

**TAMIL NADU POWER FINANCE AND INFRASTRUCTURE
DEVELOPMENT CORPORATION LIMITED, CHENNAI – 600 035.**

33RD ANNUAL GENERAL MEETING

VENUE
CONFERENCE HALL OF
EXPENDITURE
SECRETARY, FINANCE
DEPARTMENT, SECRETARIAT and
through Video Conferencing.

DATE & TIME:
ON
26.11.2024
AT
01:30 P.M

Sl. No.	<u>Business</u>
1.	To receive, consider and adopt the Financial Statements of the Company for the year ended on March 31, 2024 consisting of Audited Balance Sheet and the Statement of Profit and Loss Account for the financial year ended on that date and the Reports of the Board of Directors and Auditors thereon.
2.	To consider not to declare Final dividend for the FY 2023-24.
3.	To fix the remuneration to Statutory Auditors for the financial year 2024-25.



**TAMIL NADU POWER FINANCE AND
INFRASTRUCTURE DEVELOPMENT
CORPORATION LIMITED,
CHENNAI-600035.**

33RD ANNUAL REPORT

2023-2024

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**TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT
CORPORATION LIMITED, CHENNAI – 600 035
GENERAL INFORMATION (AS ON 26.11.2024)**

Chairman:

Thiru, T. Udhayachandran, IAS.,

Managing Director:

Tmt. Pooja Kulkarni, IAS.,

Directors:

Thiru. Phanindra Reddy, IAS.,

Dr. Beela Venkatesan, IAS.,

Tmt. Pooja Kulkarni, IAS.,

Thiru. Pratik Tayal, IAS.,

Dr. Sadakkadulla

Tmt. N. Chitra

Chief Financial Officer:

CMA. P. Jameela

Company Secretary:

CS.R. Varshini

Bankers:

State Bank of India

Canara Bank

Bank of Baroda

Indian Bank

HDFC Bank

Indian Overseas Bank

ICICI Bank Limited

Yes Bank

Auditors:

M/s. R V K S and Associates,

Chartered Accountants,

Chennai - 600017

Registered Office:

“Tufidco – Powerfin Towers”

No.490/3-4, Anna Salai,

Nandanam, Chennai – 600 035

**TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT
CORPORATION LIMITED, CHENNAI-600 035.**

SHORT TERM NOTICE

The Short Term Notice is hereby given that the **Thirty Third Annual General Meeting** of the Members of TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED will be held as per Section 101 and 96 of the Companies Act, 2013 on **26.11.2024** at the Conference hall of Expenditure Secretary ,Finance Department ,Secretariat and through video conferencing at **01.30 P.M.** to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Financial Statements of the Company for the year ended on March 31, 2024 consisting of Audited Balance Sheet and the Statement of Profit and Loss Account for the financial year ended on that date and the Reports of the Board of Directors and Auditors thereon.
2. To consider not to declare Final dividend for the financial year 2023-2024.
3. To fix the remuneration to Statutory Auditors for the financial year 2024-2025.

/BY ORDER OF THE BOARD/


MANAGING DIRECTOR

Place : Chennai – 600 035
Date : 14.11.2024

NOTE:

A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. Proxy in order to be effective must be lodged with the Company not less than 48 hours before the commencement of the meeting.

**TAMIL NADU POWER FINANCE AND INFRASTRUCTURE
DEVELOPMENT CORPORATION LIMITED, CHENNAI –600 035.**

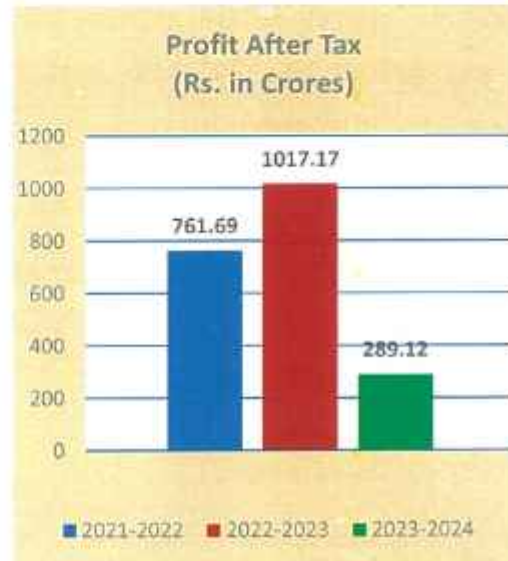
BOARDS' REPORT

To,
The Members,

Your Directors have great pleasure in presenting the Thirty Third Annual Report of the Company together with the audited accounts for the year ended March 31, 2024,

1. FINANCIAL RESULTS:

The performance of your Company for the period under review has resulted in Rs. 289.12 crores of profit after tax.



The summarized financial results of the Company are furnished below:

(Rs. in Crores)

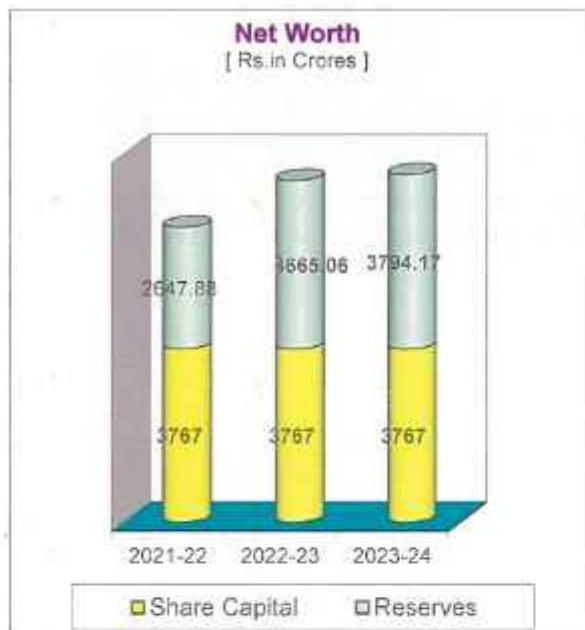
Particulars	2023-2024	2022-2023
Net profit after tax	289.12	1017.17
Add: Surplus brought forward	1721.11	1158.06
Amount available for appropriations	2010.23	2175.23
Appropriations have been made as under:		
General Reserve	28.91	101.72
Special Reserve	68.69	148.98
Reserve Fund	57.82	203.43
Dividend	160.00	-
Surplus carried to Balance Sheet	1694.80	1721.11
	2010.23	2175.23

The total revenue during the year is Rs. 5037.87 crores as against Rs. 4780.70 crores in the previous year.

The net worth of the company is 7561.17 crores at the end of the year as against Rs. 7432.06 crores at the end of the previous year.

2. DIVIDEND:

TNPFC has declared an interim dividend of Rs. 160 crores for the Financial Year 2023-24.



3. DEPOSITS:

The cumulative deposits of your Company surged to a record high of Rs. 40,066.78 Crores as on 31.03.2024.

During the year, your corporation mobilized a sum of Rs. (629.50) crores as net deposits.



The cumulative deposits decreased from Rs.40,696.28 crores at the beginning of the year to Rs. 40,066.78 crores at the end of the year registering a negative rate of 1.55 %.

The deposit from institutions, which was Rs.29055.55 crores at the beginning of the year, has increased to Rs.29,438.20 crores at the end of the year registering a rate of increase of 1.32%.

The number of depositors as on 31.03.2024 is 2,34,801. The maximum rate of interest offered on deposits was increased from 7.75 %

p.a. to 8.00 % p.a. with effect from 1st January 2024.

As at the year end, deposit receipts amounting to Rs. 3,098.84 crores matured for payment and were due to be claimed or renewed.

The Maturity repayments/renewals, are currently (as of 31st July, 2024) Rs 3193.98 crores of which Rs. 2485.74 crores pertain to Government Welfare Scheme deposits which are actually not matured deposits as they need to be renewed after the maximum period of deposits offered by TNPFC i.e. every 5 years. Steps are continuously being taken to arrange for repayment / renewal of these deposits.

4. FINANCIAL ASSISTANCE:

During the period under report, the gross financial assistance to TANGEDCO has also reached a sum of Rs. 34,786.00 crores as against Rs. 32,946.00 crores in the previous year.

The recovery by way of repayment is Rs. Rs. 34,342.91 crores as against Rs. 29,167.48 crores in the previous year. The net financial assistance (including

rebate) to TANGEDCO is Rs. 1878.59 crores.



5. RESERVES:

During the period under report, a sum of Rs.28.91 Crores as General Reserve as per the Companies Act, 2013, Rs.68.69 Crores as Special Reserve as per Income Tax Act, 1961 and Rs.57.82 Crores as Reserve Fund as per Section 45 IC of the provisions of RBI Act, 1934 has been transferred from Profit and Loss Account.

6. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT:

As on March 31, 2024, there are no outstanding loans or guarantees covered under the provisions of Section 186 of the Act.

The details of the investments made by company are given in the notes to the financial statements.

7. BOARD OF DIRECTORS:

a. Board Composition:

Chairman	Thiru. T. Udhayachandran, IAS;
Managing Director	Tmt. Pooja Kulkarni, IAS;
Non-Executive Directors	1. Thiru. Phanindra Reddy, IAS;
	2. Tmt. Beela Venkatesan, IAS.,
	3. Tmt. Pooja Kulkarni, IAS;
	4. Thiru Pratik Tayal, IAS;
Independent Directors	1. Dr J Sadakkadulla
	2. Tmt. N. Chitra
Woman Director	Tmt. N. Chitra

b. Number of Board Meetings held:

The details of Board Meetings are given below:

Date	Board Strength	No. of Directors present
13.04.23	8	7
26.07.23	8	8
16.08.23	8	5
22.09.23	8	7
12.12.23	8	5
21.12.23	8	6
14.03.24	8	7

c. Changes in Directors/KMP:

During the year under report, T. Udhayachandran, IAS, has been appointed as the Chairman.

Tmt. Pooja Kulkarni, IAS has been appointed as the Managing Director.

Thiru. Pratik Tayal, IAS, Dr. Beela Venkatesan, IAS, Thiru. K. Phanindra Reddy, IAS; and Thiru. Prashant. M. Wadnere, IAS have been appointed as Non-Executive Directors.

During the period under report, Thiru. Sibi Adhithya Senthil Kumar, IAS; Thiru. Ramesh Chand Meena, IAS; Tmt. Asia Mariam, IAS; Thiru. Rajesh Lakhoni, IAS; Thiru. Hans Raj Verma, IAS; and Thiru. P. Akash, IAS have relinquished their Directorship as per the orders of the Government of Tamil Nadu.

The Board of Directors wishes to place on record the valuable services rendered by the outgoing Directors.

d. Independent Directors:

During the year under report, Dr J. Sadakkadulla and Tmt N. Chitra are Independent Director and Independent as well as woman

Director respectively of the Company.

All Independent Directors have given declaration that they meet the criteria of independence as laid down under section 149(6) of the Companies Act, 2013.

8. SHARE CAPITAL:

During the period under report the Authorised Share Capital of the Company is Rs. 7500.00 Crores and the Paid-up Equity Capital of the Company is Rs. 3767.00 Crores.

Shareholding pattern:

SI. No	Name	No. of Shares held	Book value (Rs. 10/- per Share)
1	Hon'ble Governor of Tamil Nadu	376,69,99,920	3766,99,99,200
2	Thiru. T. Udhayachandran, IAS, Chairman, TNPFC	10	100
3	Tmt. Pooja Kulkarni, IAS; MD, TNPFC	30	300
4	Thiru. K. Phanindra Reddy, IAS; Additional Chief Secretary to Government, Transport Department.	10	100

5	Dr. Beela Venkatesan, IAS; Principal Secretary to Government, Energy Department,	10	100
6	Tmt. Pooja Kulkarni, IAS; CEO, TNIDB	10	100
7	Thiru. Pratik Tayal, IAS; Deputy Secretary to Government(Budget), Finance Department,	10	100

9. DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of Section 134(3)(c) of Companies Act, 2013, your Directors state as follows:

i) that in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

ii) that the Directors had selected such accounting policies and applied them consistently and made judgements 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 or loss of the company for that period;

iii) that 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; and

iv) that the Directors had prepared the annual accounts on a going concern basis.

v) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that systems are adequate and operating effectively.

10. COMMITTEE:

a. Audit Committee:

The Audit Committee consists of Thiru. Pratik Tayal, IAS; Director, Dr J Sadakkadulla, Independent Director and Tmt. N. Chitra, Independent Director.

The Committee reviewed the financial statements, budget estimates and observations of the Internal Auditors.

During the year, the Committee met thrice on 18.07.2023, 11.12.2023 and 01.03.2024.

The Board considered the views of the Audit Committee while approving the accounts for the year ended 31st March 2024.

b. Whistle Blower Mechanism:

The Company promotes ethical behavior in business activities and has put in place a mechanism for illegal or unethical behavior. The Company has a Vigil mechanism and Whistle blower policy under which the employees are free to report the violations and regulations. The mechanism is overseen by the Audit Committee. Employees may also report to the Chairman of the Audit Committee. During the year under review, no employee was denied to access the Chairman of the Audit Committee.

c. Corporate Social Responsibility (CSR) Committee:

The report of the CSR Committee (Annexure C) is enclosed.

d. Nomination and Remuneration Committee:

During the year under review, Committee has evaluated the performance of Independent

Directors, Key Managerial Personnel and Employees of the Company and same were considered by the Board of Directors of the Company.

e. Stakeholders Relationship Committee:

The Stakeholders Relationship Committee oversees the grievances of the Deposit holders and redressed the grievances.

However, during the Year the Committee members have reviewed the complaints received and redressed, also they have taken continuous effort to redress the pending 54 Numbers of Complaints received from various depositors and members and taking further steps to reduce the grievances of the deposit holders.

11. RISK MANAGEMENT POLICY:

The Company has internal mechanism for risk management and has developed a Risk Management Policy.

At present the company has not identified any element of risk which may threaten the existence of the company.

12. AUDITORS:

a. Statutory Auditors:

In terms of Section 139(5) of the Companies Act, 2013, the Comptroller and Auditor General of India has appointed M/s. R V K S and Associates, Chartered Accountants Chennai - 600 017 as the Auditors of the Company for the year 2023-2024.

b. Internal Auditors:

In terms of Section 138 of the Companies Act, 2013, the Board has appointed M/s. SEN SEN & Co., Chartered Accountants, Chennai as Internal Auditor of the Company for the financial year 2023-2024.

c. Secretarial Auditors:

In terms of Section 204(1) of the Companies Act, 2013, the Board has appointed CS. A. Mohan Kumar, Mohan Kumar & Associates, Chennai as the Secretarial auditor of the company for the financial year 2023-24 and the report of the Secretarial Auditor (Annexure B) is enclosed.

