	Office Equipment	Total (A)	Intangible Assets (Computer Software) Total (C)
Gross carrying amount										
Balance at 1st April 2020	5173.81	42555.11	32964.34	563178.40	865516.76	148.10	1162.57	5469.12	1516168.21	1256.98
Additions (net) during the year	108.85	9,591.98	3040.03	62495.38	58520.85	5.38	283.68	159.27	134205.44	32.06
Balance at 31st March 2021	5282.65	52147.10	36004.37	625673.78	924037.61	153.48	1446.27	5628.39	1650373.65	1289.04
Accumulated depreciation/ amortization										
Balance at 1st April 2020	-	2,877.95	1,317.75	144,579.31	142,165.83	97.51	289.70	1,959.45	293287.51	560.69
Depreciation for the year		1895.09	1169.54	30773.92	48712.94	0.77	92.47	470.57	83115.30	196.88
Balance at 31st March 2021	-	4773.04	2487.29	175353.23	190878.77	98.29	382.17	2430.03	376402.82	757.58
Net carrying amount	5282.65	47374.05	33517.08	450320.55	733158.84	55.20	1064.10	3198.36	1273970.83	531.46
Gross carrying amount										
Balance at 1st April 2019	5152.49	24996.55	15573.43	501665.09	693460.86	137.67	795.87	4657.80	1246439.76	1115.84
Additions (net) during the year	21.32	17558.56	17390.91	61513.31	172055.90	10.43	366.70	811.32	269728.45	141.14
Balance at 31st March 2020	5173.81	42555.11	32964.34	563178.40	865516.76	148.10	1162.57	5469.12	1516168.21	1256.98
Accumulated depreciation/ amortization										
Balance at 1st April 2019	-	1,556.66	442.03	102,933.52	97,789.03	94.14	137.22	1,341.77	204,294.37	392.46
Depreciation for the year		1,321.29	875.72	41,645.79	44,376.80	3.37	152.48	617.68	88,993.13	168.23
Balance at 31st March 2020	-	2,877.95	1,317.75	144,579.31	142,165.83	97.51	289.70	1,959.45	293,287.51	560.69
Net carrying amount	5173.81	39677.16	31646.59	418599.10	723350.93	50.59	872.87	3509.67	1222880.71	696.28
B. Capital work in progress:										
As at 31st March 2021										371652.64
As at 31st March 2020										316696.31

3.1. The Company has capitalised interest of Rs.17940.16 lakh (Previous Year Rs.19513.16 lakh) towards interest cost upto the date of completion of assets/projects.

3.2. The lands apportioned to the Company as per demerger plan which are acquired with effect from 01.04.2000 from the State Government/ individuals were on payment of cash through Revenue Department and got registered in the name of the Company. The registered documents are available with the territorial administrative offices i.e, Circle Offices concerned. The sub-stations which were erected in the consumers/clients premises are in the possession of the company are vested through Transfer Scheme upto 31st January 1999 and for the subsequent acquisitions of land which are in possession, the execution of documents in the name of the Company are in process. The value of land received by way of gift subsequent to 01.04.2000 are in the process of ascertainment and to be taken into the books.

3.3 In respect of property, plant and equipment apportioned to the Company pursuant to A.P.Reorganisation Act, 2014 with effective from 2nd June 2014, the carrying amounts of such assets in the books of APTRANSCO as at the end of office hours on 1st June, 2014 have been adopted as cost of additions. In respect of assets acquired by the Company, the cost acquisition, installation and other expenses to make the assets ready for their intended use have been adopted as the cost of additions/acquisition.

3.4. Registration of transfer of title in immovable and movable properties apportioned to the Company is pending as at balance sheet date.

3.5. During the year, the Company has not identified any impaired property, plant and equipment as per Ind AS 36.

3.6 During the year company has adopted CERC Depreciation Rates in compliance to Hon'ble TSERC Directives and C&AG comment. The company has accounted CERC Depreciation as Rs. 85913.51 lakhs whereas depreciation as per Ministry of Power (MoP) Rates arrived at Rs.103950.75 lakhs. The variation due to change of depreciation rates is Rs.18037.24 lakhs.



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

4. Investments

Particulars	31st March 2021	31st March 2020
Non-Current Investments		
<i>Unquoted debt securities</i>		
Redeemable bonds measured at amortized cost		
Investment in redeemable bonds		
10% APCPDCL Power Bonds - Series 3/2014	17,825.00	17,825.00
10% APNPDCL Power Bonds - Series 3/2014	6,142.00	6,142.00
9.95% APCPDCL Power Bonds - Series 1/2014	8,336.00	8,336.00
Investment against contingency reserve fund	3,483.02	3,483.02
<i>Quoted equity shares</i>		
Equity shares at FVTPL		
26,38,344 (26,38,344) equity shares of GVK Power & Infrastructure Limited	53.29	58.57
<i>Unquoted equity shares</i>		
Equity shares at cost		
65,68,101 (65,68,101) equity shares of Andhra Pradesh Gas Power Corporation Limited	1,171.31	1,171.31
Total	37,010.63	37,015.90
Aggregate amount of quoted investments	351.78	351.78
Aggregate market value of quoted investments	53.29	58.57
Aggregate amount of unquoted investments	36957.33	36957.33

Investment in Andhra Pradesh Gas Power Corporation Limited are not carried at fair value .

5. Loans

A. Non-Current

Particulars	31st March 2021	31st March 2020
Secured, Considered good		
Loans and advances to Staff	653.15	831.78
Unsecured, Considered good		
Loans and advances to Staff	494.18	500.47
Inter Corporate Deposits to DISCOMs	98,454.98	98,097.94
Total	99,602.31	99,430.19

The company has not made fair value of some of the staff loans/advances amounting to Rs.87.44lakh (114.69 lakh) which are under reconciliation.

B. Current

Particulars	31st March 2021	31st March 2020
Unsecured, Considered good		
Loans and advances to Staff	430.79	422.39
Loans to TSDISCOMs	39,466.02	80,425.02
Total	39,896.82	80,847.40

6. Provisions

A. Non-current

Particulars	31st March 2021	31st March 2020
Provision for employee benefits		
Gratuity	3,270.15	1,632.49
Total	3,270.15	1,632.49

B. Current

Particulars	31st March 2021	31st March 2020
Provision for employee benefits		
Gratuity	275.02	328.16
Pension & Gratuity	-	-
Total	275.02	328.16



(Rs. in lakh)

7. Other Assets**A. Non-Current**

Particulars	31st March 2021	31st March 2020
Advance to suppliers towards capital assets	1,709.64	1,802.95
Deposits with others	3,164.77	2,805.42
Prepaid employee cost	327.39	332.20
Total	5,201.80	4,940.56

B. Current

Particulars	31st March 2021	31st March 2020
Other claims and receivables	326.63	229.03
Amount receivable from others		
Advance for O&M supplies/works	23.38	29.21
Prepaid expenses	4.48	4.53
Prepaid employee cost	32.87	35.47
Income tax paid under protest	1,405.77	1,405.77
Total	1,793.13	1,704.00

8. Current tax assets (net)

Particulars	31st March 2021	31st March 2020
Advance income tax/deduction at source (net of provision for income tax)	7,284.56	5,789.18
Total	7,284.56	5,789.18

9. Inventories

Particulars	31st March 2021	31st March 2020
Operation and maintenance stores and spares	14,689.46	17,653.66
Materials stock excess/shortage pending investigation (net)	(17.81)	(16.54)
Provision for obsolete, non-moving and unserviceable inventory	(115.42)	(1,159.21)
Total	14,556.23	16,477.91

9.1. The above inventories are held for operation and maintenance purposes and hence, not compared with net realisable value.

10. Trade Receivables

Particulars	31st March 2021	31st March 2020
Unsecured, considered good	144,913.27	90,160.09
Total	144,913.27	90,160.09

10.1. The above include Rs.11375.95 lakh receivable from APTRANSCO. FA&CCA/TSPCC on behalf of TSDISCOMs has informed that the dues payable by TSDISCOMs to APTRANSCO upto 02.06.2014 were already paid to APTRANSCO. Since, these dues were allocated to the Company consequent to demerger, the Company has accounted the same as receivable from APTRANSCO. The Company has not estimated any provision in this regard, pending final settlement of demerger balances.

11. Cash and cash equivalents

Particulars	31st March 2021	31st March 2020
Cash in hand	0.12	0.07
Bank balances		
Balances in current accounts	12,426.84	1,664.74
Term deposits - Corporate Liquid Term Deposits	1,530.70	3,945.60
Total	13,957.66	5,610.41

11.1. Balances in current accounts include an amount of Rs.11.29 lakh allocated to the Company consequent to demerger of APTRANSCO. The details are not furnished and is pending review.



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

12. Financial assets - others

A. Non-current

Particulars	31st March 2021	31st March 2020
Receivable from Govt. of Telangana towards vidyut bonds liability	-	22,401.19
Receivable towards pass through gains on variation as per Tariff Order	59,954.86	56,039.67
Total	59,954.86	78,440.86

B. Current

Particulars	31st March 2021	31st March 2020
Amount receivable from Govt. of Telangana towards vidyut bonds liability	43,757.58	17,922.39
Amount receivable from Govt. of Telangana - others	69.23	67.21
Amount receivable from Govt. of India - PSDF Grant	466.19	708.66
Receivable from APTRANSCO	35,862.99	20,120.01
Receivable from APDISCOMs	261.41	261.41
Receivable from TSDISCOMs	5,122.55	5,660.32
Receivable from TSGENCO	927.48	851.45
Interest accrued and due	0.20	0.20
Interest accrued but not due	119.21	111.84
Amount recoverable from employees/ex-employees	148.89	164.25
Other receivables	5,527.67	4,282.77
Total	92,263.40	50,150.51

13A. Equity share capital

Particulars	31st March 2021	31st March 2020
Authorised Share Capital		
15000,00,000 (15000,00,000) shares of Rs.10/- each	150,000.00	150,000.00
Issued, Subscribed and paid up share capital		
50,000 (50,000) shares of Rs.10/- each	5.00	5.00
Total	5.00	5.00

(i) Movement in share capital

Particulars	Number of Shares	Number of Shares
As at 31st March 2020	50,000	50,000
Issue of shares during the year	-	-
As at 31st March 2021	50,000	50,000

Terms and rights attached to equity shares

The Company has only one class of equity shares having par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. 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 shareholders.

(ii) Details of shareholders holding more than 5% shares in the Company

Name of the Shareholder	31st March 2021	31st March 2020
Government of Telangana	50,000 No. of Shares	50,000 No. of Shares
	100%	100%

As per the records of the Company including its register of shareholders and other declarations received from shareholders regarding beneficial interest the above shareholding represents both legal and beneficial interest.



(Rs. in lakh)

13B. Other equity

Particulars	31st March 2021	31st March 2020
Capital reserve	459.59	459.59
Contingency reserve	4,907.51	4,568.98
Restructuring reserve	13,885.63	13,885.63
Retained earnings	178,108.98	144,712.51
Other comprehensive income	(31,985.29)	(25,627.58)
Total	165,376.43	137,999.13

i) Capital reserve

Particulars	31st March 2021	31st March 2020
Opening balance	459.59	459.59
Add: Additions during the year	-	-
Less : Deductions during the year	-	-
Closing Balance	459.59	459.59

This reserve represents amount received on account of demerger of AP TRANSCO.

ii) Contingency reserve

Particulars	31st March 2021	31st March 2020
Opening Balance	4,568.98	4,239.02
Add: Additions during the year	338.53	329.96
Less : Deductions during the year	-	-
Closing balance	4,907.51	4,568.98

As directed by the State Electricity Regulatory Commission through Tariff Orders from time to time, the funds relating to Contingency Reserve were invested in various securities/bonds etc. by APTRANSCO. The funds are not at the disposal of the Company and as such the interest earned is being credited (net of tax) to Contingency Reserve. As per the demerger plan of APTRANSCO, the investments made against Contingency Reserve by APTRANSCO as on 02nd June 2014 were bifurcated between APTRANSCO and the Company. Pending finalisation of demerger plan, the entire investments are in the name of APTRANSCO. However, the interest portion pertaining to investments allocated to the Company has been accounted and transferred (net of tax) to Contingency Reserve.

iii) Restructuring reserve

Particulars	31st March 2021	31st March 2020
Opening balance	13,885.63	13,885.63
Add: Additions during the year	-	-
Less : Deductions during the year	-	-
Closing balance	13,885.63	13,885.63

This reserve represents amount received on account of demerger of AP TRANSCO.

iv) Retained earnings

Particulars	31st March 2021	31st March 2020
Opening balance	144,712.51	93,501.87
Add: Profit/(loss) for the year	33,735.00	51,540.60
Less: Appropriation to contingency reserve	(338.53)	(329.96)
Closing balance	178,108.98	144,712.51

This reserve represents the cumulative profits of the Company.



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

v) Other comprehensive income

Particulars	31st March 2021	31st March 2020
Opening balance	(25,627.58)	-
Add: Additions during the year	(6,357.71)	(25,627.58)
Less : Deductions during the year	-	-
Closing balance	(31,985.29)	(25,627.58)

14. Borrowings

A. Non-current

Particulars	31st March 2021	31st March 2020
Term loans		
Secured		
from banks	28,544.23	8,427.91
from financial institutions	850,549.77	769,500.21
Unsecured		
from State Government	39,570.28	44,434.49
Total	918,664.28	822,362.62

14.1. The long term loans apportioned by APTRANSCO which are availed from various Banks/Financial Institutions continue to be in the name of APTRANSCO. Some of the assets continue to be charged to the Banks/Financial Institutions against Secured Loans sanctioned in the name of APTRANSCO, pending completion of documentation for release/ modification of such charge.

14.2. As at the date of balance sheet, some of the assets of APTRANSCO continue to be under charge to the Banks/ Financial Institutions against the above loans pending completion of documentation for release/modification of such charges.

B. Current

Particulars	31st March 2021	31st March 2020
Term Loans		
Secured		
from financial institutions	34,466.02	80,425.02
Total	34,466.02	80,425.02

14.3. The Company has availed a short term loan of Rs.32298.64 lakhs and a flexi line of credit of Rs.2167.38 lakhs from M/s.Power Finance Corporation Limited which are secured by trade receivables - TSDISCOMs.

**C. Details of Borrowings**

Particulars	Nominal Interest rate	Carrying amount as at 31st March 2021	Carrying amount as at 31st March 2020
Secured Loans from			
Rural Electrification Corporation Limited	9.90%-11.25%	455246.56	423666.28
Power Finance Corporation Limited (*)	9.75% to 11.50%	492063.34	457516.53
National Bank for Agriculture and Rural Development	10.30%	3301.95	5184.87
Oriental Bank of Commerce	10.45%	0.00	2629.54
UCO Bank	10.95%	0.00	1875.85
Tamilnad Mercantile Bank Limited	9.75%	919.02	1169.70
PTC Ltd	11.00%	30000.00	0.00
Unsecured Loan from			
State Government	9.50%-10.25%	44434.49	49298.70
Total:		1025965.36	941341.47
Current		107301.08	118978.86
Non-current		918664.28	822362.61

D. Term Loans - Repayment Details

Particulars	Outstanding as at 31st March 2020	Received during the year	Repaid during the year	Outstanding as at 31st March 2021
Secured Loans from				
Rural Electrification Corporation Limited	423666.28	72197.63	40617.35	455246.56
Power Finance Corporation Limited (*)	457516.53	115093.76	80546.96	492063.34
National Bank for Agriculture and Rural Development	5184.87	-	1882.92	3301.95
Oriental Bank of Commerce	2629.54	-	2629.54	0.00
UCO Bank	1875.85	-	1875.85	0.00
Tamilnad Mercantile Bank Limited	1169.70	-	250.68	919.02
PTC Ltd	0.00	30,000.00	0.00	30000.00
Unsecured Loan from				
State Government	49298.70	-	4864.21	44434.49
Total:	941341.47	217291.39	132667.51	1025965.36

(*) Loan from Power Finance Corporation as at 31st March 2021 includes Rs. 34466.02 (in Lakhs) short term loan.

E. Security Details:

(i) The Secured loans availed from Rural Electrification Corporation Limited and Power Finance Corporation Limited are secured by way of Escrow mechanism and hypothecation of future assets created out of the loan. Certain term loans are guaranteed by the State Government.

(ii) The Secured loans availed from banks are secured by way of an exclusive first charge by way of hypothecation of specified property, plant and equipment of the project created out of the proceeds of term loan.



ANNUAL ACCOUNTS FY 2020-21

TRANSMISSION CORPORATION OF TELANGANA LIMITED							(Rs. in Lakhs)	
Notes to the financial statements (continued)								
F) Loans from Rural Electrification Corporation secured against hypothecation/mortgage on upcoming assets of various Sub-Stations along with connected lines for which Term Loan was sanctioned. Details of Securities are as follows:								
Name of the Bank / Financial Institution	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / Quarterly / Half Yearly / Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details	
REC Ltd 9474	10.03%	657.07	Monthly	94		Scheme for providing 220/33KV features at existing Salivaga 220/11KV Lift Irrigation SS in warangal district with 2Nos.220/33 kv 31.5MVA power transformer.	Mortgage/Hypothecation of future assets so created out of loan amount sanctioned for the project subject to the value being 110% of the loan amount so sanctioned. The security by way of creation of charge on the Future Assets only shall be accepted subject to the loan amount being restricted to 90% of the project cost. In case Charge on movable and immovable assets of the borrower, first charge/pari-passu on all movable & immovable assets (both present & future) of the project shall be created in favour of REC. Wherever reimbursement against land is taken from REC, it is subject to equitable mortgage irrespective of option available in REC guidelines.	
REC Ltd 9475	10.03%	560.23	Monthly	94	5.96	Scheme for erection of 2nd circuit stringing on existing 220KV DC/SC line from 220KV DC/SC line from 220KV Ramagundam SS to 220KV mandamari SS.	-do-	
REC Ltd 9480	10.03%	2170.35	Monthly	95	22.85	Erection of 220/132 kv SS at MD pally (kattedan)	-do-	
REC Ltd 9482	9.9% to 11.25%	2081.12	Monthly	114	18.30	Erection of 132/33 KV SS at Kachapur & Nimmapalli.	-do-	
REC Ltd 9483	10.03 to 10.25%	4749.92	Monthly	95	50.00	Erection of 220/132 KV ss at siricilla.	-do-	
REC Ltd 9485	10.03 to 11.25%	4755.73	Monthly	95	50.04	Erection of 220/132 KV ss at Ayyagaripally.	-do-	
REC Ltd 9486	10.03 to 11.25%	2951.88	Monthly	94	31.40	Erection of 132/33 KV SS at Ganeshpally, Duddeda & wattipally.	-do-	
REC Ltd 9492	10.03 to 11.25%	3104.94	Monthly	94	33.03	Erection of 2x100MVA, 220/132KV PTR with allied features including breakers at 132/33 KV Kosiig SS along with associated 220KV and 132KV transmission lines.	-do-	
REC Ltd 9496	10.03%	16172.28	Monthly	94	172.05	Schemes for Augmentation of power Transformer capacities at 11nos.220/132KV SS & 54Nos. Of 132/33 Kv SS in warangal Zone of TSTRANSCO.	-do-	
REC Ltd 9497	10.03%	19747.34	Monthly	94	210.08	Schemes for Augmentation of power Transformer capacities at 19nos.220/132KV SS & 56Nos. Of 132/33 Kv SS in metro & Rural Zone of TSTRANSCO.	-do-	
REC Ltd 9518	10.03 to 11.25%	4321.58	Monthly	101	42.79	Augmentation of 1 No.400KV, 6 Nos.220KV & 30 Nos.132KV as in Various circles of Telangana	-do-	
REC Ltd 18267	10.44%	74147.67	Monthly	75	988.64	Scheme for erection of 400/220/132 kv Suryapet SS 400KV D/C line Proposed suryapet to Kamavarakpota & Shankarpalli SS 132KV D/C in from proposed Suryapet SS to existing Suryapet, Shailgouranank & Tungatharthi SS & LLO of 400 KV & 220KV Lines as a part of power Evacuation Scheme from M/S.Hunduja National Power Corporation Ltd 1040MW power plant.	A) As payment security during the construction stage & during the loan repayment period, APTRANSCO shall make operational a default Escrow arrangement for payment to the satisfaction of REC. B) In case of Hypothecation : First charge /Pari-passu charge on all movable & immovable assets(both present& future) of the project shall be created in favour of REC. Wherever loan is taken against land from REC, it is subject to equitable mortgage irrespective of the option available in REC guidelines. To make such charge meaningful, appropriate provision will be made to the satisfaction of REC, to allow the REC the right to inspect, take possession thereof & sell the same in accordance with the provisions of the securitization Act.	
REC Ltd 9136	10.03%	11267.18	Monthly	83	135.75	400kv Quad DC line from veltoor to Tungabhadra River cross(A portion of 400KV Quad DC line from 400KV uravakonda SS to 400 KV Mahabubnagar SS& Supply of Moose ACSR Conductor required for 400 KV Quad DC line from Velloor to Tungabhadra River crossing & 2Nos. Quad 400KV Bays at 400/200KV Velloor SS(Excluding the cost of Switchgear equipment) Supply of Switch Gear require for 2Nos.Quad 400KV Bays at 400/220KV Velloor SS	Mortgage/Hypothecation of future assets so created out of loan amount sanctioned for the project subject to the value being 110% of the loan amount so sanctioned. The security by way of creation of charge on the Future Assets only shall be accepted subject to the loan amount being restricted to 90% of the project cost. In case Charge on movable and immovable assets of the borrower, first charge/pari-passu on all movable & immovable assets (both present & future) of the project shall be created in favour of REC. Wherever reimbursement against land is taken from REC, it is subject to equitable mortgage irrespective of option available in REC guidelines.	

ANNUAL ACCOUNTS FY 2020-21



TRANSMISSION CORPORATION OF TELANGANA LIMITED (Notes to the financial statements (continued))									
F) Loans from Rural Electrification Corporation secured against hypothecation/mortgage on upcoming assets of various Sub-Stations along with connected lines for which Term Loan was sanctioned. Details of Securities are as follows:									
Name of the Bank / Financial Institution	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / Quarterly / Half Yearly / Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details	(Rs. in lakh)	
REC Ltd 13689	10.44%	155.17	Monthly	49	3.19	Procurement & installation of 63 MVAR reactors at 400 KV SS in Hyderabad.	A) As payment security during the construction stage & during the loan repayment period, APTRANSCO shall make operational a default Escrow arrangement for payment to the satisfaction of REC. B) In case of Hypothecation: First charge /Pari-passu charge on all movable & immovable assets (both present & future) of the project shall be created in favour of REC. Wherever loan is taken against land from REC, it is subject to equitable mortgage irrespective of the option available in REC guidelines. To make such charge meaningful, appropriate provision will be made to the satisfaction of REC, to allow the REC the right to inspect, take possession thereof & sell the same in accordance with the provisions of the securitization Act.	-do-	-do-
REC Ltd 9852	10.03 to 11.25%	48225.22	Monthly	96	502.35	Erection of 400/220kv Nirmal substation upgradation of 132/33 kv Renzal & Adilabad SS to 220/132 KV & associated 400kv & 220KV lines under Transmission System improvement in TS.	Mortgage/Hypothecation of future assets so created out of loan amount sanctioned for the project subject to the value being 110% of the loan amount so sanctioned. The security by way of creation of charge on the Future Assets only shall be accepted subject to the loan amount being restricted to 90% of the project cost. In case Charge on movable and immovable assets of the borrower, first charge/pari-passu on all movable & immovable assets (both present & future) of the project shall be created in favour of REC. Wherever reimbursement against land is taken from REC, it is subject to equitable mortgage irrespective of option available in REC guidelines.	-do-	-do-
REC Ltd 13244	10.44%	2093.74	Monthly	18	116.32	Establishment of 2Nos 400KV D/C line from Bhoopally (Kakatiya) to Warangal & Gajwel 400KV SS for Evacuation of Power from Kakatiya Thermal Power Project.	A) As payment security during the construction stage & during the loan repayment period, APTRANSCO shall make operational a default Escrow arrangement for payment to the satisfaction of REC. B) In case of Hypothecation: First charge /Pari-passu charge on all movable & immovable assets (both present & future) of the project shall be created in favour of REC. Wherever loan is taken against land from REC, it is subject to equitable mortgage irrespective of the option available in REC guidelines. To make such charge meaningful, appropriate provision will be made to the satisfaction of REC, to allow the REC the right to inspect, take possession thereof & sell the same in accordance with the provisions of the securitization Act.	-do-	-do-
REC Ltd 13351	10.44%	1533.75	Monthly	24	63.91	Kothagudem TPS Stage VI Establishment of 400KV D/C Line from KITPS Stage VI to Khanumam 400kv SS		-do-	-do-
REC Ltd 14472	10.44%	1041.17	Monthly	86	12.11	Erection of 132/33KVSS Brungupally / Adilabad along with connected lines		-do-	-do-
REC Ltd 14479	10.44%	504.88	Monthly	64	7.89	Erection of 132/33 KV Warangal along with connected lines		-do-	-do-
REC Ltd 14502	10.44%	854.73	Monthly	64	13.36	Erection of 132/33 KV Asifabad SS-Adilabad along with connected lines		-do-	-do-
REC Ltd 14855	10.44%	323.95	Monthly	66	4.91	Erection of 132KV Panajiwadi SS-Nizamabad along with connected lines		-do-	-do-
REC Ltd 14857	10.44%	144.67	Monthly	64	2.26	Erection of 132KV Boshpur SS-Mahabubnagar along with connected lines		-do-	-do-
REC Ltd 14867	10.44%	331.67	Monthly	64	5.18	Erection of 132 KV Gajwel LIL O Line-Medak along with connected lines		-do-	-do-
REC Ltd 5711	10.44%	3008.86	Monthly	78	38.58	Erection of 220/132KV ss Parigi/Rangareddy		-do-	-do-
REC Ltd 5713	10.44%	399.67	Monthly	86	4.65	Erection of 220KV LIL O line from Budidampadu-Waddekothapally/Warangal Bhongiri 2nd circuit to 220kv SS Waddekothapally along with bays in warangal District		-do-	-do-
REC Ltd 5715	10.44%	315.29	Monthly	86	3.67	Shifting of 132KVSS LIL O Wadpally (New)/Nalgondaby erection of 132kv SS at wadpally(New) in place of existing Wadepally SS and 132 kv LIL O arrangements to 132/33 KVSS Wadpally		-do-	-do-
REC Ltd 16012	10.44%	1637.90	Monthly	64	25.59	Erection of 220/132/33KVSS Nagole/Hyderabad to meet the loan demand of the upcoming Hyderabad Metro Rail		-do-	-do-
REC Ltd 16018	10.44%	146.84	Monthly	64	2.29	Augmentation of PTR from 2x31.5 MVA to 1x50+31.5 MVA at 220/132/33KVSS at Nirmal in Nizamabad circle and from 2x10/16 MVA to 1x10/16+1x31.5 MVA at 132/33kv ssal Midji, Mahabubnagar circle		-do-	-do-
REC Ltd 4469	10.44%	987.93	Monthly	86	11.49	Erection of 132/33KVSS Keshampet /MBNR along with connected 132/33 kv lines		-do-	-do-
REC Ltd 4478	10.44%	568.02	Monthly	86	6.60	Erection of 132/33KVSS/Chanapur/MBNR along with connected 132/33 kv lines		-do-	-do-
REC Ltd 4498	10.44%	894.24	Monthly	86	10.40	Erection of 132/33KVSS Narmetta/Warangal along with connected 132/33 kv lines		-do-	-do-
REC Ltd 4852	10.44%	1103.44	Monthly	86	12.83	Erection of 132/33 KVSS Douthabad/Medak along with connected lines		-do-	-do-



ANNUAL ACCOUNTS FY 2020-21

TRANSMISSION CORPORATION OF TELANGANA LIMITED (Notes to the financial statements (continued))									
F) Loans from Rural Electrification Corporation secured against hypothecation/mortgage on upcoming assets of various Sub-Stations along with connected lines for which Term Loan was sanctioned. Details of Securities are as follows:									
(Rs. in Lakhs)									
Name of the Bank/ Financial Institution	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly/ Quarterly /Half Yearly/ Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details		
REC Ltd 4856	10.44%	41.57	Monthly	86	0.48	Providing 33KV Features Thirumalaipally/ 132 kv SSMBNR	-do-		
REC Ltd 4859	10.44%	775.66	Monthly	86	9.02	Erection of 132/33KVSS Mogiligadda/MBNR along with connected 132/33 lines	-do-		
REC Ltd 4868	10.44%	595.11	Monthly	86	6.92	Erection of 132/33KVSS Kogsi/MBNR along with connected 132/33 kv lines	-do-		
REC Ltd 7229	10.44%	29961.95	Monthly	72	416.14	Jaipur Transmission Scheme	-do-		
REC Ltd 10236	10.03 to 11.25%	17200.19	Monthly	103	166.99	Construction of 400/220 KV Substation at Dindi Mahabubnagar District to cater load demand & to Provide the uninterrupted power to agriculture Sector 9 Hours Day Supply.	-do-		
RECLtd 9491	9.90% to 11.25%	2753.62	Monthly	106	25.98	Erection of 220 Kv SC Line from Shivarampally to Asifnagar Sub station of TSTRANSKO.	Mortgage/Hypothecation of future assets so created out of loan amount sanctioned for the project subject to the value being 110% of the loan amount so sanctioned. The security by way of creation of charge on the Future Assets only shall be accepted subject to the loan amount being restricted to 90% of the project cost. In case Charge on movable and immovable assets of the borrower, first charge/pari-passu on all movable & immovable assets (both present & future) of the project shall be created in favour of REC. Wherever reimbursement against land is taken from REC, it is subject to equitable mortgage irrespective of option available in REC guidelines.		
REC Ltd9479	10.03%	1275.53	Monthly	106	12.03	Erection of 132/33 KV Substation at Kandukurru	-do-		
RECLtd 9478	10.03% to 11.25%	5057.28	Monthly	106	47.71	Erection of 132/33 Kv sub station at Khaitalapur.	-do-		
REC Ltd 9488	9.90%to 11.00%	2094.03	Monthly	106	19.76	Erection of 132/33 KV Substation at Mungala & Sulkunoor	A) As payment security during the construction stage & during the loan repayment period,APTRANSCO shall make operational a default Escrow arrangement for payment to the satisfaction of REC. B)In case of Hypothecation :First charge /Pari-passu charge on all movable & immovable assets(both present& future) of the project shall be created in favour of REC Wherever loan is taken against land from REC .it is subject to equitable mortgage irrespective of the option available in REC guidelines To make such charge meaningful, appropriate provision will be made to the satisfaction of REC, to allow the REC the right to inspect,take possession thereof & sell the same in accordance with the provisions of the securitization Act.		
REC Ltd 9867	10.03% to 11.25%	2697.04	Monthly	106	25.44	Erection of 132/33 Kv SS at Chandulapur in Medak District & from Jurala SS to 132 KV Leeza SS.	i)Mortgage/Hypothecation of future assets only as the loan amount is restricted to 90% of the project cost.The Deed shall be registered with ROC II) Default Escrow arrangement towards payment security.		
REC Ltd 15712	10.44%	1701.24	Monthly	106	16.05	Erection of 132/33 Kv SS at Donthapalli in Rangareddy District.	A) As payment security during the construction stage & during the loan repayment period,APTRANSCO shall make operational a default Escrow arrangement for payment to the satisfaction of REC. B)In case of Hypothecation :First charge /Pari-passu charge on all movable & immovable assets(both present& future) of the project shall be created in favour of REC Wherever loan is taken against land from REC .it is subject to equitable mortgage irrespective of the option available in REC guidelines To make such charge meaningful, appropriate provision will be made to the satisfaction of REC, to allow the REC the right to inspect,take possession thereof & sell the same in accordance with the provisions of the securitization Act.		
REC Ltd 4854	10.44%	1026.35	Monthly	106	9.68	Erection of 132/33 Kv Substation at Munugodu in Nalgonda district Along with connected 132 kv &33 kv	-do-		
REC Ltd 4865	10.44%	1105.85	Monthly	106	10.43	Erection of 132/33 KV Substation at Dornakal in Warangal district along with connected 132 Kv & 33Kv lines	-do-		
REC Ltd 4467	10.44%	932.10	Monthly	106	8.79	Erection of 132/33 KV SS at NV Puram in Khammam Dist along with Connected 132/33 KV Lines.	-do-		