13. AUDIT BY COMPTROLLER AND AUDITOR GENERAL:

The Comptroller and Auditor General of India will conduct the Audit under Section 143 (6) (b) of the Companies Act, 2013. The report thereon of the Comptroller and Auditor General of India is enclosed as Annexure A.

14. PERSONNEL:

Your directors wish to place on record their appreciation to all employees, who continue to display dedication, outstanding professionalism and commitment to achieve the excellent performance during the year. The total strength of the work force as on March 31, 2024 is 20.



The Income per employee and Profit per employee have shown reasonable increase during the year under report and the productivity of the employees of the Corporation matches the best in the Sector.

15. STATUTORY INFORMATION:

a) The information as required to be furnished under Section 134 (3) (m) of the Companies Act, 2013, with regard to the conversion of Energy & Technology Absorption is not applicable to the Company.

b) The Company had foreign exchange earnings and outgo during the period under review are in line with the requirements of IND AS 21. The details of foreign earnings and outgo as required under section 134 of the Companies Act, 2013 and Rule 8(3) of Companies (Accounts) Rules 2014 are mentioned below:

Particulars	For the Year Ended 2023-2024 (Rs. in crores)
Foreign Exchange earnings	NIL
Foreign Exchange Outgo	0.08

16. PREVENTION OF SEXUAL HARASSMENT POLICY:

The Company has a Prevention of Sexual Harassment policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

17. ACKNOWLEDGEMENT:

Your Company is grateful to the Government of Tamil Nadu, Reserve Bank of India, Depositors and Bankers for their valuable support. Your directors also thank all the depositors for their continued support to your Company.

FOR AND ON BEHALF OF THE BOARD


**Thiru. Pratik Tayal, IAS;
DIRECTOR**


**Tmt. Pooja Kulkarni, IAS;
MANAGING DIRECTOR**

TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED
A TEN YEAR PROFILE (Amount Rs. In Lakhs)

	As Per Ind AS									
	2014-2015	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-23	2023-24
I. What we owe								(Restated)		
Share Capital	9,000.00	9,000.00	9,000.00	9,000.00	1,29,000.00	2,93,000.00	3,36,700.00	3,76,700.00	3,76,700.00	3,76,700.00
Reserves & Surplus	64,877.08	71,785.65	80,052.83	86,224.23	98,570.59	1,50,324.13	1,89,793.31	2,62,817.99	3,57,607.16	3,72,654.88
CSR Reserve	206.09	206.09	57.35	-	-	-	-	-	-	-
Unsecured Loans	13,44,704.46	17,25,217.59	20,28,631.23	26,98,303.22	31,98,084.36	34,78,308.06	38,00,132.26	41,69,513.36	40,69,628.49	40,06,678.36
Current Liabilities	1,69,566.83	1,91,019.09	2,28,116.63	2,63,089.66	19,730.98	27,202.16	22,462.25	43,417.48	3,12,878.24	4,20,937.71
Total	15,88,354.46	19,97,228.42	23,45,858.04	30,56,627.11	34,45,385.93	39,48,834.35	43,49,087.82	48,52,448.83	51,16,813.89	51,76,970.94
II. What we Own										
Net Fixed Assets	405.50	397.34	400.44	384.89	390.89	419.01	789.84	675.42	560.08	469.63
Investments	9,182.08	9,182.08	9,182.08	7,982.08	37,436.69	1,18,759.50	1,88,468.10	4,86,029.26	3,01,856.08	3,58,481.53
Deferred Tax Assets	154.47	139.66	125.98	151.52	1,594.55	888.00	-	676.72	3,669.80	-319.24
Current Assets	52,668.12	72,894.04	1,08,097.79	1,40,124.46	77,047.49	63,274.51	1,09,854.96	80,155.50	1,50,418.21	1,08,299.77
Loans and Advances	15,25,944.29	19,14,615.30	22,28,051.77	29,07,984.16	33,28,916.31	37,75,493.33	40,49,974.92	42,84,911.93	46,60,309.70	47,10,039.26
Total	15,88,354.46	19,97,228.42	23,45,858.04	30,56,627.11	34,45,385.93	39,48,834.35	43,49,087.82	48,52,448.83	51,16,813.89	51,76,970.94
III. INCOME										
Income from operations	1,57,420.37	1,84,928.08	2,23,696.31	2,61,706.70	3,01,920.23	3,39,671.63	3,85,180.36	4,30,607.61	4,76,947.74	4,93,085.60
Interest earned on investments	654.12	477.60	477.60	467.44	366.52	1,145.24	2,388.12	852.73	179.10	208.95
Miscellaneous Income	1,119.57	1,504.78	2,078.09	1,294.58	1,271.41	1,487.04	773.54	81.24	942.79	10,492.11
Total	1,59,194.06	1,86,910.46	2,26,252.00	2,63,468.72	3,03,558.16	3,42,303.91	3,88,342.02	4,31,541.58	4,78,069.63	5,03,786.66
IV. EXPENDITURE										
Employees Remuneration	138.97	178.37	229.54	356.88	299.88	296.20	342.30	371.69	446.97	535.11
Interest charges	1,34,562.21	1,56,393.01	1,88,674.42	2,25,952.42	2,62,670.86	2,73,530.77	3,31,012.41	3,11,782.78	3,38,593.32	3,18,407.93
Depreciation	259.93	219.33	188.20	165.51	144.54	129.64	245.05	245.59	219.71	145.99
Administration & Other expenses	124.75	138.86	131.90	313.17	21,416.86	3,331.04	3,878.30	2,427.36	8,436.07	3,902.99
Contribution to CMPRF	-	200.00	-	-	-	-	-	-	-	-
Rebate for prompt payment	9,232.91	14,608.44	18,862.53	23,054.37	6,575.78	-	-	18,230.00	-	1,43,550.00
Total	1,44,318.77	1,71,738.01	2,08,086.59	2,49,842.35	2,91,107.92	2,77,287.66	3,35,478.06	3,33,057.42	3,47,696.08	4,66,542.03
Profit before tax	14,875.29	15,172.45	18,165.41	13,626.37	12,450.24	65,016.26	52,863.96	98,484.17	1,30,373.56	37,244.64
Profit After Tax	10,577.84	10,841.64	12,973.71	9,867.97	8,320.02	50,503.58	39,638.69	76,169.20	1,01,717.14	28,911.53
Earnings per share (Rs.)	21.11	12.05	14.42	10.74	2.86	2.14	1.27	2.26	2.70	0.77
Book value per share (Rs.)	82.09	89.76	98.95	105.80	17.64	15.13	17.43	16.98	19.49	19.89
NET WORTH	30,844.04	32,191.10	35,611.74	34,107.18	40,127.35	79,014.30	93,703.52	6,41,488.49	7,43,205.62	7,56,117.15

	<p>भारतीय लेखापरीक्षा और लेखा विभाग INDIAN AUDIT AND ACCOUNTS DEPARTMENT இந்திய கணக்காய்வு மற்றும் தணிக்கைத் துறை</p>	 <p>सत्यमेव जयते</p>	<p>कार्यालय प्रधान महालेखाकार (लेखापरीक्षा- II), तमिलनाडु एवं पुदुचेरी O/o THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT- II), TAMIL NADU & PUDUCHERRY முதன்மை கணக்காய்வு அலுவலகம் (தணிக்கை-II) தமிழ்நாடு & புதுச்சேரி</p>
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स. प्रमले. (लेखापरीक्षा II)/ एएमजी I /खाता/II/2024-25/
No. PAG (Audit II)/AMG I/Accts/II/2024-25/

दिनांक: .11.2024
Dated: .11.2024

सेवा में/To

<p>प्रबंध निर्देशक, तमिलनाडु पावर फाइनेंस एंड इंफ्रास्ट्रक्चर डेवलपमेंट कॉर्पोरेशन लिमिटेड, टफिडको-पॉवरफिन टॉवर, 490/3-4, अन्ना सलाई, नंदनम, चेन्नई - 600 035</p>	<p>The Managing Director, Tamilnadu Power Finance and Infrastructure Development Corporation Limited, Tufidco-Powerfin Tower, 490/3-4, Anna Salai, Nandanam, Chennai - 600 035.</p>
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महोदय Sir/ महोदया Madam,

विषय: 31 मार्च, 2024 को समाप्त वर्ष के लिए तमिलनाडु पावर फाइनेंस एंड इंफ्रास्ट्रक्चर डेवलपमेंट कॉर्पोरेशन लिमिटेड, चेन्नई के खातों पर कंपनी अधिनियम, 2013 के अधीन धारा 143(6)(बी) के नि.व म.लेप. की टिप्पणी।

Sub: Comments of the C&AG of India u/s 143(6)(b) of the Companies Act, 2013 on the accounts of Tamilnadu Power Finance and Infrastructure Development Corporation Limited, Chennai for the year ended 31 March, 2024.

31 मार्च, 2024 को समाप्त वर्ष के लिए तमिलनाडु पावर फाइनेंस एंड इंफ्रास्ट्रक्चर डेवलपमेंट कॉर्पोरेशन लिमिटेड, चेन्नई के लेखाओं पर कंपनी अधिनियम, 2013 की धारा 143(6)(बी) के अधीन भारत के नियंत्रक एवं महालेखापरीक्षक के शून्य टिप्पणियों प्रमाण-पत्र में इस के साथ अग्रेषित कर रहा हूँ।

I am to forward herewith the NIL COMMENTS CERTIFICATE of the Comptroller and Auditor General of India under section 143 (6) (b) of the Companies Act, 2013 on the accounts of Tamilnadu Power Finance and Infrastructure Development Corporation Limited, Chennai for the year ended 31 March, 2024.

वार्षिक सामान्य बैठक के कार्यवृत्त की एक प्रति जिसमें कंपनी अधिनियम 2013 की धारा 143 (6)(बी) के तहत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणी प्रस्तुत की जानी है, उसे इस कार्यालय को कृपया यथाशीघ्र भेजी जाए। मुद्रित वार्षिक रिपोर्ट की छः प्रतियाँ जब भी तैयार होती हैं, इस कार्यालय को अग्रेषित की जाएँ। लेखा परीक्षा की सूचना के तहत कंपनी अधिनियम, 2013 की धारा 395 के साथ पठित सीएजी के डीपीसी अधिनियम की धारा 19 ए (3) के तहत विधान सभा के समक्ष सीएजी की टिप्पणियों के साथ वार्षिक खातों को रखने के लिए कार्रवाई की जा सकती है।

A copy of the minutes of Annual General Meeting in which comments of Comptroller & Auditor General of India are to be placed under section 143 (6) (b) of the Companies Act 2013 may please be sent to this office early. Six copies of printed Annual Reports as and when they are ready may be forwarded to this office. Action may be taken to place the annual accounts along with comments of C&AG before the legislative assembly as required under Section 19 A (3) of C&AG's DPC Act read with Section 395 of Companies Act, 2013 under intimation to audit.

संलग्न: यथोपरि
Encl: As above

भवदीय/ Yours sincerely,


उप महालेखाकार
Deputy Accountant General



प्रधान महालेखाकार (लेखापरीक्षा-II)
तमिलनाडु एवं पुदुचेरी
PRINCIPAL ACCOUNTANT GENERAL (AUDIT-II)
TAMILNADU & PUDUCHERRY

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF TAMILNADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED, CHENNAI FOR THE YEAR ENDED 31ST MARCH 2024.

The preparation of financial statements of Tamilnadu Power Finance and Infrastructure Development Corporation Limited, Chennai for the year ended 31 March 2024 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 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 standards on auditing prescribed under section 143 (10) of the Act. This is stated to have been done by them vide Audit Report dated 04.09.2024

I, on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit of the financial statements of Tamilnadu Power Finance and Infrastructure Development Corporation Limited, Chennai for the year ended 31 March 2024 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.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143 (6) (b) of the Act.

Place: Chennai.
Date: 08/11/2024

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

K. P. ANAND
PRINCIPAL ACCOUNTANT GENERAL



Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
M/s. Tamilnadu Power Finance and Infrastructure
Development Corporation Limited

I have conducted the Secretarial Audit of the Compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Tamilnadu Power Finance and Infrastructure Development Corporation Limited** (hereinafter called "the Company") bearing Corporate Identification Number **U65191TN1991SGC021030**. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification, the Company's 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 March 31, 2024, 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2024 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (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 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, 2018; **(Not applicable to the Company during the audit period)**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **(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 an 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, 2021; **(Not applicable to the Company during the audit period)**

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not applicable to the Company during the audit period)**

I further report that the following are the other laws applicable to the Company:

- (a) Reserve Bank of India Act 1934;
- (b) Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 2016;
- (c) Non-Banking Financial Company Systematically Important Non-Deposit Taking Company and Deposit Taking Company (Reserve Bank) Directions, 2016;
- (d) Non-Banking Financial Company Returns (Reserve Bank) Directions, 2016;
- (e) Know Your Customer (KYC) Directions, 2016;
- (f) Non-Banking Financial Companies – Corporate Governance (Reserve Bank) Directions, 2015;
- (g) Master Direction - Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016
- (h) Master Direction on Outsourcing of Information Technology Services – dated April 10, 2023
- (i) Master Direction – Reserve Bank of India (Filing of Supervisory Returns) Directions – 2024

I have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India.

I further report that the applicable Financial laws, such as Direct and Indirect Tax Laws, have not been reviewed under my audit has the same falls under the review of statutory auditor and by other designated professionals.

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 observation:

1. *The Company has delayed in submission of DNBS04B for the month of August 2023 with the Reserve Bank of India (RBI).*

I further report that

- a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
However, it is noted that Mr. Mukund Wadnere Prashant, Mr. Phanindra Reddy Kanamarla, Mr. Thangaraju Udhayachandran are directors in more than 10 public companies. As per the management, the appointment of directors is a policy decision of the State Government of Tamil Nadu.
- b) Notice to all Directors for the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, 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.

- c) Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.
- d) There are adequate system and process in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable Laws, rules, regulations and guidelines.

I further report that during the audit period, there were no instances of.

- (i)Public/Right issue of shares/Debentures/Sweat Equity, etc.
- (ii)Redemption/buy-back of securities.
- (iii)Foreign Technical Collaborations.