ANNUAL ACCOUNTS FY 2020-21



TRANSMISSION CORPORATION OF TELANGANA LIMITED (Notes to the financial statements (continued))							
F) Loans from Rural Electrification Corporation secured against hypothecation/mortgage on upcoming assets of various Sub-Stations along with connected lines for which Term Loan was sanctioned. Details of Securities are as follows:							
(Rs. in lakh)							
Name of the Bank / Financial Institution	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / Quarterly / Half Yearly/ Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details
REC Ltd 9481	9.9% to 11.25%	2148.89	Monthly	108	19.90	Erection of 132/33KV Sub-Station at Dommarapochampally.	-do-
REC Ltd 9979	10.03% to 11.25%	2131.96	Monthly	108	19.74	Erection of 132/33Kv Substation at Narayanpet & erection of additional 100MVA PTR at existing 220/132 KV Huzarabad SS along with associated 132 KV Line in Mahabubnagar & Karimnagar districts of Telangana.	i)Mortgage/Hypothecation of future assets only as the loan amount is restricted to 90% of the project cost.The Deed shall be registered with ROC II) Default Escrow arrangement towards payment security.
REC Ltd 9487	10.03 to 11.25%	3937.32	Monthly	109	36.12	Erection of 220/132/33 KV SS at Toopran	-do-
REC Ltd 10665	10.03 to 11.00%	5845.69	Monthly	96	60.89	Additional loan assistance for erection of 400/220 KV Nirmal SS, 220/132 KV Indravelly SS and Upgradation of 132/33KV Rezbak SS to 220/132KV and associated 400 KV, 220KV & 132 KV lines for Nirmal Power Transmission Project in Telangana State.	-do-
REC Ltd 12809	10.03 to 11.25%	1460.08	Monthly	119	12.27	Erection of 132/33 KV SS at Sarangapur along with connected lines in Adilabad District	-do-
REC Ltd 12777*	9.73%to 11.25%	6059.05	Monthly	120	0.00	Erection of 220/132/33 KV SS at Pedagogoti in Khammam District with connected lines.	-do-
REC Ltd 9472	10.03% to 11.00%	390.81	Monthly	139	2.81	33KV Features at 132/11 KV Gangadhara and Jankampet Lift Irrigation SS	-do-
REC Ltd 4860	10.44%	1508.79	Monthly	119	12.68	Erection of 132/33 KV SS at Nellikuduru in Warangal District along with connected lines.	-do-
REC Ltd 13235	10.44%	221.73	Yearly	2	110.86	Erection of 132/33 kv SS at iezzamin Mabooob nagar district	Govt.Guarantee Go No31
REC Ltd 16020*	10.44%	382.33	Monthly	120	0.00	Augmenation of PTR at Narsapur & Kandi	i)Mortgage/Hypothecation of future assets only as the loan amount is restricted to 90% of the project cost.The Deed shall be registered with ROC II) Default Escrow arrangement towards payment security.
REC Ltd 11560*	10.00% To11.25%	74423.98	Monthly	120	0.00	Telangana STPP-1 (2 x 800MW) power Evacuation Scheme	-do-
REC Ltd 12787*	10.25% To11.25%	2890.22	Monthly	120	0.00	Erection of 220 KV Dc lines (i) from 400 KV Gajwel SS to 220KV siddipet SS and (ii) From 220/11 KV Kondapaka LI SS to 220/11 KV Mallaram LI SS	-do-
REC Ltd 12800*	9.90% To11.25%	5061.06	Monthly	120	0.00	Erection of 220/33 KV GIS SS at Chanchalguda in Hyderabad District.	-do-
REC Ltd 13790*	11.00%	1062.90	Monthly	120	0.00	Erection of 132KV line for ULO of Ghanapur-Imilbun SCLine to 220/132/33 KVSS Nagole (HMRL)	-do-
REC Ltd 12945*	10.75 TO 11%	376.20	Monthly	120	0.00	Erection of 33 kv features at Bagepally 132/33 kv lift Irrigation SS in Nizamabd District	-do-
REC Ltd 9473*	11.00%	140.40	Monthly	120	0.00	Scheme for 2nd Circuit line on 132 KV DC/SC line from 220KV Dursned Sub-station to 132 KV.Malatya works SS	-do-
REC Ltd 12808*	11.00 to 11.25%	829.58	Monthly	120	0.00	Providing Alternative Power Supply to 132 KV SS chenur & SS Kataram & 220 KV SS Manthani.	-do-
REC Ltd 12956*	11.00 to 11.25%	462.99	Monthly	120	0.00	Erection of 33 KV features at Kondapur 132 KV Switching station in Nalgonda District.	-do-
REC Ltd 12798*	11.00%	1026.90	Monthly	120	0.00	Erection of 132/33 KV GIS SS at police Transport Organization (PTO)in Petlabur in Hyderabad District.	-do-
REC Ltd 13959*	9.9% To11.25%	2970.00	Monthly	120	0.00	Augmentation of power Transformers with 500MVA ICTs at 400KVSS Malkaram &Shankarpally	-do-
REC Ltd 9866*	9.90% To10.25%	490.50	Monthly	120	0.00	Erection of 132/33 kv SS at Kondapur.	-do-
REC Ltd 10173 *	11.25%	255.00	Monthly	120	0.00	Erection of132KV 2nd circuit line on existing 132KV DC line from 220/132KV Jagtial SS to 132/33KV Dharmapur SS along with associated 132KV bays at 220kv Jagtial SS & 132KV Dharmapur SS in karimnagar district of Telangana.	-do-



ANNUAL ACCOUNTS FY 2020-21

TRANSMISSION CORPORATION OF TELANGANA LIMITED (Notes to the financial statements (continued))							
F) Loans from Rural Electrification Corporation secured against hypothecation/mortgage on upcoming assets of various Sub-Stations along with connected lines for which Term Loan was sanctioned. Details of Securities are as follows:							
(Rs. in lakhs)							
Name of the Bank / Financial Institution	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / Quarterly / Half Yearly/ Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details
REC Ltd 12796 *	10.75 To 11.25%	3235.32	Monthly	120	0.00	Erection of 132/33 KV Substation at Moulali ZTS in Medchal -Malkajgiri district.	-do-
REC Ltd 12816 *	10.75 TO 11.25%	649.94	Monthly	120	0.00	Erection of 132/33 Kv SS at Gachibowli in Ranga Reddy District.	-do-
REC Ltd 13793 *	11.25%	728.65	Monthly	120	0.00	Erection of 132KV features at 220KV Thimmajpet Switching station in Mahabubnagar District & extending connectivity to 132KV Jachherla SS from Thimmajpet.	-do-
REC Ltd 13982 *	10.75 TO 11.25%	473.40	Monthly	120	0.00	Erection of 132KV DC/SC line from under construction 220KV Chegur (Kothur) SS to the existing 132/33 Kothur SS.	-do-
REC Ltd 13960 *	11.25%	8117.82	Monthly	120	0.00	Replacement of aged/obsolete equipment & strengthening/improvement works in EHT SS and Transmission lines under Renovation & Modernization Scheme during the FY 2017-18,FY 2018-19	-do-
REC Ltd 13979 *	11.25%	435.88	Monthly	120	0.00	Augmentation of PTR capacity at 220KV SS Malyalapally from 1x160+1x100MVA to 2x160MVA in warangal Zone.	-do-
REC Ltd 13980*	10.75 TO 11.25%	169.92	Monthly	120	0.00	Providing of 33 KV features at upcoming 220/132 KVSS Mahabubbad in Mahabubabad (Dist.)	-do-
REC Ltd 13981*	10.75 TO 11.25%	202.98	Monthly	120	0.00	Stringing of 2nd circuit in DC/SC line from Waddekothapally to peddanagaram & erection of 132KV feeder bays at 220/132 KV Waddekothapally SS & 132/33 KV SS Peddanagaram to meet Contingency.	-do-
REC Ltd 14453 *	11.25%	1184.51	Monthly	120	0.00	Augmentation of PTR capacities at 400 KV Malkaram SS from 2X100MVA to 1x160MVA +1x100MVA.	-do-
REC Ltd 9471*	11.25%	115.16	Monthly	120	0.00	Scheme for erection of supply ,erection testing and commissioning of 7 new 7.2 MVAR capacitor banks at 7Nos.132KV SS at chennur,Kalwasirampur & choutuppal leez,Kanagal,Dharmaram & Manakonduru.	-do-
REC Ltd 13791 *	11.25%	1026.78	Monthly	120	0.00	Augmentation of PTR capacity at 220kv SS Gunrock from2x160MVA to3x160MVA & augmentation of PTR capacities at 220KVSS Ghanpur from 2X160+1x100MVA to3X160MVA in metro Zone.	-do-
REC Ltd 13961 *	11.25%	3202.25	Monthly	120	0.00	Procurement of EHTSS equipment required for operation & Maintenance works * the power Transformers as rolling stock for the Financial Year 2016-17.	-do-
REC Ltd 14411*	11.25%	2141.00	Monthly	120	0.00	Procurement of Major SS equipment required for operation & Maintenance of Transmission System under rolling stock for the F.Y2017-18	-do-
REC Ltd 14455 *	11.25%	1184.00	Monthly	120	0.00	Augmentation of PTR Capacities at I) 132KV Yerrabelli SS from 1x16+1x31.5MVA II) 220KV Waddekothapally SS from 2X50MVA to 2X50+1X31.5MVA III) 132KV Ghanpur SS from 1x50+1x31.5MVA to 2x50MVA &IV) 132KV Inavole SS from2X16MVA to 1x16+1x31.5MVA.	-do-
REC Ltd 14457 *	11.25%	88.00	Monthly	120	0.00	Procurement of Battery sets of various capacities for various SS of TSTRANSCO to maintain the Healthiness of the Transmission System.	-do-
REC Ltd Mortorium Loans*	10.35%	14309.57	Monthly	120	0.00	Capitalised Mortorium Loans	-do-
REC Ltd Mororium Loans*	11.15%	21356.07	Monthly	120	0.00	Capitalised Mortorium Loans	-do-
13962*	10.75%	671.83	Monthly	120	0.00	132 kv features at 220 kv Thimmajpet Switching Station & associated works	-do-
15547*	10.75%	416.08	Monthly	120	0.00	Erection of 132/33 kv Substation at Patancheru in Sangareddy District	-do-
15548*	10.75%	3287.07	Monthly	120	0.00	Erection of 400/220 kv, 1x315 MVA ICT at BTPS Switchyard	-do-



TRANSMISSION CORPORATION OF TELANGANA LIMITED							
Notes to the financial statements (continued)							
F) Loans from Rural Electrification Corporation secured against hypothecation/mortgage on upcoming assets of various Sub-Stations along with connected lines for which Term Loan was sanctioned. Details of Securities are as follows:							
(Rs. in Lakhs)							
Name of the Bank / Financial Institution	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / Quarterly / Half Yearly / Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details
	Total	455246.56			3666.14		-do-
* Are in Moratorium period.							



ANNUAL ACCOUNTS FY 2020-21

G) Loans from Power Finance Corporation are secured against hypothecation/mortgage on upcoming assets of various sub-stations along with associated lines for which term loan was sanctioned. Details of Securities given against each loan are as follows in lakhs

Loan Number	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / Quarterly / Half Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details
31403083	9.83 to 10.23%	3394.41	Quarterly	3	1047.70	Financial Assistance for providing 400kv Ring Main around Twin cities of Hyderabad at Sec-bad and R.R Dist	-do-
31403086	9.75 to 10.23%	16229.06	Quarterly	21	771.20	Financial Assistance for strengthening and modernization of Transmission system in Twin Cities of Hyderabad & Secunderabad	-do-
31403087	9.75 to 10.23%	7669.35	Quarterly	34	228.17	Erection of 220kv & 132kv GIS SS along with connected cable line at various places of Hyderabad Metropolitan Area with F.A. from M/s.JBIC sanction of counter part funding of 376.20 crs.	-do-
						Erection of 132/33 kv SS at NIMS in Hyderabad along with connected 132/33 kv lines	
						Erection of 220kv Switching station at Thimmajpet in MBNR dist along with 220kv LILLO/DC Lines	
31403088	9.75 to 10.23%	6174.11	Quarterly	34	183.69	Erection of 132/33 kv SS at unoor in Adilabad Dist along with connected 132/33 lines	-do-
						Erection of 132/33 kv GIS SS at narayanaguda (Shanti Theatre)	
						Enhancement of Transformer capacities at 22NOS,EHT SS	
						Enhancement of Transformer capacities at 77NOS,EHT SS	
						Erection of 132/33 kv SS at Kamalapur in Karnagar Dist along with connected lines	
						Erection of 132/33 KV SS at Gudur in Warangal Dist along with connected 132/33 kv lines	
31403089	9.75 to 10.23%	2824.97	Quarterly	34	84.05	Erection of 132/33 SS at Madugula in MNBR district along with connected 132/33 Lines	-do-
						Erection of 132/33 kv SS at Rampur in Medak District along with connected 132/33 kv lines	
						Erection of 132/33 kv SS at Alwalpad in MNBR district along with connected 132/33 kv lines	
						Erection of 2nd 132kv LILLO line from existing 132kv Laxetipet-Bellampally 2nd circuit line to 220kv Mandamarri(Bellampally) SS and 2NOS.132KV bays at 220kv Mandamarri(Bellampally)SS	
						Erection of 132KV DC/SC line from 132/33 KV Dharmapuri SS to 132/33 KV bays at 132/33kv Laxetipet SS and 132 kv bays at 132/33 KV Dharmapuri SS and 132/33 KV Laxetipet SS	
31403091	9.75 to 10.23%	5612.81	Quarterly	46	121.54	Augmentation of Power Transformer capacity from 1x31.5+1x10/16 MVA to 1x50+1x31.5 MVA at 132KV SS Maddur,MBNR circle	-do-
						Erection of 132/33 KV SS at Kamanpur in Karimnagar Dist along with connected 132/33 KV Lines	
						Erection of 220/132KV SS at Huzamsagar in Nalgonda Dist	
						Erection of 132kv 2nd circuit stringing on existing 132kv DC/SC line from 220KV Bheemgal SS to 132KV Sirikonda SS & 2NOS. 132KV bays at 220KV Bheemgal SS and 132 KV Sirikonda SS	
						400KV Augmentation Scheme-II Augmentation of 315 MVA 400/220KV Power Transformer capacities at Hyderabad (Mamidipally) & Gajwel 400/220KVSS	
37203001	10.20 to 10.90%	73094.26	Monthly	180	0.00	Bhadra Thermal Power Transmission Schemes (4x270MW units at Manuguru)-Construction of 400/220kv Julurupadu (Bommanapally)Substation and Associated Networks	1)Hypothecation Deed towards charge of project assets with coverage of 1.1 times. 2) Tripartite Escrow Agreement (Cash ratio of 1.1) 3)Material & Equipment Schedule.
37203002	10.20 to 10.90%	94044.22	Monthly	180	0.00	KTPS VII Stage (1x800MW)Power Transmission Scheme-Construction of 400/220kv Substation at Jangaon ,Warangal Dist and associated Transmission Networks	-do-