I further report that during the audit period (01.04.2023-31.03.2024), the following major transactions were identified: -

1. The details of changes in the Composition of Board of Directors of the Company and share transfers during the Financial Year 2023-2024 is given in "Annexure-B".
2. The Company has suspected fraud of misappropriation of death claims of two depositors to the tune of Rs. 2.66 crores by a contract employee and a FIR was filed with CB-CID on 28/08/2023. This was reported to RBI and based on RBI's Direction, the Company appointed C-DAC (Centre for Development of Advanced Computing) to conduct Forensic Audit, Fraud Analysis and Security Audit.
3. The Company has received a show cause notice (for the period FY 2016-17 to 2022-23) issued by the Income Tax Department on non-deduction of TDS on interest paid to the deposits majorly comprising to Government institutions/Board/temples/Universities to the tune of Rs. 6326 crores. The Board in its meeting held on 14/03/2024, decided to file a rectification petition and stay petition against the said demand order. The Company has filed an appeal before CIT(Appeals) on 29/03/2024 and a writ petition seeking writ of certiorari to quash the order and notice dated 25/04/2024 received from DCIT, Chennai.
4. Based on the Government letters, the Board in its meeting dated 21/12/2023 approved to declare an interim dividend of 90% of projected annual dividend by computing 30% of estimated Profit After Tax (PAT) and has paid Rs. 160 crores on 28/12/2023.
5. The Board in its meeting held on 14/03/2024 appointed Mr. Keerthi Ganesh, M/s. Rajagopal & Badri Narayanan as Registered Valuer in respect of merger of TNPf & TDFC and on 08/04/2024, the Board has approved the scheme of merger and the valuation reports.

Place: Chennai.
Date: 18-07-2024

For Mohan Kumar & Associates

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A.Mohan Kumar
Practicing Company Secretary
Membership Number: FCS 4347
Certificate of Practice Number: 19145
(Peer review certificate No.2205/2022)
UDIN: F004347F000767637

This Report is to be read with my testimony of even date which is annexed as Annexure A and forms an integral part of this report.

Annexure A

To,

The Members,

M/s. Tamilnadu Power Finance and Infrastructure
Development Corporation Limited.

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 process 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 process and practices, I have followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever 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 procedure 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.

Place: Chennai.
Date: 18-07-2024

For Mohan Kumar & Associates

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Date: 2024.07.18
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A.Mohan Kumar
Practicing Company Secretary
Membership Number: FCS 4347
Certificate of Practice Number: 19145
(Peer review certificate No.2205/2022)
UDIN: F004347F000767637

Annexure B**Change in Composition of Board of Directors during the Financial Year 2023-2024:**

S.No.	Name	Designation	Appointment/ Cessation	Date of Appointment	Details of share transfers
1.	Mr. Sibi Adhithya Senthil Kumar	Director	Cessation	15/06/2023	10 equity shares transferred from Mr. Sibi Adhithya Senthil Kumar to Mr. Pratik Tayal
2.	Mr. Pratik Tayal	Director	Appointment	15/06/2023	
3.	Mr. Ramesh Chand Meena	Director	Cessation	20/06/2023	10 equity shares transferred from Mr. Ramesh Chand Meena to Dr. Beela Rajesh
4.	Dr. Beela Rajesh	Director	Appointment	20/06/2023	
5.	Mrs. Mohamedsahab udeen Asia Mariam	Director	Cessation	05/07/2023	10 equity shares transferred from Mrs. Asia Mariam to Mr. Rajesh Lakhoni
6.	Mr. Hans Raj Verma	Director	Appointment	08/08/2023	10 equity shares transferred from Mr. Rajesh Lakhoni to Mr. Hans Raj Verma
7.	Mr. Akash Parameswaran Pillai	Director	Appointment	22/09/2023	10 equity shares transferred from Mrs. Pooja Kulkarni to Mr. Akash Parameswaran Pillai
8.	Mrs. Pooja Kulkarni	Director	Cessation	22/09/2023	
9.	Mr. T. Udhayachandran	Chairman & Director	Appointment	14.03.2024	10 equity shares transferred from Mr. Hans Raj Verma to Mr. Udhayachandran
10.	Mr. Hans Raj Verma	Director	Cessation	14.03.2024	
11.	Mr. Ambalavanan	Managing Director	Change in designation	14.03.2024	NA
12.	Mr. Phanindra Reddy Kanamarla	Director	Appointment	14.03.2024	10 equity shares transferred from Mr. Rajesh Lakhoni to Mr. Phanindra Reddy Kanamarla
13.	Mr. Rajesh Lakhoni	Director	Cessation	14.03.2024	
14.	Mr. Mukund Wadnere Prashant	Director	Appointment	14.03.2024	10 equity shares transferred from Mr. Akash Parameswaran Pillai to Mr. Mukund Wadnere Prashant
15.	Mr. Akash Parameswaran Pillai	Director	Cessation	14.03.2024	

**ADDENDUM TO SECRETARIAL AUDIT REPORT FOR THE YEAR 2023-24 IN
RESPECT OF OBSERVATIONS MADE BY SECRETARIAL AUDITOR ON TAMIL NADU
POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION, CHENNAI-35
FOR THE PERIOD 2023-24.**

S.NO	AUDIT OBSERVATION	COMPANY'S REPLY
1.	The Company has delayed in submission of DNBS04B for the month of August 2023 with the Reserve Bank of India(RBI).	The Company was not able to submit the return DNBS04B for the month of August 2023 due to technical difficulties faced while filing the same in the XBRL Portal. The due date to file was on 10/09/2023 and it was filed on 12/09/2023 with a delay of 2 days, once the technical issue was rectified.

[Annexure-II]

The Annual Report of CSR Activities

1. Brief Outline on CSR Policy of the company. CSR POLICY consists of Activities as specified in schedule VII of Companies Act,2013.

2. Composition of CSR Committee:

From 01.04.2023 to 13.03.2024

S.No.	Name of the Director	Designation/Nature of Directorship	Number of meetings held during the year 2023-2024	Chairman/Member of the Committee
1.	Mr. R. Ambalavanan, IA & AS;	Managing Director	Nil	Chairman
2.	Dr. Beela Venkatesan, IAS;	Director	Nil	Member
3.	Dr. J. Sadakkadulla	Independent Director	Nil	Member

From 14.03.2024 to present

S.No.	Name of the Director	Designation/Nature of Directorship	Number of meetings held during the year 2023-2024	Chairman/Member of the Committee
1.	Dr. Beela Venkatesan, IAS;	Director	Nil	Chairman
2.	Thiru. Pratik Tayal, IAS;	Director	Nil	Member
3.	Dr. J. Sadakkadulla	Independent Director	Nil	Member

All the CSR proposals were approved by Board Note Circulation and approved by all the directors.

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.

[https:// tnpowerfinance.com/tnpfc-web/corporate/tnpfc-policy](https://tnpowerfinance.com/tnpfc-web/corporate/tnpfc-policy)

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). **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. **Not applicable**

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)
Not Applicable			

6. Average net profit of the company as per section 135(5): **Rs.932.45 Crores**

7. (a) Two percent of average net profit of the company as per section 135(5) – **Rs.18.649 Crores**

(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, if any - **NIL**

(d) Total CSR obligation for the financial year (7a+7b-7c). **Rs 18.649 Crores.**

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred 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.
	NIL				

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1) Sl. No.	(2) Name of the Project.	(3) Item from the list of activities in Schedule VII to the Act.	(4) Local area (Yes/No).	(5) Location of the project.		(6) Project duration.	(7) Amount allocated for the project (in Rs.).	(8) Amount spent in the current financial Year (in Rs.).	(9) Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	(10) Mode of Implementation - Direct (Yes/No).	(11) Mode of Implementation - Through Implementing Agency	
				State.	District.						Name	CSR Registration number.
1.				NIL								
	Total											

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

(1) Sl. No.	(2) Name of the Project	(3) Item from the list of activities in schedule VII to the Act.	(4) Local area (Yes/No).	(5) Location of the project.		(6) Amount spent for the project (in Rs.).	(7) Mode of implementation - Direct (Yes/No).	(8) Mode of implementation - Through implementing agency.	
				State	District			Name	CSR registration number.
1.	Sports Development Authority of Tamil Nadu	Training to promote rural sports, nationally recognized sports	No	Tamil Nadu,	Chennai	Rs. 2,00,00,000	Yes	NA	NA
2.	TN State Disaster Management	Ensuring Environment Sustainability	No	Tamil Nadu,	Chennai	Rs. 6,00,00,000	Yes	NA	NA
3.	Government Higher Secondary School, Pannikadu	Promoting sanitation	No	Tamil Nadu,	Dindigul	Rs. 4,45,003	Yes	NA	NA
4	Thoppampatti Panchayat Union	Promotion of rural sports and nationally recognized sports	Yes	Tamil Nadu,	Dindigul	Rs. 2,00,00,000	Yes	NA	NA

5	Pudhupatti, Bathalagundu Town Panchayat, Dindigul	Setting up day care centers	Yes	Tamil Nadu, Dindigul	Rs. 15,00,000	Yes	NA	NA
6	Gandhi Nagar, Bathalagundu Town Panchayat, Dindigul	Setting up day care centers	Yes	Tamil Nadu, Dindigul	Rs. 15,00,000	Yes	NA	NA
7	1st Ward Pudhupatti in Bathalagundu Town Panchayat, Dindigul	Promoting Health care	Yes	Tamil Nadu, Dindigul	Rs. 1,00,00,000	Yes	NA	NA
8	Poolathur Primary Health Centre, Mannavanur Block, Palani	Promoting Health care	Yes	Tamil Nadu, Dindigul	Rs. 2,12,155	Yes	NA	NA
9	Government Higher Secondary School, Thiruneiper	Promoting education	Yes	Tamil Nadu, Thiruvarur	Rs. 29,20,000	Yes	NA	NA
10	Government Higher Secondary School, Thiruneiper	Promoting sanitation	Yes	Tamil Nadu, Thiruvarur	Rs. 4,10,000	Yes	NA	NA
11	Government Higher Secondary School, Thiruneiper	Promoting sanitation	Yes	Tamil Nadu, Thiruvarur	Rs. 4,30,000	Yes	NA	NA
12	Government Higher Secondary School, Ammayappan, Thiruvarur	Promoting education	Yes	Tamil Nadu, Thiruvarur	Rs. 40,90,000	Yes	NA	NA
13	Government Higher Secondary School, Ammayappan, Thiruvarur	Promoting sanitation	Yes	Tamil Nadu, Thiruvarur	Rs. 4,10,000	Yes	NA	NA
14	Government Higher Secondary School, Ammayappan, Thiruvarur	Promoting sanitation	Yes	Tamil Nadu, Thiruvarur	Rs. 1,80,000	Yes	NA	NA
15	Government Higher Secondary School, Ammayappan, Thiruvarur	Promoting education	Yes	Tamil Nadu, Thiruvarur	Rs. 4,35,000	Yes	NA	NA

16	Government Higher Secondary School, Ammaiappan, Thiruvarur	Promoting education	Yes	Tamil Nadu, Thiruvarur	Rs. 4,17,000	Yes	NA	NA
17	Panchayat Union Middle School, 1st Ward, Bathalagundu, Dindigul Dist	Promoting education	Yes	Tamil Nadu, Dindigul	Rs. 14,00,000	Yes	NA	NA
18	Thottanampatty Panchayat Union Middle School	Promoting education	Yes	Tamil Nadu, Dindigul	Rs 70,30,000	Yes	NA	NA
19	Chettinaickenpatty PU Primary School, Utkadai West Side East Facing & North Side South Facing	Promoting education	Yes	Tamil Nadu, Dindigul	Rs. 66,00,000	Yes	NA	NA
20	Government Higher Secondary School, Nallamanarkottai	Promoting sanitation	Yes	Tamil Nadu, Dindigul	Rs. 10,00,000	Yes	NA	NA
21	AU - CUIC - University college of Engineering, Thirukkuvalai	Conservation of natural resources	Yes	Tamil Nadu, Nagapattinam	Rs. 2,06,500	Yes	NA	NA
22	AU - CUIC - University college of Engineering, Villupuram	Promoting Health care	Yes	Tamil Nadu, Cuddalore	Rs. 3,98,840	Yes	NA	NA
23	AU - CUIC - Anna University, Regional Campus, Coimbatore	Ensuring environment sustainability	Yes	Tamil Nadu, Coimbatore	Rs.17,02,800	Yes	NA	NA
24	AU - CUIC - Department of Mechanical Engineering, AU, Chennai	Ensuring environment sustainability	Yes	Tamil Nadu, Chennai	Rs. 30,00,000	Yes	NA	NA
25	Water Resource Department	Rural Development	Yes	Tamil Nadu, Tiruchirappalli	Rs. 49,75,000	Yes	NA	NA
26	Mannavanur Panchayat Union Primary School	Promoting sanitation	Yes	Tamil Nadu, Thanjavur	Rs. 6,00,000	Yes	NA	NA
27	Mannavanur Government	Promoting sanitation	Yes	Tamil Nadu,	Rs.6,00,000	Yes	NA	NA

	Higher Secondary School			Theni District				
28	Cement Road in front of school (kumbur PUP School)	Rural Development	Yes	Tamil Nadu, Kanyakumari	Rs. 12,45,000	Yes	NA	NA
29	Poomparai Panchayat Union (From Sadhasivan House to Murugan House)	Rural Development	Yes	Tamil Nadu, Conoor	Rs. 43,55,000	Yes	NA	NA
30	Panchayat Union Primary School, G Kallupatty	Promoting education	Yes	Tamil Nadu, Chennai	Rs. 1,57,300	Yes	NA	NA
31	Balamandiiram Higher Secondary School, Old Natham Road, Madurai	Promoting education	Yes	Tamil Nadu, Madurai	Rs. 1,17,00,000	Yes	NA	NA
32	Panchayat Union Primary School, Sedapatty, Dindigul	Promoting education	Yes	Tamil Nadu, Dindigul	Rs. 28,00,000	Yes	NA	NA
33	Government Higher Secondary School, Sekkapatti	Promoting sanitation	Yes	Tamil Nadu, Dindigul	10,00,000	Yes	NA	NA
34	Arasar Kallori, Tiruvaiyaru	Promoting education	Yes	Tamil Nadu, Thanjavur	60,00,000	Yes	NA	NA
35	Arasar Kallori, Tiruvaiyaru	Setting up ladies' hostel	Yes	Tamil Nadu, Thanjavur	Rs. 55,00,000	Yes	NA	NA
36	The Head Mistress, Panchayat Union Middle School, Kattakamanpatty	Promoting education	Yes	Tamil Nadu, Dindigul	Rs. 33,40,000	Yes	NA	NA
	Total				Rs. 18,65,59,598			

(d) Amount spent in Administrative Overheads - NIL

(e) Amount spent on Impact Assessment, if applicable - NIL

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) – Ra 18.655 crores

(g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	Rs. 18.649 crores
(ii)	Total amount spent for the Financial Year	Rs. 18.655 crores
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Rs. 68,559.30
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	26,290.66
(v)	Amount available for set off in succeeding financial years	94,849.96

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.	NIL						
	Total						

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(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 /Ongoing.
1	NIL							
	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 (asset-wise details).

- (a) Date of creation or acquisition of the capital asset(s).
- (b) Amount of CSR spent for creation or acquisition of capital asset.
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- (d) 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 per cent of the average net profit as per section 135(5).

 (Chief Executive Officer or Managing Director or Director).	(Chairman CSR Committee).	[Person specified under clause (d) of sub-section (1) of section 380 of the Act] (Wherever applicable).
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Independent Auditor's Report

To the Members of M/s. Tamilnadu Power Finance and Infrastructure Development Corporation Limited

Report on the audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of Tamilnadu Power Finance and Infrastructure Development Corporation Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the 'financial statements') for the year ended on that date.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2024, and Profit including Other Comprehensive Income, its cash flows and Statement of Changes in Equity for the year ended on that date.

Basis for Qualified Opinion

As per Note 26.25 to accompanying financial statements, an amount of Rs. 60,695.92 lakhs being excess interest accrued on deposits during the previous years has been included under Other Financial Liabilities in Note 14 to the accompanying financial statements. In the absence of sufficient and appropriate audit evidence, in our opinion, Other Financial Liabilities have been overstated to the extent of Rs. 60,695.92 lakhs and the same should have been written back during the year.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of



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Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

We draw attention to Note 26.14.2 of the Financial Statements which highlights pending appeal for ₹77,138.94 lakhs related to TDS demands under Sections 201 and 201(1A) for AY 2017-18 to 2023-24. The company has submitted appeals and stay petition, with rectification ongoing. Additionally, the Company has not recognized ₹1,932.38 lakhs for Assessment Year 2024-25, as it anticipates favorable outcomes.

Our opinion is not modified in respect of the matter.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures thereto 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 or 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 other information is materially inconsistent with the financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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 is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with Ind AS and other accounting principles generally accepted in India. 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 implementation and maintenance of 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are 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 controls.



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

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

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, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. The Comptroller and Auditor General of India has issued the directions and sub-directions indicating the areas to be examined in term of Section 143(5) of the Act, the compliance of which is set out in "Annexure B".
3. As required by Section 143(3) of the Act, we report that:



- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph 3(h)(iv)(e) under "Report on Other Legal and Regulatory Requirements" on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015.
- e) As per Notification No. G.S.R. 463E dated 05th June 2015 from the Ministry of Corporate Affairs, Government Companies are exempt from the applicability of the provisions of Sec. 164(2) of the Act. Consequently, these provisions of disqualification of directors are not applicable to the Company.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C".
- g) As per Notification No. G.S.R. 463E dated 5th June 2015 from the Ministry of Corporate Affairs, Government Companies are exempt from the applicability of the provisions of Sec. 197 of the Act. Consequently, these provisions of overall maximum managerial remuneration and managerial remuneration in case of absence or inadequacy of profits are not applicable to the Company.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us we report the following:
 - i. The Company has disclosed the impact of pending litigations as on 31st March 2024 in its financial position in its financial statements - Refer Note No. 26.21.



- ii. The Company did not have any long-term contracts including derivative contracts for which there any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv.
 - a. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c. Based on such audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - d. The interim dividend declared and paid Rs. 16,000 lakhs by the Company during the year and until the date of this report is in compliance with Section 123 of the Act.
 - e. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1st April 2023. Based on our examination which included test checks, the Company has used an accounting



software for maintaining its books of accounts, which has a feature of recording audit trail facility and the same has operated throughout the year for all relevant transactions recorded in the software. The accounting entries passed in such software cannot be edited. Hence, the software does not have a feature of recording edit log facility.



L.K.S.
L K Sivaramakrishnan
Partner
Membership No.205025
Firm's Registration No. 0085725
UDIN: 24205025BK8KRD1407

Place: Chennai
Date: 04-09-2024

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

- (i) (a) (A) The Company has maintained records of its Property, Plant and Equipment, but the same is not comprehensive to show full particulars, including quantitative details and situation.
- (B) The Company has maintained records of Intangible Assets, but the same is not comprehensive to show full particulars of intangible assets.
- (b) The Property, Plant and Equipment, were physically verified during the year by the Management in accordance with a regular programme of verification which in our opinion, provides for physical verification of all the property, plant and equipment at reasonable intervals. However, the process of physical verification is not conducted with reference to fixed asset register and so, the physical verification of assets is less effective in identifying the material discrepancies.
- (c) Based on our examination of the documents provided to us, we report that, the title deeds of the immovable properties, disclosed in the financial statements are not held in the name of the Company as at the balance sheet date. The details of the immovable property are as follows:

Description of property	Land and Building
Gross carrying value	Rs. 328.05 Lakhs
Held in name of	Tamil Nadu Slum Clearance Board
Whether promoter, director, relative or employee	No
Period held	2005
Reason for not being held in the name of company	Settlement Issue

- (d) The Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Accordingly, paragraph 3(i)(d), of the Order is not applicable.
- (e) No proceedings have been initiated during the year or are pending against the Company as at 31st March 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The Company is engaged primarily accepting deposits and financing power and infrastructure activities and consequently does not hold any physical inventories.



Accordingly, paragraph 3(ii)(a) of the Order is not applicable.

- (b) The company has not been sanctioned with any working capital limits exceeding five crores from banks or financial institutions on the basis of security of current assets. Accordingly, paragraph 3(ii)(b) of the Order is not applicable.
- (iii)
- (a) As explained in note 1 to the financial statements, the Company is a deposit taking non- banking financial company ("NBFC") registered with the Reserve Bank of India ("RBI") and as part of its business activities, is engaged in the business of accepting deposits and financing power and infrastructure projects. Accordingly, paragraph 3(iii)(a) of the Order is not applicable.
- (b) In our opinion, according to the information and explanations given to us and having regard to the nature of the Company's business, the investments made, security given and the terms and conditions for the grant of all loans and advances in the nature of loans provided during the year are, prima facie, not prejudicial to the Company's interest except that as per terms and conditions of the loans and advances to TANGEDCO, they are secured by a negative lien on unencumbered assets of TANGEDCO. However, the value on such assets cannot be determined and charge on such assets are created only to the extent of Rs.78,900 Lakhs against the loan sanctioned amounting Rs. 46,29,393.32 Lakhs.
- (c) In our opinion, according to the information and explanations given to us, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular as per schedule stipulated.
- (d) There is no amount due for a period of more than ninety days from the borrowers. Accordingly, paragraph 3(iii)(d) of the Order is not applicable.
- (e) The provisions of paragraph 3(iii)(e) of the Order are not applicable to the Company as its principal business is to give loans.
- (f) Based on our audit procedures and the information and explanation made available to us, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- (iv) The company has not entered into any transaction in respect of loans, investments, guarantees and securities, which attracts the provisions of section 185 of the Act. The provisions of section 186 of the Act are not applicable to the company.
- (v) In our opinion and according to the information and explanations given to us, as a



company registered as Deposit taking Non-Banking Financial Company under the RBI act, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder are not applicable to the company. We are informed by the management that no order has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal against the Company in this regard.

(vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013, for business activities carried out by the Company. Hence, reporting under paragraph 3(vi) of the Order is not applicable.

(vii) (a) In our opinion and according to the information and explanations given to us, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been regularly deposited by the Company with the appropriate authorities during the year.

S. No.	Name and nature of due	Period to which the amount relates	Amount (Rs. in Lakhs)
1	TDS demand	FY 2008-09	0.39
	Total		0.39

(b) Statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute are as follows:

S No	Nature of dues	Disputed amount (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
1	Claim of relief u/s 36(i)(viii)	57.68	AY 1998-99	ITAT
2	Claim of relief u/s 36(i)(viii)	34.7	AY 2003-04	ITAT
3	Claim of relief u/s 36(i)(viii)	142.31	AY 2005-06	ITAT
4	Claim of relief u/s 36(i)(viii)	23.00	AY 2006-07	ITAT
5	Claim of relief u/s 36(i)(viii)	29.68	AY 2007-08	ITAT
6	Disallowance u/s 36(i)(va) r.w.s 2(24)(x)	6.99	AY 2017-18	CITA-III



S No	Nature of dues	Disputed amount (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
	and u/s 14A			
7	Penalty u/s 270A in relation to disallowance u/s 14A	2.77	AY 2018-19	CITA-III
9	TDS demand u/s 201 and 201(1A)	6,780.80	AY 2017-18	CIT(A)
10	TDS demand u/s 201 and 201(1A)	6,792.84	AY 2018-19	CIT(A)
11	TDS demand u/s 201 and 201(1A)	15,982.60	AY 2019-20	CIT(A)
12	TDS demand u/s 201 and 201(1A)	14,365.44	AY 2020-21	CIT(A)
13	TDS demand u/s 201 and 201(1A)	11,884.76	AY 2021-22	CIT(A)
14	TDS demand u/s 201 and 201(1A)	11,085.78	AY 2022-23	CIT(A)
15	TDS demand u/s 201 and 201(1A)	10,246.72	AY 2023-24	CIT(A)
16	Appeal No.148/08 (MST) dated 27/08/2008	1.35	2005-06 & 2006-07	Commissioner of Central Excise (Appeals)
17	Appeal No.89/2010 (MST) dated 11/03/2010	0.10	Jul'07 to Mar'09	Commissioner of Central Excise (Appeals)
18	Appeal No.ST/42064/2015 dated 07/10/2015	1.35	Apr'08 - 09 to Jan'11	CESTAT
19	Appeal No.ST/40259/2016-SM dated 16/02/2016	0.09	Feb'11 - Mar'11	CESTAT
20	Appeal No.ST/42194/2015-SM dated 29/10/2015	0.29	Apr'10 to Jul'11	CESTAT
21	Appeal	520.05	Oct'13 - Apr'17	CESTAT

S No	Nature of dues	Disputed amount (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
	No.ST/40211/2022-DB dated 19/05/2022			
	Total	77,959.30		

- (viii) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, we confirm that we have not come across any transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- (ix) (a) The company has no borrowing or loans from banks, financial institutions or any lender including debt securities. Hence, paragraph 3(ix)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us, the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority or any other lender.
- (c) The company has no term loans from banks or financial institutions. Hence, paragraph 3(ix)(c) of the Order is not applicable.
- (d) The company has not raised funds on short term basis. Hence, paragraph 3(ix)(d) of the Order is not applicable.
- (e) Based on the information and explanations provided to us, the Company does not have any subsidiary, associate or joint venture. Hence, paragraph 3(ix)(e) of the Order is not applicable.
- (f) Based on the information and explanations provided to us, the Company does not have any subsidiary, associate or joint venture. Hence, paragraph 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under paragraph 3(x)(a) of the Order is not applicable.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partially or optionally) during the year under review and hence reporting under paragraph 3(x)(b) of the Order is not applicable to the Company.



- (xi) (a) During the course of our examination of the books and records of the Company and according to the information and explanations given to us, we have been informed about a fraud committed by a contract employee through collusion with another external person leading to embezzlement of funds worth Rs. 483.07 lakhs. The services of the staff has been terminated and a suit is pending with CBCID.
- (b) During the year, report under section 143(12) of the Companies Act, 2013, has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there were no whistle-blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and hence reporting under paragraph 3(xii) of the Order is not applicable.
- (xiii) In our opinion, based on the information and explanations provided to us, the Company has complied with the provisions of Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements, etc., as required by the applicable accounting standards.
- (xiv) (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered, the internal audit reports, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (xv) According to the information and explanations given to us, in our opinion during the year the company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- (xvi) (a) The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 ("RBI Act") and it has obtained the required registration.
- (b) The Company has conducted the Non-Banking Financial activities with a valid Certificate of Registration ("CoR") from the RBI as per the RBI Act. The Company has not conducted any housing finance activities and is not required to obtain CoR for such activities from the RBI.
- (c) The Company is not a Core Investment Company ("CIC") and hence reporting under paragraph 3(xvi) (c) of the Order is not applicable to the Company.



- (d) The company is not a part of Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Hence, paragraph 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidences supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) (a) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Act as on 31/03/2024 pursuant to any project other than ongoing projects. Hence, paragraph 3(xx)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us, the company does not have any unspent amount pursuant to any ongoing project during the year and hence, not commented upon.
- (xxi) The Company did not have any Subsidiary, Associate or Joint Venture and hence, reporting under clause (xxi) of the Order is not applicable.


L K Sivaramakrishnan
Partner
Membership No.205025
Firm's Registration No. 0085725
UDIN: 24205025BK8KRD1407





Place: Chennai
Date: 04-09-2024

**Annexure "B" to the Independent Auditor's Report
(Referred to in paragraph 2 under Report on 'Other Legal and Regulatory Requirements'
section of our Report of even date)**

As required under Section 143(5) of the Companies Act, 2013 with respect to the directions issued by The Comptroller & Auditor General of India, based on the verification of records of the Company and based on the information and explanations provided to us, we report that:

S No.	Directions	Replies
I	<p>Whether the company has system in place to process all the accounting transactions through IT system?</p> <p>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.</p>	<p>Yes</p> <p>The loans given to TANGEDCO are processed manually outside the IT system and only entry is passed in the accounting software. Manual calculations may lead to errors.</p>
II	<p>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?</p> <p>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).</p>	<p>No such instance.</p>
III	<p>Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for/utilized as per its term and conditions?</p> <p>List the cases of deviation.</p>	<p>No specific schemes from Central/State Government are being administered by the company.</p>

L K Sivaramakrishnan

Partner

Membership No.205025

Firm's Registration No. 0085725

UDIN: 24205025BKBKRD1407

Place: Chennai

Date: 04-09-2024

Annexure "B" to the Independent Auditor's Report (Continued)
(Referred to in paragraph 2 under Report on 'Other Legal and Regulatory Requirements'
section of our Report of even date)

As required under Section 143(5) of the Companies Act, 2013 with respect to the additional directions issued by The Comptroller & Auditor General of India, based on the verification of records of the Company and based on the information and explanations provided to us, we report that:

S No.	Direction	Replies
1.	Whether the Company has complied with the directions issued by RBI for <ul style="list-style-type: none"> • Non-Banking Finance Companies • Classification of Non-performing assets • Capital adequacy norms for NBFCs 	Based on the explanation and information provided to us by the management, the company has adhered with the directions issued by the RBI.
2.	Whether the Company has a system to ensure that loans were secured by adequate security free from encumbrances and have first charge on the mortgaged assets? Further instances of undue delay in disposal of seized units may be reported.	<p>The loans advanced against deposits are secured by deposits.</p> <p>Besides these loans, the only borrower is Tamil Nadu Generation and Distribution Corporation Limited (TANGEDCO). Loans both in the nature of long-term and short-term are backed by loan agreements duly signed by both the parties but are unsecured as disclosed in the financial statements.</p> <p>Assets given on lease are all covered by secondary leases with primary lease contracts dating prior to 01/04/2001.</p>
3.	Whether introduction of any scheme for settlement of dues and extensions thereto complied with policy/guidelines of Company/Government?	There is no introduction of any such scheme.
4.	Comment on the confirmation of balances of trade receivables, trade payables, term deposits, bank accounts and cash obtained.	<p>Confirmation of balances have been received for loans given to TANGEDCO, bank balances, Term deposits and cash balance.</p> <p>Trade payables of the company mainly comprises of deposits. Hence, confirmation</p>



S No.	Direction	Replies
		for the same has not been provided. Also, balance confirmation for trade receivables pertaining to loans to depositors could not be obtained.
5.	Whether the bank guarantees have been revalidated in time?	There have been no bank guarantees given by the company.