ANNUAL ACCOUNTS FY 2020-21



G) Loans from Power Finance Corporation are secured against hypothecation/mortgage on upcoming assets of various sub-stations along with associated lines for which term loan was sanctioned. Details of Securities given against each loan are as follows in lakhs

Loan Number	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / quarterly/Half Yearly/ Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details
37203003	10.20%	968.40	Monthly	171	5.66	132/33 KV SS at Jangapally at Bejanki Mandal in Karimnagar District	-do-
37203004	9.90 to 10.90%	79920.56	Monthly	180	0.00	765kv Wardha Hyderabad Link Transmission scheme – Erection of 400kv SS at Maheswaram and Manikonda with connected Transmission Network	-do-
37203006	10.20%	3330.32	Monthly	180	0.00	Up-gradation of existing 132/33KV Aswarapet to 220/132 KV SS	-do-
37203007	10.20%	16.58	Monthly	180	0.00	Stringing of 2nd circuit from 220/132 kv Kamareddy SS to 132 KVSS Domakonda and from 132 KVSS Domakonda to 132 KVSS Bikanur	-do-
37203008	10.20%	397.34	Monthly	180	0.00	Erection of 132KV DC line for making LJO of one circuit of existing 132 KV DC line from 132KV SS Jakara to 132 KV SS Bichkunda at 132/33 KV SS Baiswada	-do-
37203009	10.20 to 10.90%	3796.97	Monthly	170	22.34	400kv Augmentation of 315 MVA Power Transformer capacities at 400kv SS Dichpally and Velloor (Mahabubnagar) to cater load demand and to provide the uninterrupted power to agriculture Sector 9 hours day supply and extension of power supply to the pump houses under Telangana Drinking Water Grid Project	-do-
37203010	10.20%	311.48	Monthly	180	0.00	2nd Circuit stringing on proposed 132 KV DC/SC line from the under construction 100/220/132 KV SS Suryapet to 132/33 KV Shah Ali Gowdaram.	-do-
37203011	10.20 to 10.90%	1633.62	Monthly	137	11.92	2 nd Circuit stringing on the existing (i) 220KV RSS to 220kv SS Nirmal DC/SC line and (ii) 220kv RSS to 220kv SS Jagtial DC/SC line	-do-
37203012	10.20%	438.41	Monthly	137	3.20	Erection of No. 400/220kv 315 MVA PTR in place of failed 400/132kv 200MVA PTR at NTPC Ramagundam and connected 220kv line & Bay works	-do-
37203013	10.20%	840.56	Monthly	171	4.92	132/33KV Sustation at Gandimasanipet of Yellareddy Constituency in Nizamabad District	-do-
37203014	10.20 to 10.90%	16376.75	Monthly	177	92.52	Strengthening of 12Nos. overloaded Transmission lines for extending 9Hrs agricultural Supply during day time in 9 Hrs of Telangana State	-do-
37203015	10.20%	3152.23	Monthly	180	0.00	Augmentation of Power Transformers Capacities at various existing Substation and R&M of various schemes.	-do-
37203016	9.9% to 10.39%	8912.92	Monthly	180	0.00	Erection of 132/33 KV SS At Inavole, Regonda, Bachannapet in Warangal (Dist), 220/11 KV LI SS Bheemgharapur & 132/11 KV LI SS at Dharmasagar in Warangal (Dist), 220/132/33 KV SS at Borampet in RR District and 132/33 KV SS at Kothagiri in Nizamabad District.	-do-
37203017	9.9% to 10.39%	10936.84	Monthly	180	0.00	Augmentation of Transformer capacities at various EHT SS for extending 24 Hrs Agricultural Supply in Various Districts of Telangana State	-do-
37203018	10.15%	353.63	Monthly	180	0.00	Erection of 132 Kv Lines for making LJO of (i) 2nd circuit of 132 KV warangal Shapur Nagar DC line at 132 KV SS Jangaon & (ii) 2nd circuit of 132 kv warangal shapur nagar DC line at 132 KV SS Kolanpak	-do-
37203019	9.9% to 10.39%	110424.24	Monthly	180	0.00	Construction of 400/220/132 KV GIS SS and Connected network at Rayadurga Rangareddy District.	-do-
37203021	10.90 to 11.40%	1862.47	Monthly	180	0.00	Erection of 220/132KV SS at Ammavaripet Warangal Urban District	-do-



ANNUAL ACCOUNTS FY 2020-21

G) Loans from Power Finance Corporation are secured against hypothecation/mortgage on upcoming assets of various sub-stations along with associated lines for which term loan was sanctioned. Details of Securities given against each loan are as follows (Rs. in Lakhs)

Loan Number	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / quarterly/Half Yearly/ Yearly)	No of remaining installments	Installment Amount	Name of the Project	Security Details
37203022	10.90%	149.58	Monthly	180	0.00	Execution of Various Transmission Schemes/Works in Telangana	
37203023	10.90%	3691.17	Monthly	180	0.00	KTPP System Improvement scheme in Telangana	
37203024	10.90%	1040.05	Monthly	180	0.00	Yadadri Thermal power Evacuation Scheme	
37222006	11.25%	7298.64	Monthly	2	3649.32	Emergency procurement / works for the transmission line in the nature of Repairs & maintenance.	
37222007	11.25%	1110.99	Monthly	5	222.20	Emergency procurement / works for the transmission line in the nature of Repairs & maintenance.	
37222008	11.25%	1056.39	Monthly	5	211.28	Emergency procurement / works for the transmission line in the nature of Repairs & maintenance.	
37222009	10.50%	25000.00	Monthly	6	0.00	Emergency procurement / works for the transmission line in the nature of Repairs & maintenance.	Hypothecation on the receivables of TSTRANSCO from TSDiscoms
Total		492063.34			6859.40		

* Loan No.37203001,37203002,37203004,37203006,37203007,37203008,37203010,37203015 to 37203019,37203021 TO 37203024 are in Mortatritium Period



H) Loans from Commercial Banks/Financial Institutions secured against hypothecation/mortgage on upcoming assets of various sub-stations along with associated lines for which the term loan was sanctioned. Details

(Rs. in lakhs)

Name of the Bank / Financial Institution	Rate of Interest as on 31.3.2021	Balance Outstanding as on 31.3.2021	Type (Monthly / Quarterly / Half Yearly)	No of instalment	Installment Amount	Name of the project	Security Details
National Bank for Agriculture and Rural Development	10.30%	3301.96	Quarterly	31	106.51	Erection of 132/33 kv SS at Yeldurthy in Medak Yeddumailaram, Nizamsagar Banswada DC/SC 2 Nos.132 kv Bays & Erection of 2nd circuit on existing 132kv Minpur	A) Exclusive first charge by way of hypothecation on specified fixed assets of the project created out of the term loan B) Default Escrow Mechanism to the extent of 1.2 times coverage of monthly installment of the term loan
Tamilnad Mercantile Bank Ltd	9.75%	919.02	Monthly	44	20.89	Augmentation of PTR capacity in sangareddy circle & Erection of 132/33 Kv in Palakurthy, Kathlapur, Ramapuram in Nalgona District, etc	A) Exclusive first charge by way of hypothecation on specified fixed assets of the project created out of the term loan B) Default Escrow Mechanism to the extent of 1.2 times coverage of monthly installment of the term loan
Power Trading Corporation Ltd	10.75%	30000.00	Monthly	24	0.00	Strengthening Transmission Network	Creation and perfection of charge by way of hypothecation of unencumbered assets to the extent of term loan (cover 1.1x) within (90) days from the date of first disbursement in favour of PFS.
Total	-	34220.97			127.41		



ANNUAL ACCOUNTS FY 2020-21

TRANSMISSION CORPORATION OF TELANGANA LIMITED

Notes to the financial statements (continued)

I) Loan from Power Finance Corporation Limited.

(In Rupees)

Sl.No	PFC Loan.no	Instl.	Loan.no. (SAP)	CB AS On 31.03.2021	0-1 years	2-3 Years	4-5 Years	5 Years & Above	Total
1	31403083	Qutly	31403083	339441256	339441256			0	339441256
2	31403086	Qutly	31403086	1622906194	308481664	616963328	616963328	80497874	1622906194
3	31403087	Qutly	31403087	766934997	91267856	182535712	182535712	310595717	766934997
4	31403088	Qutly	31403088	617411322	73474040	146948080	146948080	250041122	617411322
5	31403089	Qutly	31403089	282497072	33618108	67236216	67236216	114406532	282497072
6	31403091	Qutly	31403091	561280628	48615532	97231064	97231064	318202968	561280628
7	37203001	Montly	PFC3001	7309426193	81215847	974590159	974590159	5279030028	7309426193
8	37203002	Montly	PFC3002	9404421635	0	888195377	1253922885	7262303374	9404421635
9	37203003	Montly	PFC3003	96840320	6795816	13591632	13591632	62861240	96840320
10	37203004	Montly	PFC3004	7992055558	0	754805247	1065607408	6171642903	7992055558
11	37203006	Montly	PFC3006	333031812	9250884	44404242	44404242	234972445	333031812
12	37203007	Montly	PFC3007	1658135	110544	221088	221088	1105415	1658135
13	37203008	Montly	PFC3008	39734387	1765973	5297928	5297928	27372558	39734387
14	37203009	Montly	PFC3009	379696849	26802168	53604336	53604336	245686009	379696849
15	37203010	Montly	PFC3010	31147981	1557399	4153056	4153056	21284470	31147981
16	37203011	Montly	PFC3011	163362122	14309076	27911712	28618152	92523182	163362122
17	37203012	Montly	PFC3012	43841360	3840120	7680240	7680240	24640760	43841360
18	37203013	Montly	PFC3013	84055509	5898624	11797248	11797248	54562389	84055509
19	37203014	Montly	PFC3014	1637674664	111028788	222057576	222057576	1082530724	1637674664
20	37203015	Montly	PFC3015	315223391	21014892	42029784	42029784	210148931	315223391
21	37203016	Montly	PFC3016	891292393	0	99032488.11	118838985.7	673420919	891292393
22	37203017	Montly	PFC3017	1093683855	36456129	145824514	145824514	765578699	1093683855
23	37203018	Montly	PFC3018	35362858		4715048	4715048	25932763	35362858
24	37203019	Montly	37203019	11042424131		1472323217	1472323217	8097777696	11042424131
25	37203021	Montly	37203021	186246606		24832881	24832881	136580844	186246606
26	37203022	Montly	37203022	14958124		1994417	1994417	10969291	14958124
27	37203023	Montly	37203023	369117165		49215622	49215622	270685921	369117165
28	37203024	Montly	37203024	104005041		13867339	13867339	76270363	104005041
Total				45759731558	1214944715	5973059550	6670102156	31901625137	45759731558

ANNUAL ACCOUNTS FY 2020-21



TRANSMISSION CORPORATION OF TELANGANA LIMITED

Notes to the financial statements (continued)

J) Loan from Rural Electrification Corporation Limited

(In Rupees)

SL.No.	Vendor	Vendor Name	Loan.no.	CB as on 31.03.2021	0-1 years	2-3 Years	4-5 Years	5 Years & Above	Total
1	30000052	SURYAPET	REC Ltd 18267	7414766827	1186362588	2372725584	2372725584	1482953071	7414766827
2	30000054	MVAR CAPACITORS	REC Ltd 13689	15516804	3825588	7651176	4040040	0	15516804
3	30000059	BHOOPALAPALLI	REC Ltd 13244	209373806	139581672	69792134	0	0	209373806
4	30000060	KPTS	REC Ltd 13351	153375169	76687620	76687549	0	0	153375169
5	30000061	BURUGAPALLI	REC Ltd 14472	104116980	14527944	29055888	29055888	31477260	104116980
6	30000062	GEESKONDA	REC Ltd 14479	50487782	9466452	18932904	18932904	3155522	50487782
7	30000063	ASIFABAD	REC Ltd 14502	85472606	16026120	32052240	32052240	5342006	85472606
8	30000064	PADMIJIWADA	REC Ltd 14855	32395011	5889996	11779992	11779992	2945031	32395011
9	30000065	BHOOTPUR	REC Ltd 14857	14467435	2712624	5425248	5425248	904315	14467435
10	30000066	GAJWEL	REC Ltd 14867	33167456	6218904	12437808	12437808	2072936	33167456
11	30000067	PARIGI	REC Ltd 15711	300886332	46290180	92580360	92580360	69435432	300886332
12	30000068	BHONGIRI	REC Ltd 15713	39967078	5576796	11153592	11153592	12083098	39967078
13	30000069	WADAPALLY	REC Ltd 15715	31529022	4399404	8798808	8798808	9532002	31529022
14	30000070	NAGOLE	REC Ltd 16012	163790459	30710700	61421400	61421400	10236959	163790459
15	30000071	NIRMAL	REC Ltd 16018	14684256	2753304	5506608	5506608	917736	14684256
16	30000072	KESHAMPET	REC Ltd 4469	98792500	13785000	27570000	27570000	29867500	98792500
17	30000073	GHANAPUR	REC Ltd 4478	56802475	7925904	15851808	15851808	17172955	56802475
18	30000074	NARMELTA	REC Ltd 4498	89423528	12477696	24955392	24955392	27035048	89423528
19	30000075	DOULATHABAD	REC Ltd 4852	110344328	15396864	30793728	30793728	33360008	110344328
20	30000076	THIRUMALAPALLI	REC Ltd 4856	4156678	579996	1159992	1159992	1256698	4156678
21	30000077	MOGILIGIDDA	REC Ltd 4859	77566278	10823196	21646392	21646392	23450298	77566278
22	30000078	KOSIGI	REC Ltd 4868	59510903	8303844	16607688	16607688	17991683	59510903
23	30000079	JAIPUR	REC Ltd 7229	2996195474	499365912	998731824	998731824	499365914	2996195474
24	30000105	DONTHANPALLY	REC Ltd 15712	170124077	19259328	38518656	38518656	73827437	170124077
25	30000106	MUNAGODU	REC Ltd 4854	102634500	11619000	23238000	23238000	44539500	102634500
26	30000107	DORNAKAL	REC Ltd 4865	110584500	12519000	25038000	25038000	47989500	110584500
27	30000108	N.V.PURAM	REC Ltd 4467	93210226	10552092	21104184	21104184	40449766	93210226
28	30000131	NELLICUDURU	REC Ltd 4860	150879108	15214704	30429408	30429408	74805588	150879108
29	30000018	MAHABOBNAGAR (QTLT)	REC Ltd 13235	22172908	11086454	11086454	0	0	22172908
30	30000041	SALIVAGU	REC Ltd 9474	65706818	8388084	16776168	16776168	23766398	65706818
31	30000042	MANDAMARI	REC Ltd 9475	56023234	7151892	14303784	14303784	20263774	56023234
32	30000043	MD PALLY	REC Ltd 9480	217035425	27414996	54829992	54829992	79960445	217035425
33	30000044	KACHAPUR	REC Ltd 9482	208112145	21954324	43908648	43908648	98340525	208112145
34	30000045	SIRCILLA	REC Ltd 9483	474992100	59998992	119997984	119997984	174997140	474992100
35	30000046	AYYAGARIPALLY	REC Ltd 9485	475372560	60047064	120094128	120094128	175137240	475372560
36	30000047	GANESHPALLY	REC Ltd 9486	295188466	37683624	75367248	75367248	106770346	295188466
37	30000048	KOSIGI	REC Ltd 9492	310493830	39637524	79275048	79275048	112306210	310493830
38	30000049	WARANGAL	REC Ltd 9496	1617228492	206455200	412910400	412910400	584952492	1617228492
39	30000050	RURAL ZONE	REC Ltd 9497	1974733992	252093696	504187392	504187392	714265512	1974733992
40	30000051	VARIOUS CIRCLES IN TS	REC Ltd 9518	432157952	51345504	102691008	102691008	175430432	432157952
41	30000053	WIND POWER	REC Ltd 9136	1126718071	162899004	325798008	325798008	312223051	1126718071
42	30000056	NIRMAL	REC Ltd 9852	4822521879	602815224	1205630448	1205630448	1808445759	4822521879
43	30000086	DINDI	REC Ltd 10236	1720019144	200390580	400781160	400781160	718066244	1720019144
44	30000100	SHIVARAM PALLY	REC Ltd 9491	275362388	31173096	62346192	62346192	119496908	275362388
45	30000101	KANDUKUR	REC Ltd 9479	127553338	14439996	28879992	28879992	55353358	127553338
46	30000102	KHAITHALAPUR	REC Ltd 9478	505727762	57252204	114504408	114504408	219466742	505727762
47	30000103	MUNAGALA	REC Ltd 9488	209403000	23706000	47412000	47412000	90873000	209403000
48	30000104	CHANDULAPUR	REC Ltd 9867	269703750	30532500	61065000	61065000	117041250	269703750
49	30000109	DOMMARACPOCHAMPALLY	REC Ltd 9481	214888504	23876496	47752992	47752992	95506024	214888504
50	30000110	NARAYANPET	REC Ltd 9979	213196496	23688504	47377008	47377008	94753976	213196496