L K


L K Sivaramakrishnan
Partner

Membership No. 205025
Firm Registration No. 0085725
UDIN: 24205025BKBKRD1407

Place: Chennai
Date: 04-09-2024

**Annexure "C" to the Independent Auditor's Report
(Referred to in paragraph 3(f) under Report on 'Other Legal and Regulatory Requirements'
section of our Report of even date)**

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

We have audited the internal financial controls over financial reporting of **Tamilnadu Power Finance and Infrastructure Development Corporation** (the "Company") as of March 31, 2024, in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Management of the Company 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 (the "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.

Auditor's Responsibility

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

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



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.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2024:

1. The Company does not maintain a documented Standard Operating Procedure (SOP) that describes procedures specific to operations and segregation of duties to each person in each department is not documented.
2. The Company does not have a documented manual for accounting policies adopted, practiced and followed to evaluate consistency and compliance with Ind AS.
3. The Company does not have a documented manual to ensure internal financial control and to detect material weakness which may occur due to an ineffective control system.



4. Documentation with regards to Investment, interest on loan and PPE register are maintained in editable formats which are prone to inaccuracy and tampering. Access to such documents are not restricted to authorized personnel.
5. Following are the inconsistencies noticed in the database of the company due to inadequate internal controls:
 - a. Multiple customer IDs created using the same PAN Number.
 - b. Lack of consistency in KYC documentation on deposits.
 - c. Mismatch between the data generated in reports and the actual details available in the software.
6. The company does not prepare a Bank Reconciliation Statement (BRS) monthly. Significant delays noticed in preparation of BRS during the year.
7. The company does not reconcile the total number of deposit requests received and the actual deposits opened during the year. There is no system to verify if deposits are accounted for all the amounts received during the year whether online or offline.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects/possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, 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, 2024, 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.



L K Sivaramakrishnan
Partner
Membership No.205025
Firm's Registration No. 0085725
UDIN: 242050258KBRD1407

Place: Chennai
Date: 04-09-2024

S.No.	Qualified observation of Statutory Auditors Report	Management Reply
1	<p>As per Note 25.25 to accompanying financial statements, an amount of Rs. 60,695.92 lakhs being excess interest accrued on deposits during the previous years has been included under Other Financial Liabilities in Note 14 to the accompanying financial statements. In the absence of sufficient and appropriate audit evidence, in our opinion, Other Financial Liabilities have been overstated to the extent of Rs. 60,695.92 lakhs and the same should have been written back during the year.</p>	<p>The Company had provided accrued interest on various deposits at an average interest basis every year till 31st March 2020. Accordingly, the principal amount of the deposits and the interest accrued were held in two separate accounts.</p> <p>With the introduction of CBMS software from the financial year 2020-21, the Company has transferred the interest accrued to the deposit itself and holds each deposit as one single amount consisting of principal and interest. Upon such change in accounting, it is seen that the interest outstanding in the GL Code No.2004059001 for Rs.540.45 Crs and GL Code No. 2004060001 for Rs.66.53 Crs is held in excess.</p> <p>The Government of Tamil Nadu has vide G.O. (Ms.) No. 336 Finance (BPE) Department, dated 23rd November 2023 has approved the merger of TN Power Finance and Infrastructure Development Corporation Limited (TNPFC - Transferor) and TN Transport Development Finance Corporation Limited (TDFC -Transferee) in order to reinforce an effective management of funds within state owned entities, mobilize the deposit and strengthen the infrastructure project financing.</p> <p>Therefore the above stated amount shall be reviewed and reversal shall be carried out in the consolidated books of accounts of TNPFC and TDFC.</p>

TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT COMPANY LIMITED

Notes Forming Part of the Financial Statements

Note 1: Company overview:

The Tamil Nadu Power Finance and Infrastructure Development Company Limited (TNPFC) was established in 1991 and is wholly owned by the Government of Tamil Nadu. It is a Non-Banking Finance Company which fulfils the objective of mobilizing funds through normal commercial channels to provide financial assistance for the development of power and infrastructure projects within the state of Tamil Nadu particularly for the schemes relating to generation, transmission, and distribution network of Tamil Nadu Electricity Board (TNEB) and now providing financial assistance to Tamil Nadu Generation and Distribution Company Limited (TANGEDCO). The Company has been notified as Public Financial Institution vide Notification No. S.O. 20(E), dated 9th January 2007 by the Government of India, Ministry of Corporate Affairs.

Government vide G.O.Ms.No.331 Finance (BPE) Department, dated 26.07.2013 accorded sanction for 5 Public Sector Undertakings to purchase 3.56% of NLC equity and the apportionment of proposed allocation to TN Power Finance is 10% of the above. In this regard, the Government have also accorded sanction for financial assistance of Rs.37.50 crores as ways and means advance initially to enable TN Power Finance for the investment of shares in NLC to be adjusted as share capital. NLC has allocated TN Power Finance vide letter dated 05.08.2013, a total number of 5970126 equity shares at the cost of 35,82,07,560.

Ways and means advance sanctioned by Government for purchase of NLC shares of Rs. 37.50 Crores along with interest accrued thereon up to Rs. 2.50 Crores totaling Rs. 40.00 Crores has been converted into equity shares comprising of 4,00,00,000 equity shares of 10/- each and the balance interest accrued thereon as on 31.03.2015 has been remitted to Government Account on 15.04.2015 as approved by the Government vide Letter No. 1329/E2/2014-3, Energy E2 Department, dated 01.04.2015 and sanction made by the Government vide G.O.(Ms) No.20, Energy E2 Department, dated 24.02.2016.

Being a Government company, registered with Reserve Bank of India as Non-Banking Finance Company, the exemptions granted to Government owned NBFCs from the application of Non-Banking Financial (Deposit Accepting or Holding) Companies prudential Norms (Reserve Bank) Direction 2007 has been withdrawn by the Reserve Bank of India vide its Notification No.RBI/2017-18/181 DNBR (PD) CC.No.092/03.10.001/2017-18, dated 31.05.2018. The request of Tamil Nadu Power Finance and Infrastructure Development Company Limited seeking exemption from credit/investment concentration norms has been acceded by the Reserve Bank of India and further the Reserve Bank of India directed TN Power Finance Company Limited to achieve CRAR in a phased manner i.e. 12%, 13% and 15% by March 2020, 2021 and 2022 respectively vide its letter No.DNBS(Che).No./1233/13.8.042/2018-19, dated 20.05.2019.



NOTE: 2: Significant Accounting Policies

2.1 Statement of Compliance

The Financial Statements have been prepared as a going concern in accordance with the Indian Accounting Standard ('Ind AS'), notified under section 133 of the Companies Act, 2013 read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) amendments Rules, 2016 issued by the Ministry of Corporate Affairs (MCA).

All the amounts included in the Financial Statements are reported in Indian Rupees (₹) and all values are rounded off to the nearest lakhs except where otherwise indicated.

2.2 Basis of Preparation and Presentation of Financial Statement

The Financial Statements have been prepared under the historical cost convention except for certain financial instruments that are measured at fair values at the end of each reporting period as explained in accounting policies below.

2.3 Use of estimates

The presentation of financial statements requires the management to make estimates and assumption that may affect the balances of assets and liabilities and the reported amounts of income and expenditures during the period under audit. However, the actual results could differ from those estimated which will be recognized prospectively. Significant areas of judgement/estimation are disclosed in the respective notes.

2.4 Revenue Recognition

(i) Interest Income:

As per Ind AS 109, Financial Instruments, Interest income from financial assets is recognised on an accrual basis using effective interest rate method (EIR). The effective interest rate method is the rate that exactly discounts estimated future cash receipts (including all fees, transaction costs and other premiums or discounts paid or received) through the expected life of the financial instrument to the carrying amount on initial recognition.

The EIR in case of a financial asset is computed:

- a. As the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset.
- b. By considering all the contractual terms of the financial instrument in estimating the cash flows.
- c. Including all fees received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts.

Any subsequent changes in the estimation of the future cash flows are recognised in interest income with the corresponding adjustment to the carrying amount of the assets.



Interest income on credit impaired assets is recognised by applying the effective interest rate to the net amortised cost (net of provision) of the financial asset.

Interest income is recognised by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial assets other than credit-impaired assets and financial assets classified as measured at FVTPL.

(ii) Dividend Income:

Dividend income is recognised when the right to receive the payment is established, it is probable that the economic benefits associated with the dividend will flow to the entity and, the amount of the dividend can be measured reliably.

(iii) Lease income:

The assets given on lease are covered by secondary leases. The leases are operating leases in nature, and hence the income is recognised as per the terms of the agreements. The income recognised consists of the rent received and the lease equalisation charge.

(iv) Net gain on Fair value changes:

Any differences between the fair values of financial assets classified as fair value through the profit or loss, held by the Company on the balance sheet date is recognised as an unrealised gain / loss. In cases there is a net gain in the aggregate, the same is recognised in "Net gains on fair value changes" under Revenue from operations and if there is a net loss the same is disclosed under "Expenses" in the statement of Profit and Loss. Similarly, any unrealised gain/loss arising out of financial assets classified as fair value through other comprehensive income, is recognised under other comprehensive income in the Statement of Profit and Loss.

Any realised gain or loss on sale of financial instruments measured at FVTPL and debt instruments measured at FVOCI is recognised in net gain / loss on fair value changes.

Net gain / loss on derecognition of financial instruments classified as amortised cost is presented separately under the respective head in the Statement of Profit and Loss.

2.5 Financial Instruments:

A financial instrument is any contract that gives rise to a financial asset for one entity and a financial liability or equity instrument for another entity. Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.



Financial Assets / Liabilities

Financial assets and financial liabilities are initially measured at fair value. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities measured at fair value through profit or loss are recognised immediately in profit or loss. Transaction costs directly attributable to the acquisition or issue of financial assets and financial liabilities that are measured at amortised cost are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

(i) Classification of financial instruments

The Company classifies its financial assets into the following measurement categories:

1. Financial assets to be measured at amortised cost
2. Financial assets to be measured at fair value through other comprehensive income.
3. Financial assets to be measured at fair value through profit or loss account.

The classification depends on the contractual terms of the financial assets' cash flows and the Company's business model for managing financial assets.

(ii) Measurement

Debt Instruments:

a. At amortised cost

A financial asset is measured at amortised cost only if both of the following conditions are met:

- The asset is held within a business model whose objective is to hold them to collect contractual cash flows and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the amount outstanding.

Such Financial assets are subsequently measured at amortised cost using the Effective Interest rate method.

b. At Fair Value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income where they have:

- Are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and;
- Contractual terms that give rise to cash flows on specified dates, that represent solely payments of principal and interest on the principal amount outstanding.

These debt instruments are initially recognised at fair value plus directly attributable transaction costs and subsequently measured at fair value. Gains and losses arising from changes in fair value are included in other comprehensive income within a separate component of equity. Impairment losses or reversals, interest revenue and foreign exchange gains and losses are recognised in profit and loss. Upon disposal, the



cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to the statement of profit and loss.

Equity instruments

Investment in equity instruments that are neither held for trading nor contingent consideration recognised by the Company in a business combination to which Ind AS 103 'Business Combination' applies, are measured at fair value through other comprehensive income, where an irrevocable election has been made by management and when such instruments meet the definition of Equity under Ind AS 32 Financial Instruments - Presentation. Such classification is determined on an instrument-by-instrument basis. Amounts presented in other comprehensive income are not subsequently transferred to profit or loss. Dividends on such investments are recognised in profit or loss.

All financial liabilities are subsequently measured at amortised cost using the effective interest rate method except for financial liabilities at FVTPL. A financial liability is classified as FVTPL if it is held-for-trading or it is a derivative or it is designated as FVTPL on initial recognition. Interest expense, foreign exchange gains (losses) and any gains and losses on de-recognition are recognised in the profit or loss.

c. Items at fair value through profit or loss

Items at fair value through profit or loss comprise:

- Investments (including equity shares) held for trading;
- Items specifically designated as fair value through profit or loss on initial recognition; and
- debt instruments with contractual terms that do not represent solely payments of principal and interest.

Financial instruments held at fair value through profit or loss are initially recognised at fair value, with transaction costs recognised in the Statement of profit and loss as incurred. Subsequently, they are measured at fair value and any gains or losses are recognised in the Statement of profit and loss as they arise.

Financial instruments held for trading

A financial instrument is classified as held for trading if it is acquired or incurred principally for selling or repurchasing in the near term, or forms part of a portfolio of financial instruments that are managed together and for which there is evidence of short-term profit taking, or it is a derivative not in a qualifying hedge relationship.

Financial instruments designated as measured at fair value through profit or loss

Upon initial recognition, financial instruments may be designated as measured at fair value through profit or loss. A financial asset may only be designated at fair value through profit or loss if doing so eliminates or significantly reduces measurement or



recognition inconsistencies i.e., eliminates an accounting mismatch) that would otherwise arise from measuring financial assets or liabilities on a different basis.

A financial liability may be designated at fair value through profit or loss if it eliminates or significantly reduces an accounting mismatch or:

- if a host contract contains one or more embedded derivatives; or
- if financial assets and liabilities are both managed, and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Where a financial liability is designated at fair value through profit or loss, the movement in fair value attributable to changes in the Company's own credit quality is calculated by determining the changes in credit spreads above observable market interest rates and is presented separately in other comprehensive income.

(iii) Fair Value Measurement

The fair value measurement is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1 - This level includes financial assets that are measured by reference to quoted prices in active markets for identical assets or liabilities.

Level 2 - This level includes financial assets and liabilities, measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. price) or indirectly (i.e. derived from prices).

Level 3 - This level includes financial assets and liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

TNPFC on a recurring basis measure the fair value of the financial assets viz.,

- (a) Government securities
- (b) Shares held in Neyveli Lignite Corporation Limited (NLC)

TNPFC in accordance with INDAS 113 determines the fair value of the above-mentioned financial instruments using market approach as they actively traded in the market. Thus, observable inputs of unadjusted quoted prices (Level 1) are used for determining Fair value.



(iv) De-recognition of financial assets and financial liabilities

Financial asset: A financial asset or a part thereof is primarily de-recognised when:

- The right to receive contractual cash flows from the asset has expired, or
- The Company has transferred its right to receive cashflows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either
 - (a) the Company has transferred substantially all the risks and rewards of the asset, or
 - (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet but retains all or substantially all the risks and rewards of the transferred assets, the transferred assets are not de-recognised.

On de-recognition of a financial asset, the difference between the carrying amount of the asset and the consideration received is recognised in profit or loss.

Financial liabilities: The Company de-recognises a financial liability when its contractual obligations are discharged, cancelled or expired.

2.6 : Property, plant and equipment

The property plant and equipment are the assets held for the use in the supply of services.

Cost:

Property, plant and equipment's are stated in the balance sheet at cost (net of duty/ tax credit availed) less accumulated depreciation and accumulated impairment losses.

Cost of acquisition is inclusive of freight, non-refundable duties & taxes and other directly attributable costs of bringing the asset to its working condition for the intended use. Freehold land is not depreciated. An item is recognised as property, plant and equipment if and only if it is probable that future economic benefits associated with the item will flow to the Company and its costs can be measured reliably. Subsequent expenditure is added to the carrying amount or recognized as separate asset, when the Company expects future economic benefits from that item.

Depreciation:

Depreciation is recognised to write off the cost of assets less their residual values over their useful lives, using the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.



De-recognition:

An item of property, plant and equipment is de-recognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset.

Operating Lease Assets:

Assets leased to customers under operating leases consist of plant and machinery which are included within property, plant and equipment. Cost of lease assets is amortized during the lease period for all the lease assets acquired prior to April 1, 2001, as recommended in the "Guidance Note on Accounting for Leases (Revised)" issued by the Institute of Chartered Accountants of India. Lease Equalization Account which represents the shortfall/excess of annual lease charge as compared to statutory depreciation, is recognized.

Impairment

The property plant and equipment with definite life are reviewed for impairment whenever the events or changes indicate that their carrying value may not be recoverable. Depreciation charge for impaired assets is adjusted in future periods in such a manner that the revised carrying amount of the asset is allocated over its remaining useful life. An item of the property, plant and equipment is de-recognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of the item of property, plant and equipment is determined as the difference between the sale proceeds and carrying amount of the asset and is recognised in profit and loss.

2.7 Intangible Assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses (if any). Software is amortised on a straight-line basis over the license period or three years, whichever is lower. Other intangibles are amortised based on the estimated useful life as determined. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

An Intangible asset is derecognised on disposal or when no future economic benefits are expected from use of disposal. Gains or losses arising from derecognition of an intangible asset measured as the difference between the net disposal proceeds and the carrying amount of the asset as recognised in profit or loss when the asset is derecognised.

Amortization

Amortization is recognized in the Statement of profit and loss on a straight-line basis over the estimated useful lives of intangible assets or on any other basis that reflects the pattern in which the asset's future economic benefits are expected to be consumed



by the entity, intangible assets that are not available for use are amortized from the date they are available for use.

2.8 Intangible Assets under Development

Accounting Software under which intangible assets are not ready for their intended use and other work-in-progress are carried at cost, comprising direct cost and other related incidental expenses.

2.9 Leases

The Company as a lessor

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases. When the Company is an intermediate lessor, it accounts for its interests in the head lease and the sublease separately. The sublease is classified as a finance or operating lease by reference to the ROU asset arising from the head lease. For operating leases, rental income is recognized on a straight-line basis over the term of the relevant lease.

2.10 Finance Cost

As per Ind AS 109, Financial Instruments, finance cost, i.e. interest expenses from financial liabilities is recognised on an accrual basis using effective interest rate method (EIR). The effective interest rate method is the rate that exactly discounts estimated future cash payments (including all interest payments and guarantee commission) through the expected life of the financial instrument to the carrying amount on initial recognition.

2.11 Employee benefits

Short-term employee benefits:

A liability is recognized for benefits accruing to employees in respect of salaries, wages, performance incentives, medical benefits and other short-term benefits in the period the related service is rendered, at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Advances to staff:

Advances given to staff at rates below the market rate are accounted for as financial assets. The advances are discounted using the relevant State Bank of India (SBI) Lending rates as at the end of the respective years. The difference between the present value arrived at using SBI Lending Rates and the book value is transferred to Surplus account in the respective years.



Post-employment benefit plans:

Defined Contribution Plan

Payments to defined contribution plans i.e., Company's contribution to provident fund, employee state insurance, employee pension scheme and health insurance are determined under the relevant schemes and/ or statute and charged to the Statement of Profit and Loss in the period of incurrence when the services are rendered by the employees.

Defined Benefit Plan

For defined benefit plans i.e., Company's liability towards gratuity (funded), other retirement/ terminations benefits and compensated absences, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Defined benefit costs are comprised of:

- i. service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- ii. net interest expense or income; and
- iii. Re-measurement.

The Company presents the first two components of defined benefit costs in profit or loss in the line item: 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

Re-measurement of net defined benefit liability/ asset pertaining to gratuity comprise of actuarial gains/ losses i.e., changes in the present value resulting from experience adjustments and effects of changes in actuarial assumptions) and is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Re-measurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

Leave encashment benefits are calculated as per actuarial valuation and provided for though no separate fund is created/administered.

Other long term employee benefits:

The obligation for other long-term employee benefits such as long term compensated absences, liability on account of Retention Pay Scheme is recognised in the same manner as in the case of defined benefit plans as mentioned above.

Termination benefits

Termination benefits such as compensation under Voluntary Retirement cum Pension Scheme are recognised as expense and a liability is recognised at the earlier of when the Company can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.



2.12 Segment reporting

The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the Managing Director in deciding how to allocate resources and in assessing performance. The accounting policies adopted for segment reporting are in conformity with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under 'unallocated revenue expenses/ assets / liabilities.

2.13 Income taxes

Income tax expense represents the sum of the tax currently payable and deferred tax. Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

Current tax

Current tax is determined on taxable profits for the year chargeable to tax in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 including other applicable tax laws that have been enacted or substantively enacted.

Deferred tax:

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the Financial Statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current and Deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the



current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.14 Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date to ascertain impairment based on internal / external factors. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the net selling price of the assets and their value in use.

2.15 Events occurring after the balance sheet date

Assets and liabilities are adjusted for events occurring after the reporting period that provides additional evidence to assist the estimation of amounts relating to conditions existing at the end of the reporting period.

2.16 Dividends

The final Dividend on shares is recorded as a liability on the date of approval by the Shareholders and Interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

2.17 Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursements will be received, and the amount of the receivable can be measured reliably.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more future uncertain events not wholly within the control of the Company (or) There is a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

2.18 Earnings per share:

Basic earnings per share is calculated by dividing the net profit/ (loss) after tax for the period attributable to the equity shareholders by the weighted average number of shares



outstanding during the year. A separate EPS has to be calculated for continuing and discontinued operations as well as the combined profit.

The diluted earnings per share have been computed using weighted average number of shares adjusted for effects of all potentially dilutive equity shares.

2.19 Foreign Currency Transaction

Transactions in foreign currency are accounted at the exchange rates prevailing on the date of the transaction. The foreign currency being a monetary liability is restated to INR (being presentation currency of the company) at the prevailing rate of exchange at the reporting period with the corresponding exchange gain/loss being recognized in profit or loss.

2.20 Financial Instrument Disclosure

Total Loan outstanding of Rs.46,293.93 Crores to TANGEDCO is unsecured as on 31.03.2024. During the FY 2022-23, the state Government has extended, Rs. 4,982.03 Crores as Guarantee on the total outstanding loan amount to TANGEDCO. As per G.O Ms.No.140 on 15.05.2023 of Finance (Loans and Advances Cell), the Company is in the process of getting security for the remaining unsecured loan.

2.21 Related Party transactions

According to IND AS 24, A reporting entity is exempt from the disclosure requirements in relation to related party transactions with

- (a) a government that has control, joint control or significant influence over the reporting entity; and
- (b) another entity that is a related party because the same government has control, joint – control or significant influence over both the reporting entity and the other entity.

But if such exemption is opted, the entity shall disclose:

(a) the name of the government – Tamil Nadu Government

(b) the nature of the government's relationship with the entity (whether the government has control, joint control or significant influence over the entity) – Promoter and Shareholders

(c) to enable the users of the entity's financial statements to understand the effect of related party transactions on its financial statements, the following information in sufficient details:

- the nature and amount of each individually significant transaction: Nil
- for other transactions that are not significant individually but are significant when aggregated, either a qualitative or quantitative indication of their extent.



TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED
CIN: U65191TN19915GCO21030
Balance Sheet as at March 31, 2024

Particulars	Note No.	Amount in Lakhs	
		As at March 31, 2024	As at March 31, 2023
ASSETS			
Financial Assets			
Cash and cash equivalents	3	49,204.42	34,976.29
Bank balances other than cash and cash equivalents	4	41,012.33	1,13,848.02
Loans	5	47,07,248.53	46,56,232.48
Investments	6	3,58,481.53	3,01,856.09
Other financial assets	7	2,790.74	4,077.23
Non-financial Assets			
Current tax assets (net)	8	16,961.31	451.36
Deferred tax assets (net)	9	(319.24)	3,669.80
Property, plant and equipment	10	449.85	444.57
Intangible Assets	11(a)	19.79	115.52
Intangible Assets under Development	11(b)	-	-
Other non-financial assets	12	1,121.71	1,142.54
TOTAL ASSETS		51,76,970.94	51,16,813.89
LIABILITIES AND EQUITY			
LIABILITIES			
Financial liabilities			
Deposits	13	40,06,678.36	40,69,628.49
Other financial liabilities	14	4,06,157.55	3,03,696.88
Non-financial liabilities			
Current tax liabilities (net)	8	-	-
Deferred tax Liabilities (net)	9	-	-
Provisions	15	279.51	315.66
Other non-financial liabilities	16	14,500.64	8,865.70
EQUITY			
Equity share capital	26.23	3,76,700.00	3,76,700.00
Other equity	26.24	3,72,654.88	3,57,607.16
TOTAL LIABILITIES AND EQUITY		51,76,970.94	51,16,813.89

See accompanying Notes forming part of the Financial Statements

As per our Report attached
 For R V K S and Associates
 (Firm Regn. No. 0085725)



L K Sivaramakrishnan
 Partner
 Chartered Accountants
 Membership No. 205025

Place : Chennai
 Date : 04-09-2024
 DIN : 24205025BNDKRD1407

For and on behalf of the Board,


 Pratik Taval I.A.S
 Director

DIN: 09422959


 P. Jameela
 Chief Financial Officer

Place : Chennai
 Date : 04-09-2024


 Pooja Kulkarni I.A.S
 Managing Director
 DIN: 02783673


 R. Varshini
 Company Secretary

TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED			
CIN: U65191TN19915GC021090			
Statement of Profit and loss for the year ended March 31, 2024			
Particulars	Note No.	Amount in Lakhs	
		Year Ended March 31, 2024	Year Ended March 31, 2023
Revenue from operations:			
Interest Income	17	4,93,085.60	4,76,947.74
Dividend Income	18	208.95	179.10
Net gain on fair value changes	19	9,011.91	871.64
Others	20	-	70.00
Total Revenue from operations (a)		5,02,306.46	4,78,068.48
Other Income (b)	21	1,480.21	1.15
Total Income (c) = (a + b)		5,03,786.66	4,78,069.63
Expenses:			
Finance Cost	22	3,18,407.95	3,38,593.32
Employee Benefit Expenses	23	535.11	446.97
Depreciation, Amortization and Impairment	100/11	145.99	219.71
Others expenses	24	1,47,452.99	8,436.07
Total Expenses (d)		4,66,542.03	3,47,696.08
Profit / (loss) before exceptional items and tax		37,244.64	1,30,373.56
Exceptional Items		-	-
Prior Period Items		-	-
Profit/(loss) before tax (e) = (c - d)		37,244.64	1,30,373.56
Tax Expenses:			
(1) Current Tax pertaining to current year		5,849.04	29,318.07
(2) Current Tax pertaining to prior years		-	-
(3) Deferred Tax		2,484.08	(661.65)
Total Tax Expenses (f)		8,333.11	28,656.42
Profit / (loss) for the year		28,911.53	1,01,717.14
Profit/(loss) for the year (g) = (e - f)		28,911.53	1,01,717.14
Other Comprehensive Income:			
Items that will not be reclassified to profit or loss	25		
- Gain/(Loss) on changes in fair value of Equity Instruments		-	-
- Gain/(loss) on changes in fair value of Government Securities		3,641.97	(9,225.75)
- Gain/(loss) on staff advances		2.45	4.30
- Re-measurements of the defined benefit plans		(3.27)	(37.74)
- Income tax effect on the above		(1,504.97)	2,331.44
Other Comprehensive Income (h)		2,136.19	(6,927.96)
Total Comprehensive Income for the year (g + h)		31,047.71	94,789.18
Earnings per equity share (Rs. 10 each)			
Basic (Rs.) / Diluted (Rs.)		0.77	2.70
Earnings per equity share (for discontinued operations)			
Basic (Rs.) / Diluted (Rs.)		-	-
Earnings per equity share (for continuing and discontinued operations)			
Basic (Rs.) / Diluted (Rs.)		0.77	2.70

See accompanying Notes forming part of the Financial Statements

As per our Report attached
For R V K S and Associates
(Firm Regn. No. 0085725)