ANNUAL ACCOUNTS FY 2020-21

SL.No.	Vendor	Vendor Name	Loan.no.	CB as on 31.03.2021	0-1 years	2-3 Years	4-5 Years	5 Years & Above	Total
51	30000120	TOORPAN	REC Ltd 9487	393731528	43346604	86693208	86693208	176998508	393731528
52	30000121	NIRMAL RENZAL	REC Ltd 10665	584569183	73071144	146142288	146142288	219213463	584569183
53	30000126	SARANGAPUR	REC Ltd 12809	146008042	14723496	29446992	29446992	72390562	146008042
54	30000127	PEDDAGOPATI	REC Ltd 12777	605905000	60590496	121180992	121180992	302952520	605905000
55	30000130	GANGADHARA	REC Ltd 9472	39081275	3368700	6737400	6737400	22237775	39081275
56	30000140	STPP	REC Ltd 11560	7442398000	620199833	1488479600	1488479592	3845238975	7442398000
57	30000141	KONDAPUR	REC Ltd 9866	49050000	3678750.00	9810000	9810000	25751250	49050000
58	30000145	KONDAPAKA	REC Ltd 12787	289021500	16859587.50	57804300	57804300	156553313	289021500
59	30000147	MALKARAM	REC Ltd 13959	297000000	12375000.00	59400000	59400000	165825000	297000000
60	30000148	CHANCHALGUDA	REC Ltd 12800	506106000	16870200.00	101221200	101221200	286793400	506106000
61	30000149	GHANPUR	REC Ltd 13790	106290000	1771500.00	21258000	21258000	62002500	106290000
62	30000150	BAGEPALLY	REC Ltd 12945	37620000	627000.00	7524000	7524000	21945000	37620000
63	30000142	DURSHED	REC Ltd 9473	14040000	234000.00	2808000	2808000	8190000	14040000
64	30000151	CHENNUR	REC Ltd 12808	82958000	1382633.33	16591600	16591600	48392167	82958000
65	30000152	KODANDAPUR	REC Ltd 12956	46298500	771641.67	9259700	9259700	27007458	46298500
66	30000153	PETLABURZ	REC Ltd 12798	102690000	1711500.00	20538000	20538000	59902500	102690000
67	30000165	CHNNA SHANKAMPET	REC Ltd 13793	72865000		13358583	14573000	44933417	72865000
68	30000166	CHEGUR (KOTHUR)	REC Ltd 13982	47340000		8679000	9468000	29193000	47340000
69	30000167	GACHIBOWLI	REC Ltd 12816	64994000		10832333	12998800	41162867	64994000
70	30000161	MALKARAM	REC Ltd 14453	118451000		18754742	23690200	76006058	118451000
71	30000162	R&M FOR 2017-18,2018-19	REC Ltd 13960	811782000		128532150	162356400	520893450	811782000
72	30000163	KALWASRAMPUR	REC Ltd 9471	11516000		1727400	2303200	7485400	11516000
73	30000164	GUNROCK	REC Ltd 13791	102678001		15401700	20535600	66740701	102678001
74	30000170	ROLLING STOCK FOR 2016-17	REC Ltd 13961	320225000		48033750	64045000	208146250	320225000
75	30000154	KANDI	REC Ltd 16020	38232900		6053552	7646592.00	24532756	38232900
76	30000156	ROLLING STOCK FOR 2017-18	REC Ltd 14411	214100000		32115000	42820000.00	139165000	214100000
77	30000157	AUGMENTATION SCHEMES	REC Ltd 14455	118400000		17760000	23680000.00	76960000	118400000
78	30000158	BATTERY SETS	REC Ltd 14457	8800000		1320000	1760000.00	5720000	8800000
79	30000159	JAGITYAL	REC Ltd 10173	25500000		3612500	5100000.00	16787500	25500000
80	30000175	WADDEKOTHPALLY	REC Ltd 13981	20298000		2875550	4059600.00	13362850	20298000
81	30000176	MAHABUBBAD	REC Ltd 13980	16992000		2407200	3398400.00	11186400	16992000
82	30000177	MALYALAPALLY	REC Ltd 13979	43588000		6174967	8717600.00	28695433	43588000
83	30000178	MOULALI	REC Ltd 12796	323532000		45833700	64706400.00	212991900	323532000
84	30000180	THIMMAJIPET	REC Ltd 13962	67183100			10077465.00	57105635	67183100
85	30000186	PATANCHERU	REC Ltd 15547	41607500			6241125.00	35366375	41607500
86	30000185	BTPS	REC Ltd 15548	328706700			49306005.00	279400695	328706700
87	30000190	REC Ltd.mort loans	REC Ltd.mort loans	2135606403			391527840.55	1744078562	2135606403
88	30000215	REC Ltd.mort loans	REC Ltd.mort loans	1430957116			262342137.93	1168614978	1430957116
TOTAL				45524655600	5014465472	10536989232	11203693190	18769507706	45524655600



K) Maturity profile of secured term loans availed from Banks and Financial Institutions (In Rupees)

Sl. No.	Name of the Bank	Balance as at 31st March 2021	1 Year	2 to 3 Years	4 to 5 Years	Above 5 Years	Total
1	National Bank for Agriculture and Rural Development Bank	330195574.00	42605880.00	85211760.00	85211760.00	117166174.00	330195574.00
2	Tamilnad Mercantile Bank Limited	91901810.00	25068684.00	50137368.00	16695758.00	0.00	91901810.00
3	Power Trading Corporation Ltd	3000000000.00	500000000.00	2500000000.00	0.00	0.00	3000000000.00
	Total	3422097384.00	567674564.00	2635349128.00	101907518.00	117166174.00	3422097384.00



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

15. Trade Payables

Particulars	31st March 2021	31st March 2020
Dues to Micro and Small Enterprises (Note)	-	-
Dues to Others	5,843.29	7,879.58
Total	5,843.29	7,879.58

15.1. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	31st March 2021	31st March 2020
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day during the accounting year	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.

16. Other financial liabilities

A. Non-current

Particulars	31st March 2021	31st March 2020
Security deposits from suppliers	1,512.80	1,407.98
Retention money from suppliers	36,274.26	57,130.18
Security deposit - Operating charges	1,018.32	1,007.26
Interest payable to State Government on Lift Irrigation Scheme Funds	105,536.97	96,288.69
Liability towards pass through gains on variation as per Tariff Order	-	-
Payable to APTRANSCO towards vidyut bonds	-	21,280.00
Total	144,342.35	177,114.11

The company has not made fair value of security deposits from suppliers, retention money from suppliers and security deposit - operating charges in the absence of required details such as repayment date and contract completion date etc.,

B. Current

Particulars	31st March 2021	31st March 2020
Current maturities of long term borrowings - Banks	5,676.75	2,432.05
Current maturities of long term borrowings - Financial Institutions	62,294.10	31,257.58
Current maturities of long term borrowings - State Government	4,864.21	4,864.21
Repayment due on State Government loans	14,592.94	9,728.73
Interest accrued and due on State Government loans	17,473.71	11,656.78
Earnest Money Deposits from suppliers	430.22	426.06
Liability towards capital works	33,634.79	19,330.66
Employee related liabilities	8,906.44	7,217.27
Liability for expenses	12,550.00	8,743.21
Accrued interest liability on borrowings from Banks/FTs	3,162.87	5,734.42
Advance from customers	3.98	3.60
Deposit from customers	1,479.89	302.48
Payable to APTRANSCO towards vidyut bonds	41,008.95	17,620.19
Total	206,078.85	119,317.24

17. Provisions

A. Non-current

Particulars	31st March 2021	31st March 2020
Provision for employee benefits		
Pension and gratuity	70,245.47	68,727.34
Gratuity for Artisans	867.87	-
Leave encashment	1,184.09	494.59
Total	72,297.44	69,221.93



(Rs. in lakh)

B. Current

Particulars	31st March 2021	31st March 2020
Provision for employee benefits		
Pension and gratuity	2,186.22	2,686.20
Gratuity for Artisans	2.45	-
Leave encashment	683.29	646.37
Total	2,871.96	3,332.57

17.1 During the year the company has adopted Actuarial valuation reports in the books of Accounts and the closing provision towards Pension & Gratuity Contribution (including Gratuity for EPF employees and Leave encashment) has been arrived after considering opening provision available in the books of Accounts.

18. Deferred consumer contributions towards property, plant and equipment

Particulars	31st March 2021	31st March 2020
Deferred consumer contributions towards property, plant and equipment	350,194.60	287,921.14
Total	350,194.60	287,921.14
Non-current	321,374.77	263,428.65
Current	28,819.83	24,492.49

19. Deferred tax liabilities (Net)

Particulars	31st March 2021	31st March 2020
Unused tax credit	35,980.30	22,768.38
a) Deferred Tax asset on account of		
Amortisation of deferred income	122,372.00	100,611.16
Expenses allowable on payment basis	18,839.84	18,525.22
Provisions	(71.78)	(17.45)
b) Deferred tax liability on account of		
Depreciation and amortisation	221,796.15	182,383.16
Total	44,675.79	40,495.84

Movement in deferred tax liabilities (net)

Particulars	Unused tax credit	Deferred Income amortized	Expenses allowable on payment basis	Others	Depreciation and amortization	Total
As at 1st April, 2020	22768.38	100611.16	18525.22	(17.45)	(182,383.16)	(40,495.84)
(Charged)/credited to statement of profit and loss	13211.92	21760.84	314.62	(54.33)	(39413.00)	(4,179.95)
As at 31st March, 2021	35980.30	122372.00	18839.84	(71.78)	(221,796.15)	(44,675.79)

20. Other liabilities**A. Non-current**

Particulars	31st March 2021	31st March 2020
Deposit contribution works	169,497.43	215,255.16
Group Insurance Scheme - Insurance and Savings Fund	269.86	252.15
Contribution towards Self Funding Medical Scheme	904.43	662.07
Total	170,671.72	216,169.38

B. Current

Particulars	31st March 2021	31st March 2020
Other liabilities and provisions	336.52	241.90
Statutory liabilities	3,969.06	3,974.06
Total	4,305.59	4,215.96



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

21. Revenue from operations

Particulars	31st March 2021	31st March 2020
Sale of services		
Transmission charges	240,517.38	232,244.98
State Load Despatch Centre (SLDC) charges	4,054.14	3,816.83
Other operating income		
Supervision charges	3,536.99	14,175.65
SLDC processing fee	95.44	65.16
Contributions towards depreciation on Lift Irrigation Scheme Assets	17,819.04	13,888.61
Amortisation of consumer contributions towards property, plant and equipments	11,000.79	10,603.88
Registration fees	9.07	28.27
Operating and maintenance/annual maintenance charges	493.18	186.32
Total	277,526.04	275,009.70

21.1. During the year, the Company has reversed an amount of Rs.874.00 lakh in SLDC Business towards Regulatory claim allowed by Hon'ble TSERC in FY 2020-21 pertaining to 3rd Control Period. Further, the company has made a pass through (True up) for the year for an amount of Rs.340.10 lakhs in SLDC Business.

21.2. During the year company has passed an entry towards Regulatory Asset (Claim) for an amount of Rs.5129.30 lakhs in Transmission Business.

21.3. In compliance to TSERC Directives of MYT for 4th control Period, Hon'ble TSERC has passed orders on Annual Performance Review for FY 2019-20 against Transmission & SLDC Business separately on 02.09.2021. The details of Orders are (i) True up for Transmission business approved by the Commission is Rs.64.89 crores against Company's claim of Rs.543.55 crores (including Rs.258.56 crores pertaining to 3rd control period) and (ii) True up for SLDC business approved by the Commission is Rs.0.04 crores as surplus against Company's claim of Rs.2.01 crores (deficit). The Company has decided to file a Review Petition against the above orders.

22. Other Income

Particulars	31st March 2021	31st March 2020
Interest on staff loans and advances	165.62	173.11
Interest on loan to TSDISCOMs	7,167.88	10,497.49
Income from investments in bonds and fixed deposits	888.45	933.84
Interest on investments under contingency reserve	520.36	507.19
Income from sale of scrap etc.,	101.22	216.34
Delayed payment charges from consumers	23.54	4.15
Material cost variance (net)	1,043.79	-
Fines and penalties collected	697.81	16.85
Miscellaneous receipts	1,008.98	518.90
Total	11,617.65	12,867.86

23. Employee benefits expense

Particulars	31st March 2021	31st March 2020
Salaries, wages and bonus	68,407.48	45,438.83
Contribution to pension and gratuity fund	1,808.85	8,092.81
Contribution to gratuity fund	(208.14)	375.33
Contribution to provident fund and ESI	3,354.94	2,556.91
Contribution to Artisans gratuity fund	870.33	-
Staff welfare expenses	734.64	868.88
Less: Employees cost capitalised	(11,042.42)	(10,179.50)
Total	63,925.69	47,153.25



(Rs. in lakh)

23.1. The expenditure accounted towards Pension & Gratuity, Leave encashment and Gratuity of employees joined after 31.01.1999 are accounted as per the actuarial valuation Reports. However, the actual contribution to Trusts towards Pension & Gratuity in respect of the employees appointed prior to 01.02.1999 was provided @33.15% and Contribution towards Gratuity in respect of employees appointed after 01.02.1999 was provided @6.08% on Pay plus D.A towards its share @26%.

23.2. During the year Company has provided the liability towards terminal benefits (including Gratuity to Artisans) as per the Actuarial Valuation reports in the books of Accounts.

A) Net employee benefit expense (recognised in Employee benefits expenses)

Particulars	Pension & Gratuity	Gratuity*
Current Service Cost	2,047.03	1,116.44
Interest Cost	5,386.46	144.48
Past service cost and loss/(gain) on curtailments and set	4,787.70	345.50
Total	1,448.27	626.46

B) Amount recognised in the Balance Sheet

Particulars	Pension & Gratuity	Gratuity*
Defined benefit obligation	120,135.49	3,504.08
Fair value of plan assets	47,703.79	6,178.93
Total	72,431.70	(2,674.84)

C) Changes in the present value of the defined benefit obligation

Particulars	Pension & Gratuity	Gratuity*
Opening defined benefit obligation	112,703.09	2,632.17
Current service cost	2,047.03	1,116.44
Interest cost	9,356.69	403.57
Benefits paid	5,204.61	40.56
Past service cost	(5,386.46)	(345.50)
Net Actuarial losses on obligation for the year recognised under OCI	6,619.75	(262.04)
Closing defined benefit obligation	120,135.49	3,504.08

D) Change in the fair value of plan assets

Particulars	Pension & Gratuity	Gratuity*
Opening fair value of plan assets	41,289.55	4,592.82
Investment income	2,870.43	321.24
Employer's contribution	7,049.86	1,078.61
Benefits paid	5,204.61	40.56
Return on plan assets, excluding amount recognised in net interest expense	1,698.56	226.80
Closing fair value of plan assets	47,703.79	6,178.93

Remeasurement losses recognised in other comprehensive income:

(i) The principal assumptions used in determining gratuity for the Company's plans are shown below:

Particulars	Pension & Gratuity	Gratuity*
Discount rate	6.95	6.95
Expected rate of return on assets	6.95	6.95
Salary rise	5.00	5.00

The estimates of future salary increases, considered in the actuarial valuation by taking in to account of cost of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment.

The overall expected rate of return on assets is determined based on the actual rate of return during the current year.



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

(ii) Disclosure related to indication of effect of the defined benefit plan on the entity's future cashflows:

Year ending	Pension & Gratuity	Gratuity*
Expected benefit payments for the year ending		
1 year	5,879.53	48.40
2-5 years	24,993.88	300.65
6-10 years	28,712.44	556.78

* Provision for gratuity accounted for in FY 2020-21 includes the gratuity liability of Artisans

(iii) Sensitivity analysis:

Quantitative sensitivity analysis for significant assumption is as shown below:

Particulars	Pension & Gratuity	Gratuity
(a) Effect of 1% change in assumed discount rate		
- 1% increase	107,881.67	2,252.90
- 1% decrease	132,209.10	3,102.43
(b) Effect of 1% change in assumed salary escalation rate		
- 1% increase	121,937.52	2,701.27
- 1% decrease	118,573.73	2,576.86

(iv) Sensitivity analysis of Artisans

Quantitative sensitivity analysis for significant assumption is as shown below:

Particulars	Gratuity (Artisans)
(a) Effect of 0.5% change in assumed discount rate	
- 0.5% increase	791.80
- 0.5% decrease	958.55
(b) Effect of 0.5% change in assumed salary escalation rate	
- 0.5% increase	940.14
- 0.5% decrease	802.96
(c) Effect of 10 % change in assumed withdrawal rate	
- 10% increase	873.06
- 10% decrease	867.91

24. Finance costs

Particulars	31st March 2021	31st March 2020
Interest		
On term loans from banks	94.57	751.57
On term loans from financial institutions and others	94,244.43	78,358.40
On short term loans from financial institutions	7,175.08	10,497.49
Other borrowing costs	447.76	135.73
Less: Interest capitalised	(17,940.16)	(19,513.16)
Total	84,021.68	70,230.03

24.1 The Company has capitalised interest of Rs.17940.16 lakh (Previous Year Rs.19513.16 lakh) towards interest cost upto the date of completion of assets/projects.

25. Depreciation and amortization expense

Particulars	31st March 2021	31st March 2020
Depreciation of property, plant and equipment	85,716.63	91,973.68
Amortization of intangible assets	196.88	175.86
Total	85,913.51	92,149.54

25.1 Depreciation for the year was calculated as per the guidelines specified by CERC



(Rs. in lakh)

26. Other expenses

Particulars	31st March 2021	31st March 2020
Repairs and Maintenance to:		
Plant and machinery	3,130.91	2,589.60
Transformers	44.49	73.28
Remuneration to Artisans/Substation maintenance by private agencies	526.22	6,584.97
Buildings	194.41	205.83
Civil works	221.40	208.33
Lines, cable net works etc.,	495.68	534.21
Vehicles	12.97	15.70
Furniture and fixtures	7.38	4.42
Office equipment	359.60	353.37
Less: Repairs and maintenance expenses capitalised	(2.96)	(33.91)
Rent, rates and taxes	524.02	395.81
Telangana State Electricity Regulatory Commission (TS ERC) license fee	433.99	295.66
Insurance on fixed assets	11.83	9.42
Postage and telephone charges	78.91	88.68
Audit fees	8.56	8.56
Professional, consultancy and legal charges	182.14	28.83
Honourarium	28.48	82.13
Commission	1.44	11.47
Remuneration to internal auditors	9.51	21.81
Travelling and conveyance expenses	214.17	326.37
Vehicle running expenses	53.21	64.73
Vehicle hire charges	1,417.15	1,397.67
Employee/staff recruitment charges	4.63	1.51
Training and participation fee	6.45	20.08
Fees and subscription	28.18	50.81
Books and periodicals	2.98	6.54
Printing and stationery	57.68	87.55
Advertisement expenses	50.27	65.90
Electricity charges	163.58	149.92
Water charges	38.63	44.12
Entertainment expenses	30.62	20.90
Miscellaneous expenses	165.61	197.86
Remuneration to Artisans/Outsourced staff wages	51.21	1,134.75
Loss on fair value changes - Investments classified at FVTPL	5.28	145.37
Corporate Social Responsibility Expenses	717.00	-
Material Cost Variance	-	20.09
Administration and General expenses capitalised	(100.21)	(709.36)
Total	9,175.41	14,502.97

26.1. Payment to auditors:

Particulars	31st March 2021	31st March 2020
Statutory auditors		
Statutory Audit	5.90	5.90
Tax Audit	1.48	1.48
Out of pocket expenses	1.18	1.18
Total	8.56	8.56



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

27. (a) Tax Expense

Particulars	31st March 2021	31st March 2020
Current tax	7,876.17	7,793.77
Earlier year tax	316.27	244.40
MAT credit entitlement	7,876.17	2,305.81
Reversal of MAT credit entitlement	(5,335.75)	(333.04)
Deferred tax	17,391.87	6,901.84
Total	12,372.40	12,301.17

27. (b) Reconciliation of tax expense and accounting profit multiplied by tax rate

Particulars	31st March 2021	31st March 2020
Profit/(Loss) before tax	39,749.69	38,214.20
Tax	8,192.45	8,038.17
Unused tax credit	(13,211.92)	(2,638.85)
Deferred income amortized	(21,760.84)	(32,362.21)
Expenses allowed on payment basis	(314.62)	(5,756.67)
Others	54.33	(7.02)
Depreciation and amortization	39,413.00	45,027.75
Total	27,377.29	25,913.03



28 Financial instruments

(Rs. in lakh)

A. Financial instruments by category

	31 March 2021		31 March 2020	
	FVTPL	Amortized Cost	FVTPL	Amortized Cost
Financial assets				
Investments	53.29	36957.33	58.57	36957.33
Trade receivables	-	144913.27		90160.09
Loans	-	139499.13		180277.60
Cash and cash equivalents	-	13957.66		5610.41
Other financial assets	-	152218.26		128591.37
Total financial assets	53.29	487545.64	58.57	441596.81
Financial liabilities				
Borrowings	-	953130.30		902787.64
Trade Payables		5843.29		7879.58
Other financial liabilities	-	350421.20		296431.35
Total financial liabilities	-	1309394.80	-	1207098.56

Note : For the purpose of above abbreviations, FVTPL - fair value through profit and loss; amortised cost - fair value through amortized cost

Note: Financial assets and liabilities relate to level 3 financial instruments and the carrying value approximates to their fair value.

(i) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value through profit and loss statement and (b) measured at amortized cost and for which fair values are disclosed in the financial statements.

Financial assets and liabilities which are measured at fair value-recurring fair value measurements

Financial assets

At 31 March 2021	Level 1	Level 2	Level 3	Total
Investments	53.29	-	-	53.29
Total financial assets	53.29	-	-	53.29

At 31 March 2020	Level 1	Level 2	Level 3	Total
Investments	58.57	-	-	58.57
Total financial assets	58.57	-	-	58.57

Financial assets and liabilities which are measured at amortized cost - for which fair values are disclosed

Financial assets

At 31 March 2021	Level 1	Level 2	Level 3	Total
Investments	-	-	36957.33	36957.33
Trade receivables	-	-	144913.27	144913.27
Loans	-	-	139499.13	139499.13
Cash and cash equivalents	-	-	13957.66	13957.66
Other financial assets	-	-	152218.26	152218.26
Total financial asset	-	-	487545.64	487545.64

Financial liabilities

At 31 March 2021	Level 1	Level 2	Level 3	Total
Borrowings	-	-	953130.30	953130.30
Trade Payables	-	-	5843.29	5843.29
Other financial liabilities	-	-	350421.20	350421.20
Total financial liabilities	-	-	1309394.80	1309394.80

Financial assets

At 31 March 2020	Level 1	Level 2	Level 3	Total
Investments	-	-	36957.33	36957.33
Trade receivables	-	-	90160.09	90160.09
Loans	-	-	180277.60	180277.60
Cash and cash equivalents	-	-	5610.41	5610.41
Other financial assets	-	-	128591.37	128591.37
Total financial asset	-	-	441596.81	441596.81



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

Financial liabilities

At 31 March 2020	Level 1	Level 2	Level 3	Total
Borrowings	-	-	902787.64	902787.64
Trade Payables	-	-	7879.58	7879.58
Other financial liabilities	-	-	296431.35	296431.35
Total financial liabilities	-	-	1207098.56	1207098.56

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

(ii) Valuation technique used to determine fair value

The Company has not adopted any fair value technique to measure its financial assets and financial liabilities. All of the resulting fair value estimates are included in level 3.

29 Financial risk management

Risk management framework

The Company's board of directors have overall responsibility for the Company's risk management framework. The board of directors are responsible for developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The board of directors monitors the compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

The Company has exposure to the following risks arising from financial instruments:

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables and loans and advances to staff	Ageing analysis, credit ratings	Diversification of bank deposits, credit limits and letters of credit
Liquidity risk	Borrowings ,Other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital.

Further quantitative disclosures are included throughout these financial statements.

i. Credit risk management

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The carrying amount of financial assets represent the maximum credit risk exposure.

The Company's trade receivables comprise of dues from government parties, i.e., Discoms with an operating credit period of 30 days from the date of raising invoice and the management asserts that all the trade receivables are to be considered good and fully recoverable.

ii. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company ensures that it has sufficient cash on demand to meet expected operational expenses for a period of 60 days, including the servicing of financial obligations; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters. In addition, the Company maintains the following lines of credit:

iii. Market risk

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



(Rs. in lakh)

a) Foreign currency risk

The Company is not exposed to currency risk on purchases, sales and cash balances that are denominated in a currency other than the functional currencies of the Company.

b) Interest rate risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. Cash flow interest rate risk is the risk that the future cash flows of floating interest bearing investments will fluctuate because of fluctuations in the interest rates.

30 Capital Management and Gearing Ratio

For the purpose of Company's capital management, capital includes issued Equity capital and all other equity reserves attributable to the equity holders. The Primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of financial covenants. The Company monitors capital using a gearing ratio, which is debt divided by total capital. The Company includes within debt, interest bearing loans and borrowings.

The Company's debt to adjusted capital ratio at the end of the reporting period was as follows:

	31 March 2021	31 March 2020
Borrowings		
Non current	918664.28	822362.62
Current	34466.02	80425.02
Current maturities of non current borrowings	72835.06	38553.85
Debt	1025965.36	941341.49
Equity		
Equity Share capital	5.00	5.00
Other Equity	165376.44	137999.13
Total Capital	165381.44	138004.13
Gearing ratio in % (Debt/Capital)	620.36	682.11

31 Related party transactions**a) Key Management Personnel:**

- 1) Sri. D. Prabhakar Rao , Chairman and Managing Director (FAC)
- 2) Sri. C.Srinivas Rao , IRAS , Joint Managing Director
- 3) Sri. T.Jagath Reddy , Director (Transmission)
- 4) Sri. G.Narsing Rao , Director (Projects)
- 5) Sri. J.Surya Prakash , Director (Lift Irrigation Schemes)
- 6) Sri. B.Narsing Rao , Director (Grid Operation)
- 7) Sri. G.Srinivas, FA&CCA(A/cs) & CFO
- 8) Sri. Ravi Kumar Suluva, Company Secretary

b) Non-Whole Time Directors

- 1) Sri. Ajay Misra, IAS (Upto 31.07.2020)
- 2) Sri. K.Ramakrishna Rao, IAS (From 28.08.2020)
- 3) Sri. Sandeep Kumar Sultania, IAS

c) Key management personnel compensation

Name of Key Management Personnel	31 March 2021	31 March 2020
Sri. C.Srinivas Rao , IRAS , Joint Managing Director	43.10	37.54
Sri. J.Surya Prakash , Director (Lift Irrigation Schemes)	36.30	29.93
Sri. T.Jagath Reddy , Director (Transmission)	38.63	31.74
Sri. G.Narsing Rao , Director (Projects)	37.42	30.64
Sri. B.Narsing Rao , Director (Grid Operation)	37.41	30.63
Sri. G.Srinivas, FA&CCA(A/cs) & CFO	53.41	44.27
Sri. Ravi Kumar Suluva, Company Secretary	16.71	13.75

d) Sitting fees paid to Non-whole time directors : Rs.0.13 lakh (Rs.0.05 lakh)

32 Operating segments

a) The Company's Chairman & Managing Director (Chief Operating Decision Maker) examines the Company's performance function wise and have identified two operating segments viz., Transmission of power and State Load Despatch Center. However, the Company has only one reportable segment as per the criteria laid down under Ind AS 108. Hence, segment reporting is not given.

b) Information about the Company - Function wise Revenue from External Customers

- Transmission of power
- State Load Despatch Center

The Company has made external sales to the following customers meeting the criteria of 10% or more of the entity's revenue

Customer 1 - 166381.82 Lakh

Customer 2 - 70304.94 Lakh



ANNUAL ACCOUNTS FY 2020-21

(Rs. in lakh)

33 Contingent liabilities (to the extent not provided for)

	31 March 2021	31 March 2020
Up to 01.06.2014:		
(a) Cases for disputed liabilities of Sales Tax/VAT/CST/Entry Tax pending before the honorable High Court (Deposited Rs.2076.65 lakh)	13885.74	13885.74
(b) Employee State Insurance court case (Deposited Rs.20.00 lakh)	80.00	80.00
(c) Demand towards service tax	395.00	395.00
(d) Demand towards income tax (Deposited 15% of Rs.14567.00 lakh)	14567.00	14567.00
(e) Demand raised by municipal authorities towards disputed municipal taxes	584.00	584.00
(f) Other legal cases (Deposited Rs.347.00 lakh)	Not quantified	Not quantified
On/after 02.06.2014		
a) Entry Tax (Deposited Rs.959.37 lakh in FY 2018-19, Rs.1521.42 lakh in FY2019-20 & Rs.298.35 lakh on 07.05.2021)	11116.57	9923.15
b) Income Tax (Deposited Rs.419.77 Lakh in FY 2017-18 & Rs.986.00 lakhs in FY 2019-20)	7233.84	7233.84
c) Other legal cases	Not quantified	Not quantified

(i) As per the demerger plan, future refunds and liabilities/commitments if any, arises in respect of the period prior to the bifurcation i.e., upto 01.06.2014 and not provided in the accounts (to end of 01.06.2014), such refunds and liabilities/commitments (if it relates to any particular territorial property/lines and sub-stations) shall be the liabilities/commitments of the successor TRANSCO of the respective state in whose territories the property/lines and sub-stations are situated. In case of the refunds and liabilities/commitments specified above do not relate to a particular property/lines and sub stations/territory wise/common, and then the same shall be shared between the two State TRANSCOs in the Population Ratio.