L K Sivaramakrishnan
Partner
Chartered Accountant
Membership No. 205025

Place : Chennai

Date : 04/09/2024

UIN: 94205025BKBRD1407

For and on behalf of the Board,

Pratik Taval I.A.S.
Director

DIN: 09422959

P.Jameela

Chief Financial Officer

Place : Chennai

Date : 04-09-2024

Pooja Kulkarni I.A.S.
Managing Director

DIN: 02783673

R.Varshini

Company Secretary

TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED		
CIN: U65191TN19915GC021030		
Statement of Cash Flows for the year ended March 31, 2024		
Particulars	Amount in Lakhs	
	Year Ended March 31, 2024	Year Ended March 31, 2023
A. Cash Flow from Operating Activities		
Net Profit before Tax	37,244.64	1,30,373.56
Adjustments for:		
Depreciation and Amortization	145.99	219.71
Finance Cost	3,18,407.93	3,38,593.32
(Gain)/Loss on Fair Value Changes in Equity Investments	(9,011.91)	(872.64)
Provision for standard assets	208.71	1,849.31
Interest Income	(28,673.82)	(38,719.16)
Re-measurements of the defined benefit plans		-
(Profit)/Loss on sale of Property, Plant and Equipment		-
Operating Profit before Working Capital changes	3,18,321.54	4,31,445.11
Adjustments for:		
(Increase) / Decrease in Loans	(51,016.05)	(3,90,016.44)
(Increase) / Decrease in other financial and non financial assets	1,309.78	1,281.85
Increase / (Decrease) in other financial and non financial liabilities	1,08,092.34	(8,502.27)
Increase / (Decrease) in Deposits	(62,950.13)	1,94,743.16
Increase / (Decrease) in Provisions	(244.86)	143.84
Net cash generated from/(used in) operating activities	3,13,512.63	2,29,095.25
Net income Tax (Paid)/Refunds	(22,358.98)	(24,911.32)
Net Cash(used in)/generated from Operating activities	2,91,153.65	2,04,183.92
B. Cash Flow from Investing activities		
Purchase of intangible assets	-	(1.22)
Interest Income on Investments	28,673.82	39,590.80
Proceeds from Sale of Investments	(43,971.56)	1,74,947.41
Sale of Property, Plant & Equipment		-
Purchase of Property, Plant & Equipment	(55.54)	(103.15)
Purchase of Investments		-
Investment in Bank Deposits	72,835.69	(1,13,817.86)
Proceeds from Bank Deposits		-
Net Cash(used in)/generated from Investing activities	57,482.41	1,00,615.97
C. Cash flow from Financing Activities		
Proceeds from issue of Share Capital	-	-
Repayment of Debt Securities	-	-
Finance cost	(3,18,407.93)	(3,38,593.32)
Dividend and Dividend tax paid	(16,000.00)	-
Net Cash(used in)/generated from Financing activities	(3,34,407.93)	(3,38,593.32)
Net Increase / (decrease) in cash and cash equivalents (A+B+C)	14,228.13	(33,793.42)
Cash and Cash equivalents as at the beginning of the year	34,976.29	68,769.71
Cash and Cash equivalents as at the end of the year	49,204.42	34,976.29
Components of Cash and Cash equivalents at the end of the year are given below:		
- Balances with Banks	49,204.11	34,976.27
- Bank deposits with original maturity less than 3 months (of the nature of cash & cash equivalents)		-
- Cash on hand	0.30	0.02
	49,204.42	34,976.29
Notes:		
1. Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in the Ind AS 7 - Statement of Cash Flows.		
2. Cash and cash equivalents represent cash and bank balances.		
3. Previous year's figures have been regrouped/reclassified wherever applicable.		
See accompanying Notes forming part of the Financial Statements		

For R V K S and Associates
(Firm Regn. No. 008572S)

L. K. Sivaramakrishnan
Partner
Chartered Accountants
Membership No. 205925

Place : Chennai

Date: 04/09/2024

U2IN : 24205025BK BK RD 1407

For and on behalf of the Board,

Pratik Taya I.A.S
Director

DIN: 09422959

P. Jameela
Chief Financial Officer

Place : Chennai
Date : 04-09-2024

Pooja Kalbani I.A.S
Managing Director

DIN: 02783673

R. Varshini
Company Secretary

TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED

CIN: U05191TN199156001030

Statement of Changes in Equity for the year ended March 31, 2024

PARTICULARS	Amount in Lakhs		Amount in Lakhs						Total
	As at March 31, 2024	As at March 31, 2023	Securities Premium	Special Reserves	General Reserve	Reserve Fund	Surplus	Other Comprehensive Income	
A) Equity Share Capital:									
Balance at the beginning of the year	3,76,700.00	3,76,700.00							
Changes in Equity share capital due to prior period error									
Restated balance at the beginning of the current reporting period	3,76,700.00	3,76,700.00							
Equity shares issued during the year									
Less: Shares bought back during the year									
Balance at the end of the year	3,76,700.00	3,76,700.00							
B) Other Equity:									
Reinstated Balance as on March 31, 2022	1,800.00	64,645.14			47,229.07	35,207.36	1,15,406.92	(1,970.50)	2,62,817.99
Profit after tax for the year*							1,01,717.14		1,01,717.14
Change in fair value of staff advances								4.10	4.10
Gain on change in fair value of Government Securities								(6,903.82)	(6,903.82)
Re-measurements of the defined benefit plans								(28.24)	(28.24)
Equity Dividend (including dividend distribution tax)									
Transfer from surplus account				14,896.23	10,171.71	20,343.43			45,412.37
Transfer to Special reserve									(14,896.23)
Transfer to General reserve									(10,171.71)
Transfer to Reserve fund									(20,343.43)
Balance as on March 31, 2023	1,800.00	79,543.37	1,800.79	57,400.79	55,650.78	1,72,110.68	(8,898.46)		3,57,607.16
Change in fair value of staff advances									
Gain on change in fair value of Equity Instruments									
Gain on change in fair value of Government Securities									
Re-measurements of the defined benefit plans									
Equity Dividend (including dividend distribution tax)									
Transfer from surplus account									
Transfer to Special reserve									
Transfer to General reserve									
Transfer to Reserve fund									
Balance as on March 31, 2024									
Change in fair value of staff advances									
Gain on change in fair value of Equity Instruments									
Gain on change in fair value of Government Securities									
Re-measurements of the defined benefit plans									
Equity Dividend (including dividend distribution tax)									
Transfer from surplus account									
Transfer to Special reserve									
Transfer to General reserve									
Transfer to Reserve fund									
Balance as on March 31, 2024									
Change in fair value of staff advances									
Gain on change in fair value of Equity Instruments									
Gain on change in fair value of Government Securities									
Re-measurements of the defined benefit plans									
Equity Dividend (including dividend distribution tax)									
Transfer from surplus account									
Transfer to Special reserve									
Transfer to General reserve									
Transfer to Reserve fund									
Balance as on March 31, 2024									

See accompanying Notes forming part of the Financial Statements

At per our Report established for R V S and Associates (Firm Regd. No. 0085728) Chartered Accountants FRN: 0085728

For and on behalf of the Board,

Pratik Rajni I.A.S. Director

Pooja Kulkarni I.A.S. Managing Director

DIN: 09422959

PIN: 02783673

Place: Chennai Date: 04/09/2024 USTIN: 24205025BKBRD1407

P.Jameela Chief Financial Officer

R.Varshini Company Secretary

Place: Chennai Date: 04-09-2024

TAMIL NADU POWER FINANCE AND INFRASTRUCTURE DEVELOPMENT CORPORATION LIMITED
 CIN: 0451917N191939020208
 Notes Forming Part of Financial Statements

PARTICULARS	Amount in Lakhs	
	As at March 31, 2024	As at March 31, 2023
Cash on hand	8.70	0.00
Business with banks (of the nature of cash & cash equivalents) less deposit with original maturity less than 3 months (of the nature of cash & cash equivalents)	49,204.51	54,978.27
Total	49,204.42	54,978.28

PARTICULARS	Amount in Lakhs	
	As at March 31, 2024	As at March 31, 2023
Bank deposits with original maturity for more than 3 months (marketed balances with banks)	40,973.33	3,33,812.66
	27.39	16.36
TOTAL	41,001.33	3,33,849.02

PARTICULARS	Amount in Lakhs											
	As at March 31, 2024		As at March 31, 2023		As at March 31, 2023		As at March 31, 2023		As at March 31, 2023			
	Amortised Cost (1)	At fair value through OCI (2)	At fair value through profit or loss (3)	Emploiment at fair value through profit or loss (4)	Sub total (5=2+3+4)	Total (6=1+5)	Amortised Cost (1)	At fair value through OCI (2)	At fair value through profit or loss (3)	Emploiment at fair value through profit or loss (4)	Sub total (5=2+3+4)	Total (6=1+5)
(A) Cash loans	47,14,084.51	-	-	-	-	47,14,084.51	46,70,838.87	-	-	-	-	46,70,838.87
(B) Loan on Deposits and Other Advances	13,294.14	-	-	-	-	13,294.14	3,773.73	-	-	-	-	3,773.73
(C) Loan to Employees	74.49	-	-	-	-	74.49	313.93	-	-	-	-	313.93
Total (A) - Gross	47,28,153.14	-	-	-	-	47,28,153.14	46,74,926.53	-	-	-	-	46,74,926.53
Less: Impairment loss allowance	(18,904.81)	-	-	-	-	(18,904.81)	(18,095.90)	-	-	-	-	(18,095.90)
Total (A) - Net	47,09,248.33	-	-	-	-	47,09,248.33	46,56,830.63	-	-	-	-	46,56,830.63
(D) Secured by specific assets	15,294.14	-	-	-	-	15,294.14	3,773.73	-	-	-	-	3,773.73
(E) Unsecured	47,14,709.00	-	-	-	-	47,14,709.00	46,71,154.84	-	-	-	-	46,71,154.84
Total (B) - Gross	47,28,153.14	-	-	-	-	47,28,153.14	46,74,926.57	-	-	-	-	46,74,926.57
Less: Impairment loss allowance	(18,904.81)	-	-	-	-	(18,904.81)	(18,095.90)	-	-	-	-	(18,095.90)
Total (B) - Net	47,09,248.33	-	-	-	-	47,09,248.33	46,56,830.67	-	-	-	-	46,56,830.67
(F) Public sector	47,14,084.51	-	-	-	-	47,14,084.51	46,70,838.87	-	-	-	-	46,70,838.87
(G) Others	11,468.62	-	-	-	-	11,468.62	4,000.70	-	-	-	-	4,000.70
Total (C) - Gross	47,26,153.14	-	-	-	-	47,26,153.14	46,74,926.57	-	-	-	-	46,74,926.57
Less: Impairment loss allowance	(18,904.81)	-	-	-	-	(18,904.81)	(18,095.90)	-	-	-	-	(18,095.90)
Total (C) - Net	47,07,248.33	-	-	-	-	47,07,248.33	46,56,830.67	-	-	-	-	46,56,830.67



Note 10. Property, Plant & Equipment		Amount in Lakhs									
PARTICULARS		Land	Building	Electrical Fittings	Furniture & Fixtures	Office Equipments	Leasehold Improvements	Computers	Vehicle	Total	
As at March 31, 2022		243.07	114.16	18.28	70.71	52.46	17,813.40	118.35	60.73	18,066.66	
Additions		-	-	1.58	8.06	5.10	-	8.05	10.47	34.05	
Disposals		-	-	-	-	-	-	-	-	-	
Adjustment		-	-	-	-	-	-	-	-	-	
As at March 31, 2023		243.07	114.16	19.86	78.76	57.56	17,813.40	127.20	51.20	18,500.71	
Additions		-	8.50	0.84	28.91	1.38	-	21.19	-	59.91	
Disposals		-	-	-	-	-	-	0.17	-	0.17	
Adjustment		-	-	-	-	-	-	-	-	-	
As at March 31, 2024		243.07	122.75	20.20	107.68	58.94	17,813.40	148.22	51.20	18,556.47	
Accumulated depreciation and impairment		-	-	-	-	-	-	-	-	-	
As at March 31, 2022		-	25.13	7.23	25.83	35.10	17,805.28	44.64	18.09	18,001.26	
Charge for the year		-	0.32	1.73	11.83	7.33	49.09	21.58	8.10	121.98	
Disposals		-	-	-	-	-	-	-	-	-	
Adjustment		-	-	-	-	-	-	-	-	-	
As at March 31, 2023		-	25.44	8.96	37.66	42.44	17,854.28	106.22	26.39	18,056.33	
Charge for the year		-	1.11	1.74	12.53	6.15	-	14.03	7.50	50.48	
Disposals		-	-	-	-	-	-	-	-	-	
Adjustment		-	-	-	-	-	-	-	-	-	
As at March 31, 2024		-	26.55	10.69	50.19	48.59	17,854.28	120.25	33.89	18,106.62	
Net carrying amount as at March 31, 2022		243.07	89.03	5.55	44.89	22.46	17,813.40	72.66	42.64	18,001.26	
Net carrying amount as at March 31, 2023		243.07	84.71	6.61	43.80	15.12	17,813.40	106.01	43.10	18,001.26	
Net carrying amount as at March 31, 2024		243.07	84.00	5.51	52.88	10.16	17,813.40	128.07	44.40	18,001.26	

Note 11(a) Intangible Asset		Amount in Lakhs
PARTICULARS		
As at March 31, 2022		301.95
Additions		1.22
Disposals		-
As at March 31, 2023		303.17
Additions		-
Disposals		-
As at March 31, 2024		303.17
Accumulated depreciation and impairment		-
As at March 31, 2022		171.86
Charge for the year		95.75
Disposals		-
As at March 31, 2023		267.61
Charge for the year		96.73
Disposals		-
As at March 31, 2024		364.34
Net carrying amount as at March 31, 2022		130.09
Net carrying amount as at March 31, 2023		135.56
Net carrying amount as at March 31, 2024		138.83



PARTICULARS	Amount in Lakhs	
	As at March 31, 2024	As at March 31, 2023
Goods and services tax credit [Input] receivable	857.21	810.89
Prepaid expenses	3.37	2.81
Postage and stamps	0.18	0.28
Other receivables	200.04	200.85
Plan Assets for Gratuity	-	67.70
Total	1,121.71	1,142.54

PARTICULARS	Amount in Lakhs						
	As at March 31, 2024	As at March 31, 2023	Designated at fair value through profit or loss (3)	Total (4=1+2+3)	As at fair value through Profit or loss (2)	Designated at fair value through profit or loss (3)	Total (4=1+2+3)
i. Public Deposits	10,02,858.56	-	-	10,02,858.56	11,64,073.15	-	11,64,073.15
ii. Deposits received in advance	14,544.33	-	-	14,544.33	14,333.17	-	14,333.17
iii. From others	29,39,275.27	-	-	29,39,275.27	28,91,221.17	-	28,91,221.17
Total	40,05,678.36	-	-	40,05,678.36	40,60,628.49	-	40,60,628.49

PARTICULARS	Amount in Lakhs	
	As at March 31, 2024	As at March 31, 2023
Unpaid matured deposits and interest accrued thereon	3,09,883.76	3,03,073.60
Amount payable to employees	31.80	38.96
Outstanding liabilities	96,234.02	504.14
Total	4,06,157.55	3,03,996.80

PARTICULARS	Amount in Lakhs	
	As at March 31, 2024	As at March 31, 2023
Provision for Employee benefits	76.42	121.12
- Gratuity	203.09	134.54
- Leave encashment	279.51	315.86
Total	559.02	571.52