(ii) The Company has received notices of assessment under Telangana Tax on Entry of Goods into Local Areas Act, 2001 for the financial years 2014-15 to 2017-18 (upto June 2017) levying an amount of Rs.11116.57 lakh. The Company has filed an appeal before the Hon'ble High Court for the State of Telangana. As per the directions of the Hon'ble High Court for the state of Telangana, the Company has deposited a total amount of Rs.2779.14 lakhs i.e FY 2018-19 (Rs.959.37 lakhs) FY2019-20 (Rs.1521.42 lakhs) & on 07.05.2021 (Rs.298.35 lakhs) towards 25% of the disputed demand amount.

(iii) The Company has received Income Tax Assessment Order Dt.22.12.2017 for FY 2014-15 (AY 2015-16) with a demand of Rs.2098.84 lakh. The Company has filed an appeal before the Hon'ble Commissioner of Income Tax (Appeals) -2, Hyderabad on 18.01.2018 against the additions made by the Assessing Officer. The Company has remitted an amount of Rs.419.77 lakh on 28.02.2018 towards 20% of demand under protest. The Commissioner of Income Tax (Appeals)-2 has issued Appellate Order Dt.04.12.2018 for deletion of certain additions made by the Assessing Officer. The Company has requested the Assessing Officer for issue of consequential order as per the Appellate Order issued by the Hon'ble Commissioner of Income Tax (Appeals)-2, Hyderabad. However, the Assessing Officer has filed an appeal before Hon'ble Income Tax Appellate Tribunal (ITAT), Hyderabad (Bench-A) on the Appellate Order issued by the Commissioner of Income Tax (Appeals)-2, Hyderabad. The Hon'ble ITAT has issued the order in favour of company on 13.07.2021. The Company has requested the Assessing Officer for issue of consequential order as per the Tribunal Order issued by the Hon'ble Income Tax Appellate Tribunal, Hyderabad.

(iv) The Company has received Income Tax Assessment Order Dt.28.12.2018 for FY 2015-16 (AY 2016-17) with a demand of Rs.3904.99 lakh without giving credit for the TDS Amount of Rs.3581.58 lakh claimed by the Company in its return of income. The Company has requested the Assessing Officer for issue of modification order duly giving credit for the TDS Amount. Further, the Company has filed an appeal before the Commissioner of Income Tax (Appeals)-2, Hyderabad on 23.01.2019 against the additions made by the Assessing Officer and for not giving credit for TDS amount. The Assessing Officer has issued Rectification Order with a revised demand of Rs.208.93 lakh. The Commissioner of Income Tax (Appeals)-2, Hyderabad has issued Appellate Order Dt.30.04.2019 for deletion of additions made by the Assessing Officer. The Company has requested the Assessing Officer for issue of consequential order as per the Appellate Order issued by the Hon'ble Commissioner of Income Tax (Appeals)-2, Hyderabad. However, the Assessing Officer has filed an appeal before Hon'ble Income Tax Appellate Tribunal (ITAT), Hyderabad (Bench-2) on the Appellate Order issued by the Commissioner of Income Tax (Appeals)-2, Hyderabad. The Hon'ble ITAT has issued the order in favour of company on 13.07.2021. The Company has requested the Assessing Officer for issue of consequential order as per the Tribunal Order issued by the Hon'ble Income Tax Appellate Tribunal, Hyderabad.

(v) The Company has received Income Tax Assessment Order Dt.07.11.2019 for FY 2016-17 (AY 2017-18) with a demand of Rs.3488.21 lakh. The Company has filed an appeal before the Commissioner of Income Tax (Appeals)-2, Hyderabad on 25.11.2019 against the additions made by the Assessing Officer and for not giving entire credit for the TDS amount. The Company has remitted an amount of Rs.698.00 lakh on 28.11.2019 towards 20% of demand amount under protest. The Commissioner of Income Tax (Appeals)-2 has issued Appellate Order Dt.27.12.2019 for deletion of additions made by the Assessing Officer. The Company has requested the Assessing Officer for issue of consequential order as per the Appellate Order issued by the Hon'ble Commissioner of Income Tax (Appeals)-2, Hyderabad. However, the Assessing Officer has filed an appeal before Hon'ble Income Tax Appellate Tribunal (ITAT), Hyderabad (Bench-2) on the Appellate Order issued by the Commissioner of Income Tax (Appeals)-2, Hyderabad. The case is pending with ITAT.

(vi) The Company has received Income Tax Assessment Order Dt.31.01.2020 for FY 2017-18 (AY 2018-19) with a demand of Rs.1437.86 lakh. The Company has filed an appeal before the Commissioner of Income Tax (Appeals)-2, Hyderabad on 22.02.2020 against the additions made by the Assessing Officer. The Company has remitted an amount of Rs.288.00 lakh on 14.02.2020 towards 20% of demand amount under protest. The appeal filed by the Company is pending with Commissioner of Income Tax (Appeals)-2, Hyderabad.

(vii) The Company has filed its revised return of Income for FY 2018-19 (AY 2019-20) on 30.03.2020. The assessment of the same is under process.

(viii) The Company has filed its revised return of Income for FY 2019-20 (AY 2020-21) on 31.03.2021. The assessment of the same is under process.

(ix) The Company has received a letter from APTRANSCO on 03.03.2018 towards reimbursement of salaries to TS relieved employees for an amount of Rs.2839.91 lakhs (Including Interest of Rs.441.15 lakh upto 01.02.2018) from October 2015 to May 2016. The Company has not accounted the same as the hearings are pending before Supreme Court of India.

(x) The Company has issued a notice to M/s.Ganapathi Sugars Industries Limited, Medak District for collection of bay and line maintenance charges for an amount of Rs.86.63 lakh for the period from 31.12.2002 to 31.03.2018 (including interest of Rs.27.47 lakh). Since, issue is under dispute the Company has not recognized the revenue.

(xi) M/s.Sree Rayalaseema Power Constructions, Hyderabad has filed cases against the Company claiming Rs.112.63 lakh along with interest. The cases are pending with Hon'ble High Court of Telangana.



(xii) Certain cases were filed by various petitioners for not paying adequate crop compensation for erection of transmission lines. The amount involved is not quantifiable.

(xiii) During FY 2020-21, the Company has received a show cause notice from Commissioner of Central Tax for short/ non payment payment of service tax of Rs.713.29 lakhs. However, the Company has raised a dispute and replied to the notice.

34 The Company has not paid entry tax of Rs.4006.95 lakh which is disputed liability allocated by APTRANSCO. The case is pending before Supreme Court of India and High Court of Judicature at Hyderabad.

35 Commitments

Capital commitments

Capital expenditure contracted for at the end of the reporting period but not recognized as liabilities is as follows:

Particulars	31 March 2021	31 March 2020
Estimated amount of contracts not executed and not provided for (net of advances)	120311.40	154151.54

36 Earnings per share (EPS)

A. Computation of basic and diluted EPS

Basic earnings per share amounts are calculated by dividing the profit/(loss) for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is based on profit/(loss) attributable to equity shareholders and weighted average number of equity shares outstanding, after adjustment for the effects of all dilutive potential equity shares. The Company does not have any potentially dilutive shares for year ended 31 March 2021 and 31 March 2020.

The calculations of profit attributable to equity shareholders and weighted average number of equity shares outstanding for purposes of basic and dilutive earnings per share calculation are as follows:

B. Profit/(loss) attributable to equity shareholders

Particulars	31 March 2021	31 March 2020
Profit/(loss) for the year, attributable to the equity share holders	27377.29	25913.02

C. Weighted average number of equity shares

Particulars	(Nos. in lakh)	
	31 March 2021	31 March 2020
Opening balance	0.50	0.50
Effect of shares issued for cash (if any)	-	-
Weighted average number of shares for the year	0.50	0.50

D. Earnings per share

Particulars	31 March 2021	31 March 2020
Basic earnings per share (Rs.)	54754.59	51826.04
Diluted earnings per share (Rs.)	54754.59	51826.04

37 Assets & Liabilities apportioned under Andhra Pradesh Reorganisation Act, 2014:

(i) On 1st March, 2014, the Andhra Pradesh Reorganization Act, 2014 received the assent of President of India for formation of Telangana State. The new state came into existence with effect from 2nd June, 2014.

As per the Andhra Pradesh Reorganization Act, 2014, the Companies and Corporations specified in the Ninth Schedule constituted for the existing State of Andhra Pradesh shall, on and from the appointed day, continue to function in those areas in respect of which they were functioning immediately before that day.

The assets, rights and liabilities of the companies and corporations referred to in sub-section (1) shall be apportioned between the successor States in the manner provided in Section 53.

(ii) As per Section 53 of the Andhra Pradesh Reorganisation Act, 2014

(a) The assets and liabilities relating to any commercial or industrial undertaking of the existing State of Andhra Pradesh, where such undertaking or part thereof is exclusively located in, or its operations are confined to a local area, shall pass to the State in which that area is included on the appointed day, irrespective of the location of its headquarters: Provided that where the operation of such undertaking becomes inter- state by virtue of the provisions of Part II, the assets and liabilities of –

b) the operational units of the undertaking shall be apportioned between the two successor States on location basis; and

c) the headquarters of such undertaking shall be apportioned between the two successor States on the basis of population ratio.

(iii) Upon apportionment of the assets and liabilities, such assets and liabilities shall be transferred in physical form on mutual agreement or by making payment or adjustment through any other mode as may be agreed to by the successor States.



ANNUAL ACCOUNTS FY 2020-21

(iv) Section 65 of Andhra Pradesh Reorganisation Act, 2014 empowers the successor States of Andhra Pradesh and Telangana to mutually agree upon the apportionment of assets and liabilities between themselves in a manner other than that provided in the Act. No such final agreement has been arrived at in so far as may be applicable to the affairs of APTRANSCO and the Company.

(v) Consequent to bifurcation of State of Andhra Pradesh, the Government of Andhra Pradesh has issued orders vide G.O.Ms.No.26 (Energy), Dt.29.05.2014 for creation of separate TRANSCO for the State of Telangana. Accordingly, a separate entity has been incorporated and got registered with Registrar of Companies with the name of Transmission Corporation of Telangana Limited (the Company).

(vi) With regard to apportionment of assets and liabilities of Transmission Corporation of Andhra Pradesh Limited (hereinafter referred to as APTRANSCO) to the Company as on 02.06.2014, APTRANSCO has submitted its draft demerger plan to the Expert Committee vide Lr.No.CMD/Dir (Fin. & Rev.) / FA&CCA (A/cs)/SAO (BS)/D.No.200/15, Dt.28.05.2015 with a copy to the Company.

(vii) Further, APTRANSCO has submitted its final demerger plan to the Secretary, Expert Committee vide letter No FA&CC(Accounts)/SAOB,B/S and Costing/D.No.96/18 dated 20.03.2018 with a copy to the Company.

(viii) In this regard draft dissent note was placed before the Board of the Company in its 28th Board Meeting held on 23.05.2018. Based on the minutes of the Board, the Company has submitted its dissent notes to the Secretary, Expert Committee on the demerger plan submitted by APTRANSCO.

(ix) The Expert Committee has reviewed the proposal submitted by APTRANSCO and dissent notes thereon submitted by the Company in its meeting held on 13.08.2018. The Expert Committee has submitted its recommendations vide D.O.Lr.No.5614/Expert Committee/2014, Date: 15.11.2018.

(x) Material variations of certain assets and liabilities apportioned as per final demerger plan and as assessed by the Company.

a) Investment in GVK Power & Infrastructure Limited and Andhra Pradesh Gas Power Corporation Limited is considered as geographical location wise asset to Andhra Pradesh by APTRANSCO. Whereas, the Company opined that since it is Headquarter's asset it is to be apportioned on population basis. However, the Company stands with its view of allocation of these investments on population ratio basis. This has an impact of increase in investment of Rs.1523.09 lakh (Note-4). The Expert Committee has recommended that the shares of these two companies purchased by APTRANSCO were in the form of location specific investments and must be apportioned on the basis of location to APTRANSCO. The Board and State Government has to take its view on the recommendations of the Expert Committee.

b) In respect of differences between assets and liabilities apportioned to the Company, APTRANSCO has shown as demerger adjustment account (receivable from the Company). Whereas, the Company has taken the difference between the assets and liabilities (including equity) to "Reorganization Resultant Reserve". Pending finalisation of demerger plan, the Company has continued the difference between the assets and liabilities (including equity) under "Reorganization Resultant Reserve". On finalisation, necessary entries will be incorporated accordingly. The Expert Committee has recommended that the difference between the total of the debits and credits shall be adjusted under the head "Reserves and Surplus" in the books of the transferee company. The Board and State Government has to take its view on the recommendations of the Expert Committee.

c) **Vidyut Soudha Building** : As per the Expert Committee, the book value of the Headquarters building of APTRANSCO as it appears in the audited Balance Sheet as on 02.06.2014 has to be apportioned between the two organizations on the basis of the population ratio as per the AP Reorganization Act. The physical division of this asset is also to be done on the basis of the population ratio. However, the Company is of the view that the book value of Vidyut Soudha building has to be apportioned on population basis as mandated in Section 53 (1) (b) of the A.P.Reorganisation Act, 2014. The Expert Committee has recommended that the asset of the APTRANSCO at the Head Quarters in Vidyut Soudha building must be apportioned on the population basis. The Board and State Government has to take its view on the recommendations of the Expert Committee.

d) **Corporate Training Institute building** : The Company is of the view that the Corporate Training Institute building at Hyderabad is an independent unit and is to be allocated to the Company on location basis. The Expert Committee has recommended that the Corporate Training Center should be transferred to the Company.

(xi) The demerger plan and the recommendations of the Expert Committee have to be agreed by the respective Board of Directors of the Company and APTRANSCO and are to be approved by both the State Governments. Any variation to the Company assessed assets and liabilities will be considered in the books of account of the Company in the year in which the said plan is approved and notified.

(xii) Pending approval of demerger plan, all the investments are in the name of APTRANSCO and physical possession of all such documents are with APTRANSCO.

(xiii) The following is the position of Assets and Liabilities apportioned to Telangana State Government pursuant to Andhra Pradesh Reorganisation Act, 2014 as per Demerger Plan proposed by APTRANSCO and that of the same assessed/adopted by the Company as on 2nd June, 2014 in anticipation of and pending formal vesting by the Government of Telangana:

ANNUAL ACCOUNTS FY 2020-21



(Rs. in lakh)

Particulars	As per APTRANSCO Revised draft Demerger Plan	As per Company	Adjustments made by the Company during FY 2015-16	As per the Company as at 31 March 2016	Adjustments made by the Company during FY2016-17 to FY2020-21	As per the Company as at 31 March 2021
FIXED ASSETS :						
Gross Block of Assets	488338.87	488338.87	-	488338.87	-	488338.87
Less: Accumulated Depreciation	217645.77	217641.41	-	217641.41	-	217641.41
Net Fixed Assets	270693.10	270697.46	-	270697.46	-	270697.46
Capital work-in progress	164692.12	164692.12	-	164692.12	-	164692.12
Deferred Cost	15699.78	15699.78	-	15699.78	-	15699.78
Intangible Assets	260.03	260.03	-	260.03	-	260.03
Investments	34263.00	38897.60	(2442.00)	36455.60	-	36455.60
Total Current Assets	140305.78	153216.37	(3086.73)	150129.64	-	150129.64
Less: Current Liabilities	167163.45	167389.35	-	167389.35	-	167389.35
Net Current Assets	(26857.67)	(14172.98)	(3086.73)	(17259.71)	-	(17259.71)
Demerger Adjustment Account	(9657.32)	-	0.00	-	-	-
NET ASSETS:	449093.04	476074.01	(5528.73)	470545.28	-	470545.28
Borrowings for working capital	-	-	-	-	-	-
Payments due on Capital Liabilities	-	-	-	-	-	-
Capital Liabilities	171520.60	171520.60	-	171520.60	-	171520.60
Funds from State Government	-	-	-	-	-	-
- Loans	69591.63	69591.63	-	69591.63	-	69591.63
- Equity	32477.79	-	-	-	-	-
Contributions, Grants and Subsidies towards cost of Capital Assets	67119.37	67119.37	-	67119.37	-	67119.37
Reserve and Reserve Funds	17517.19	17517.19	-	17517.19	-	17517.19
Surplus/(Deficit)	35600.18	-	-	-	-	-
Deferred Tax Liability (Net)	4872.61	4872.61	-	4872.61	-	4872.61
Liability for Pension & Gratuity, Gratuity and Leave Encashment Trusts	50393.67	50393.67	-	50393.67	-	50393.67
Reorganisation Resultant Reserve	-	95058.94	(5528.73)	89530.21	-	89530.21
TOTAL FUNDS:	449093.04	476074.01	(5528.73)	470545.28	-	470545.28

38 Movement in reorganisation resultant reserve

Particulars	Demerger Adjustments	Adjustments made by the Company	Total
Opening Balance adopted by the Company			
Equity	32477.79	-	32477.79
Accumulated Surplus	62581.14	-	62581.14
Opening Balance as on 2 June 2014	95058.93	-	95058.93
2014-15			
Adjustments made during the year			
Writing off of Deferred Revenue Expenditure	-	(15699.78)	(15699.78)
Depreciation relating to the period prior to incorporation	-	(553.36)	(553.36)
Closing Balance as on 31 March 2015	95058.93	(16253.14)	78805.79
Adjustments made during the year			
Reduction in allocation of Transmission & SLDC Charges Receivables	(3086.73)	-	(3086.73)
Reduction in Bonds issued against Receivables towards Transmission & SLDC Charges	(2442.00)	-	(2442.00)
Depreciation relating to the period prior to incorporation	-	(113.82)	(113.82)
Towards adjustment of certain unidentified balances	-	4891.21	4891.21
Closing Balance as on 31 March 2016	89530.20	(11475.75)	78054.45
Adjustments made during the year	-	-	-
Closing Balance as on 31 March 2017	89530.20	(11475.75)	78054.45
Adjustments made during the year			
Towards accounting for regulatory liability for the 2nd Control Period (FY 2009-10 to FY 2013-14)	-	(31713.00)	(31713.00)
Closing Balance as on 31 March 2018	89530.20	(43188.75)	46341.45
Adjustments made during the year	-	-	-
Closing Balance as on 31 March 2019	89530.20	(43188.75)	46341.45
Adjustments made during the year	-	-	-
Closing Balance as on 31 March 2020	89530.20	(43188.75)	46341.45
Adjustments made during the year	-	-	-
Closing Balance as on 31 March 2021	89530.20	(43188.75)	46341.45



ANNUAL ACCOUNTS FY 2020-21

39 As per the salient features of Ind-AS 20, Government grants are not recognized until there is reasonable assurance that the entity will comply with the conditions attached to them. Accordingly, the entire funds received by the Company from Government of Telangana for extension of power supply/connectivity to the various Lift Irrigation Schemes, were not recognised as deferred consumer grants/pending completion of obligation on the part of the Company.

Since the works are at various stages the unutilised funds were kept with DISCOMs as Inter Corporate Deposits (ICDs). During the year, the Company has earned an amount of Rs.9248.28 lakh (Rs.10424.51 lakh) on unutilised Lift Irrigation Scheme funds of Govt. of Telangana. Since, the funds are released by the State Government for specific purpose i.e, towards erection of Lines and Sub-stations for extension of power supply to various Lift Irrigation Schemes taken up by the Govt. of Telangana, the interest earned on such unutilised funds was recognised as liability to State Government and accounted to a separate account i.e, "Interest on GoTS LIS Deposits" Account.

The details of LIS deposits received from State Government and the utilization thereof are as follows :

Particulars	Balance as at 01.04.2020	FY 2020-21	Balance as at 31.03.2021
1) Deposits received from State Govt	503531.30	53138.37	556669.67
2) Interest payable to State Govt. on LIS deposits	96288.68	9248.28	105536.96
3) Total (1+2)	599819.98	62386.65	662206.63
4) Amount of Lift Irrigation Assets put to use transferred to "Consumer contribution towards cost of capital assets"	230413.67	76475.21	306888.89
5) Amount transferred to "Development charges towards cost of capital	65160.45	6264.92	71425.37
6) Supervision charges transferred to Statement of Profit and Loss	33944.89	3120.42	37065.31
7) Amount paid to DISCOMs	6248.74	15000.00	21248.74
8) Total expenditure (4 to 7)	335767.75	100860.56	436628.31
9) Balance deposits at the end of the year (3-8)	264052.23	(38473.90)	225578.32
10) Less: Capital works in progress	83465.88	(12987.19)	70478.69
11) Balance deposits at the end of the year (9-10)	180586.34	(25486.71)	155099.63

Till date, all Lift Irrigation Assets irrespective of bulk load works or deposit contribution works were taken into books of the Company. However, the Company is in the process of identification of assets capitalized under deposit contribution works.

Consequent to demerger of composite APTRANSCO, the Lift Irrigation Funds kept with DISCOMs amounting to Rs.98097.94lakh were allocated to the Company based on the leftover LIS works. However, the interest receivable is being accounted based on the balances confirmed for Rs.89230.70 lakh by TS DISCOMs. With regard to the balance amount of Rs8867.24 lakh, the interest receivable is being accounted to APTRANSCO Account.

40 The Govt. of A.P. had taken decision to waive off the Agriculture dues outstanding as on 31.03.2004. To compensate the DISCOMs for the said waiver of dues from agriculture consumers, orders were issued vide G.O.Ms.No.30, Dated 09.03.2006 directing APTRANSCO to mobilize funds to the extent of Rs.97500.00 lakh (Rs.20000.00 lakh during FY2005-06, Rs.30000.00 lakh during FY2006-07, Rs.12500.00 lakh during FY 2007-08 and Rs.35000.00 lakh during FY 2008-09). The repayment of principal and interest is guaranteed by Govt. of A.P. with budgetary support. Accordingly, APTRANSCO had mobilized the funds amounting to Rs. 97500.00 lakh on behalf of Govt. of Andhra Pradesh and the proceeds were paid to APDISCOMs. The Govt. of Andhra Pradesh is releasing the required funds to APTRANSCO as per due dates to service these bonds from time to time. As against the bonds outstanding liability of Rs.95550.00 lakh, the liability apportioned to the State of Telangana is Rs.60550.00 lakh and the balance outstanding as on balance sheet date is Rs.37781.00 lakh (Rs.37781.00 lakh). The Company has recognized the liability as payable to APTRANSCO and receivable from Govt. of Telangana. The details of principal and interest payable are as follows:

Particulars	Principal	Interest
Opening Balance as at 01.04.2020	37,781.00	1,119.19
Payable during FY 2020-21	3,999.00	5,466.33
Amount released by Govt. of Telangana	-	2,032.34
Amount paid by the Company during FY 2020-21	-	3,357.57
Balance outstanding at 31.03.2021	37,781(*)	3,227.95

(*) (i) Includes an amount of Rs.12500.00 lakh payable during FY 2017-18 and (ii) Rs.3999.00 lakh due on 15.02.2021 not paid till balance sheet date due to non receipt of funds from Govt. of Telangana.

41 The Government of India has sanctioned grant to the Company under Power System Development Fund (PSDF) towards execution of certain specified schemes. As per the sanction, grant will be released equivalent to 90% of expenditure. The details of grants received and expenditure incurred under the said schemes are as follows:

Name of the Scheme	Amount receivable (unspent) at the beginning of the year	Receivable during the year (towards 90% of expenditure incurred)	Grant received during the year	Amount receivable (unspent) as at the end of the year
Power System Development Fund	330.96	19.09	-	350.05
Power System Development Fund - Reactors Scheme	327.70	-261.56	-	66.14
Power System Development Fund - HTLS Scheme	50.00	-	-	50.00
Power System Development Fund - OPGW Scheme	(798.20)	-	-	(798.20)
Total:	(89.54)	-242.47	0.00	(332.01)

ANNUAL ACCOUNTS FY 2020-21



42 During the year, theft of material cases reported amounting to Nil (Previous Year : 0.42). The investigation is under progress

43 Expenditure on Corporate Social Responsibility activities:

Particulars	Amount
Gross amount required to be spent by the Company during the year	715.23
Amount spent during the year	717.00

44 Consequent to demerger of APTRANSCO, certain unidentified balances were apportioned to the Company, out of which the balances amounting to Rs.1474.82 lakh are under review and necessary adjustments if any, will be made in the books of accounts in subsequent years.

45 Deferred tax asset of Rs.11501.00 lakh allocated to the Company towards employee terminal benefits is not recalculated using the present enacted tax rates at the end of the reporting period since the employee bifurcation between the Company and APTRANSCO is pending.

46 The Company is in the process of compiling the details of title deeds of immovable properties.

47 As per Ind AS 16 on property, plant and equipment, the stores procured for construction activity have been grouped under Capital work-in-progress.

48 During the year, certain prior period items are accounted. As these items are not material, no retrospective correction was done by restating the earlier years as per Ind AS 8.

49 As at balance sheet date, the Company has provided an amount of Rs.-1043.79 lakh (Rs.1159.21 lakh) towards Non-moving, obsolete, unserviceable material lying at various stores. The provision towards obsolete material was provided towards the material which are not useful due to change of process/design or technology. The provision towards non-moving and unserviceable was made based on the physical verification against which there is no movement since long time. Accordingly, provision to the extent was made.

50 The balances shown under advances, trade payables and creditors for capital supplies and others are subject to confirmation/ reconciliation and consequential adjustments, if any.

51 Previous year figures have been regrouped/recast wherever necessary.

In terms of our report attached
for **G.S.Madhava Rao & Co.,**
Chartered Accountants (Firm Regn. No.001907S)

For and on behalf of the Board of
Transmission Corporation of Telangana Limited

Manikya Prasad G
Partner
Membership No.020105

C.Srinivasa Rao
Joint Managing Director
(Finance, Comm., & HRD) and
Chairman & Managing Director (FAC)
DIN No.00196179

T. Jagath Reddy,
Director (Transmission)
DIN No.07050306

Place: **Hyderabad**
Date : **25th September, 2021**

G.Srinivas
FA&CCA (Accounts) & CFO

Ravi Kumar Suluva
Company Secretary



**TRANSMISSION CORPORATION OF TELANGANA LIMITED
FUNCTION WISE ANALYSIS OF REVENUE AND EXPENDITURE**

(Rs. in Lakhs)

S.No.	Note	TRANSMISSION	SLDC	TOTAL
	INCOME			
1	Revenue from Transmission & SLDC Charges	240518.38	4053.14	244571.53
2	Revenue Subsidies and Grants	-	-	-
3	Other Income	44452.77	119.39	44572.17
	TOTAL INCOME	284971.16	4172.54	289143.69
	EXPENDITURE			
4	Repairs and Maintenance	4917.75	75.32	4993.08
5	Employee Costs	71040.57	3927.54	74968.10
6	Administration and General Expenses	4251.07	34.44	4285.51
7	Depreciation and Related Debits (Net)	85778.27	135.24	85913.51
8	Interest and Finance Charges	101961.84	0.00	101961.84
	Sub-Total:	267949.51	4172.54	272122.05
	Less: Expenses Capitalised			
9	Interest and Finance Charges Capitalised	17940.16	-	17940.16
10	Other Expenses Capitalised	11145.59	-	11145.59
	Sub-Total:	29085.75	-	29085.75
11	Other Debits	0.00		
12	Exceptional items	-	-	-
	TOTAL EXPENDITURE	238863.76	4172.54	243036.30
	PROFIT/(LOSS) BEFORE TAX	46107.40	(0.00)	46107.40



TRANSMISSION CORPORATION OF TELANGANA LIMITED

STATEMENT OF TECHNICAL PARTICULARS

Sl. No.	Particulars	Unit	FY 2020-21	FY 2019-20
1	Input Energy from State Generators (132kv and above)	MU	35034.01	38488.43
2	CGS (Ex-Bus)	MU	31036.24	29041.90
3	System input at 132kv & above (1+2)	MU	66070.25	67530.33
4	Energy Delivered by TRANSCO to DISCOMs	MU	63366.24	64901.31
5	Transmission Losses (3-4) inclusive of PGCIL Losses	MU	2704.01	2629.02
6	% of Transmission Losses on respective inputs (5/3*100) inclusive of PGCIL Losses	%	4.09	3.89
6a	% of Transmission Losses on respective inputs ((5-11/(3-11)*100) exclusive of PGCIL Losses	%	2.57	2.65
7	Net Wheeled Energy at 132kv & Above by third party developers	MU	0	0
8	Energy Delivered by TRANSCO to DISCOMs excluding Wheeled energy at 132kv & above (4-7)	MU	63366.24	64901.31
9	Drawals at 33kv & 11kv from third party developers	MU	2159.84	2117.35
10	Drawals at 33kv & 11kv from GENCO	MU	15.16	2.83
11	External Losses (PGCIL Losses)	MU	1030.94	863.19
12	Input Enrgy to DISCOMs (Incl. Drawals at 33kv & 11kv from third party developers and GENCO) (8+9+10)	MU	65541.24	67021.49



400 KV GIS SUBSTATION RAIDURG HYDERABAD