PARTICULARS	Amount in Lakhs	
	As at March 31, 2024	As at March 31, 2023
Staffs' Liabilities	9,038.03	4,596.73
Amount payable towards school education schemes	4,095.81	3,123.64
Amount refundable towards govt. schemes	823.49	783.22
Other Liabilities	10,609	2.81
Provision allowed for doubtful debts	-	-
TDS Payable	-	-
REBATE FOR WORKERS' PAYMENTS	-	-
Total	14,550.64	8,665.70



PARTICULARS	Amount in Lakhs										
	Year Ended March 31, 2024	Year Ended March 31, 2024	On Financial Assets measured at fair value through OCI	On Financial Assets measured at Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss	Year Ended March 31, 2024	TOTAL	Year Ended March 31, 2023	Year Ended March 31, 2023	Year Ended March 31, 2023	
								On Financial Assets measured at fair value through OCI	On Financial Assets measured in Amortised Cost	Interest Income on Financial Assets classified at fair value through profit or loss	TOTAL
6.99% UTTAR PRADESH SGL 2031	1,281.93	-	-	-	-	1,053.93	-	1,048.50	-	-	1,048.50
6.85% MADHYA PRADESH SGL 2033	343.72	-	-	-	-	543.72	-	343.50	-	-	343.50
6.97% UTTAR PRADESH SGL 2031	175.86	-	-	-	-	175.86	-	174.60	-	-	174.60
7.00% TAMIL NADU SGL 2031	35.16	-	-	-	-	35.16	-	35.00	-	-	35.00
6.90% TAMIL NADU SGL 2031	70.19	-	-	-	-	70.19	-	69.52	-	-	69.52
6.30% UTTAR PRADESH SGL 2031	175.22	-	-	-	-	175.22	-	174.50	-	-	174.50
6.93% UTTAR PRADESH SGL 2031	176.62	-	-	-	-	176.62	-	174.06	-	-	174.06
7.24% BIHAR SGL 2032	-	-	-	-	-	-	-	107.68	-	-	107.68
6.93% GUJARAT SGL 2031	-	-	-	-	-	-	-	345.23	-	-	345.23
6.99% GUJARAT SGL 2031	-	-	-	-	-	-	-	174.12	-	-	174.12
7.09% RAJASTHAN SGL 2032	-	-	-	-	-	-	-	176.54	-	-	176.54
7.10% KARNATAKA SGL 2033	-	-	-	-	-	-	-	212.86	-	-	212.86
7.12% UP SGL 2032	35.82	-	-	-	-	35.82	-	35.63	-	-	35.63
7.08% KARNATAKA SGL 2032	70.88	-	-	-	-	70.88	-	70.80	-	-	70.80
7.28% UTTAR PRADESH SGL 2031	-	-	-	-	-	-	-	1,052.75	-	-	1,052.75
6.88% GUJARAT SGL 2031	-	-	-	-	-	-	-	102.54	-	-	102.54
7.40% KARNATAKA SGL 2031	-	-	-	-	-	-	-	504.25	-	-	504.25
6.31% MAHARASHTRA SGL 2033	-	-	-	-	-	-	-	512.83	-	-	512.83
7.44% TAMIL NADU SGL 2032	-	-	-	-	-	-	-	176.22	-	-	176.22
7.17% RAJASTHAN SGL 2032	-	-	-	-	-	-	-	303.86	-	-	303.86
7.17% BIHAR SGL 2032	-	-	-	-	-	-	-	212.35	-	-	212.35
7.17% KERALA SGL 2031	-	-	-	-	-	-	-	176.92	-	-	176.92
7.30% TAMIL NADU SGL 2032	-	-	-	-	-	-	-	785.28	-	-	785.28
7.03% TAMIL NADU SGL 2030	-	-	-	-	-	-	-	264.02	-	-	264.02
7.39% GUJARAT SGL 2031	-	-	-	-	-	-	-	136.89	-	-	136.89
6.60% TAMIL NADU SGL 2029	-	-	-	-	-	-	-	612.38	-	-	612.38
7.17% BIHAR SGL 2030	-	-	-	-	-	-	-	229.34	-	-	229.34
6.88% UP SGL 2031	-	-	-	-	-	-	-	233.49	-	-	233.49
6.52% MAHARASHTRA SGL 2030	-	-	-	-	-	-	-	198.96	-	-	198.96
7.56% WEST BENGAL SGL 2032	-	-	-	-	-	-	-	33.63	-	-	33.63
7.45% MADHYA PRADESH SGL 2032	-	-	-	-	-	-	-	51.68	-	-	51.68
7.86% MAHARASHTRA SGL 2030	-	-	-	-	-	-	-	21.84	-	-	21.84
7.86% ASSAM SGL 2032	-	-	-	-	-	-	-	121.83	-	-	121.83
7.86% HARYANA SGL 2032	-	-	-	-	-	-	-	98.52	-	-	98.52
7.94% TAMIL NADU SGL 2032	-	-	-	-	-	-	-	197.52	-	-	197.52
7.95% HARYANA SGL 2031	-	-	-	-	-	-	-	222.49	-	-	222.49
7.60% TAMIL NADU SGL 2027	-	-	-	-	-	-	-	67.88	-	-	67.88
7.80% GUJARAT SGL 2032	-	-	-	-	-	-	-	43.33	-	-	43.33
7.83% RAJASTHAN SGL 2032	-	-	-	-	-	-	-	189.55	-	-	189.55
7.70% MAHARASHTRA SGL 2032	-	-	-	-	-	-	-	315.20	-	-	315.20
7.73% WEST BENGAL SGL 2032	-	-	-	-	-	-	-	937.69	-	-	937.69
7.87% TAMIL NADU SGL 2032	-	-	-	-	-	-	-	241.56	-	-	241.56
	-	-	-	-	-	-	-	95.94	-	-	95.94



PARTICULARS	Amount in Lakhs	
	Year Ended March 31, 2024	Year Ended March 31, 2023
Misc. Income	829.88	1.15
Profit on sale of Property, Plant and Equipment	1.13	-
Income on Income Tax Refund	649.85	-
Prior Period Income	-	-
Total	1,480.71	1.15

PARTICULARS	Amount in Lakhs					
	Year Ended March 31, 2024			Year Ended March 31, 2023		
	On Financial Liabilities measured at fair value through profit or loss	On Financial Liabilities measured at Amortised Cost	TOTAL	On Financial Liabilities measured at fair value through profit or loss	On Financial Liabilities measured at Amortised Cost	TOTAL
Interest on Deposits	-	3,18,407.93	3,18,407.93	-	3,18,593.32	3,18,593.32
Interest on Bonds	-	-	-	-	-	-
Interest on Loan From Banks	-	-	-	-	-	-
Guarantee Commission on loan	-	-	-	-	-	-
Lighting fees	-	-	-	-	-	-
Interest on delayed remittance of statutory dues	-	-	-	-	-	-
Total	-	3,18,407.93	3,18,407.93	-	3,18,593.32	3,18,593.32

PARTICULARS	Amount in Lakhs	
	Year Ended March 31, 2024	Year Ended March 31, 2023
Salaries, wages & Bonus	309.18	425.17
Contribution to Provident and other funds	22.39	20.14
Staff welfare expenses	3.55	1.94
Total	335.11	446.97

PARTICULARS	Amount in Lakhs	
	Year Ended March 31, 2024	Year Ended March 31, 2023
Rates & Taxes	40.42	52.63
Insurance	5.25	0.78
Repairs and Maintenance - Others	52.95	25.03
Advertisement & Publicity	22.52	80.72
Business promotion expenses	18.70	25.31
Traveling and Conveyance	5.32	3.74
Printing & Stationery	10.61	8.66
Legal and Professional Charges	21.85	14.46
Payments to Auditor:		
- As Auditor	5.25	5.25
- For Taxation Matters	-	0.75
- For Other Services	10.60	1.88
Power	12.82	11.62
Vehicle Maintenance	11.97	3.94
Bank Charges	0.15	0.28
Computer related expenses	0.01	5.65
Books and Periodicals	0.80	0.88
Communication charges	22.60	53.01
Website and Database Maintenance Charges	122.29	91.45
Provision for Standard Assets	108.71	1,849.31
Loss on sale of investment	-	4,761.67
CSE expenses	1,655.60	1,445.36
Provision for Loss of Capital	483.00	-
GRATE FOR PROMOT PAYMENT	1,43,130.00	-
Miscellaneous Expenses	958.52	37.73
Foreign exchange loss	0.10	1.12
Cash equivalent	-	-
Total	1,47,452.99	8,426.07

PARTICULARS	Amount in Lakhs	
	Year Ended March 31, 2024	Year Ended March 31, 2023
Items that will not be reclassified to profit and loss:		
Gain/(Loss) on changes in fair value of Government securities	3,641.97	(9,225.75)
Gain/(Loss) on staff advances	2.45	4.10
Re-measurements of the defined benefit plans	(3.27)	(37.74)
Income tax effect on the above	(1,504.97)	-
Total	2,136.19	(9,219.40)



26.1 CAPITAL ADEQUACY:

Particulars		As at March 31, 2024	As at March 31, 2023
i)	CRAR (%)	17.36%	15.90%
ii)	CRAR- Tier I Capital (%)	17.36%	15.50%
iii)	CRAR – Tier II Capital (%)	0.00%	0.40%
iv)	Amount subordinated debt raised as Tier-II capital	Nil	Nil
v)	Amount raised by issue of Perpetual Debt Instruments	Nil	Nil
vi)	LCR	124.60%	81.87%

26.2: INVESTMENTS

Particulars		(Rs. in Lakhs)	
		As at March 31, 2024	As at March 31, 2023
(1)	Value of Investments	3,58,481.53	3,01,856.09
i)	Gross Value of Investments		
	(a) In India	3,58,481.53	3,01,856.09
	(b) Outside India	-	-
ii)	Provision for Depreciation		
	(a) In India	-	-
	(b) Outside India	-	-
iii)	Net value of Investments	3,58,481.53	3,01,856.09
	(a) In India		
	(b) Outside India	-	-
(2)	Movement of provisions held towards depreciation on investments		
i)	Opening balance	-	-
ii)	Add: Provisions made during the year	-	-
iii)	Less: Write-off / Write-back of excess provisions during the year	-	-
iv)	Closing balance	-	-

A. Details of non-performing assets purchased:

Particulars		(Rs. in Lakhs)	
		As at March 31, 2024	As at March 31, 2023
1.	(a) No. of accounts purchased during the year		
	(b) Aggregate outstanding		-NIL-
2.	Provision for Depreciation		
	(a) In India		
	(b) Outside India		



	(c) Of these, number of accounts restricted during the year	--NIL--
	(d) Aggregate outstanding	

B. Details of non-performing assets Sold:

			(Rs. In Lakhs)	
Particulars		As at March 31, 2024	As at March 31, 2023	
1.	No. of accounts sold	--NIL--		
2.	Aggregate outstanding			
3.	Aggregate consideration received			

26.3: ASSET LIABILITY MANAGEMENT MATURITY PATTERN OF CERTAIN ITEMS OF ASSETS AND LIABILITIES:

(Amount Rs. in Lakhs)									
Particulars	Up to 30/31 days	Over 1 month up to 2 months	Over 2 months up to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 years	Over 3 years & up to 5 years	Over 5 years	Total
Deposits	2,20,186.70	1,16,322.56	1,25,017.75	4,12,243.97	7,46,161.91	18,27,841.49	5,47,211.87	11,692.10	40,06,678.36
Loans and Advances	2,24,126.68	2,84,074.61	2,40,251.57	8,30,064.08	13,45,041.90	13,32,280.89	4,51,334.50	74.30	47,07,248.53
Investments	-	-	-	-	49,858.00	38,515.92	25,782.91	2,44,284.70	3,58,481.53
Borrowings	-	-	-	-	-	-	-	-	-
Foreign Currency assets	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-

26.4: EXPOSURES:

26.4.1: Exposure to Real Estate Sector: Rs. Nil (previous year Rs. Nil)

26.4.2: Exposure to Capital Market:

			(Rs. In Lakhs)	
Particulars		As at March 31, 2024	As at March 31, 2023	
(i)	direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	13,617.86	4,605.95	



(ii)	advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	NIL
(iii)	advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	NIL
(iv)	advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	NIL
(v)	secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	NIL
(vi)	loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	NIL
(vii)	bridge loans to companies against expected equity flows / issues;	NIL
(viii)	all exposures to Venture Capital Funds (both registered and unregistered)	NIL
Total Exposure to Capital Market		13,617.86 4,605.95

26.5: Details of Single Borrower Limit (SBL) / Group Borrower Limit (GBL)

The request of Tamil Nadu Power Finance and Infrastructure Development Company Limited seeking exemption from credit/investment concentration norms has been acceded by the Reserve Bank of India.

26.6: MISCELLANEOUS:

26.6.1: Registration obtained from other financial sector regulators: Rs. Nil (previous year Rs. Nil)

26.6.2: Disclosure of Penalties imposed by RBI and other regulators: Rs. Nil (previous year Rs. Nil)



26.6.3: Ratings assigned by credit rating agencies and migration of ratings during the year: The rating committee of ICRA has assigned "BBB-" rating to the Fixed Deposit instruments. The outlook on the rating is "stable".

26.6.4: Related party Transactions:

List of Related Parties

The Company has no other organizations under its control / joint ventures and associates with whom transactions have taken place during the year. The Company being a Government Company, Government of Tamil Nadu appoints the key management personnel.

Key management personnel:

1. Thiru. Udhayachandran, IAS., - Chairman (From 14-03-2024)
2. Thiru. R. Ambalavanan, IA & AS., - Chairman and Managing Director (From 08-12-2022 to 14-03-2024) and Managing Director (From 14-03-2024 to 25-07-2024.)
3. Tmt Pooja Kulkarni, IAS., Managing Director (From 25-07-2024)
4. Dr. J. Sadakkadulla - Independent Director
5. Tmt. N. Chitra - Independent Director
6. Tmt. P.Jameela - Chief Financial Officer
7. Tmt. Varshini Rajasekar - Company Secretary

Transactions with the Related Parties:

Particulars	Year ended	Year ended
	31.03.2024 (Rs. In lakhs)	31.03.2023 (Rs. In lakhs)
1.Remuneration		
Short Term Employee Benefits-		
Salary & Allowances	75.87	64.62
Travelling expenses	2.87	3.08
Medical expenses	2.68	0.82
2.Sitting Fees (Independent Directors)	3.30	2.37
3. Recoveries of advances from KMPs	3.00	3.00
Total	84.72	70.89

Outstanding balances with Related Parties:

Amount recoverable towards loans, advances and others(Including interest)

Particulars	Year ended	Year ended
	31.03.2024 (Rs. In lakhs)	31.03.2023 (Rs. In lakhs)
Key managerial personnel	21.06	22.62



26.7: ADDITIONAL DISCLOSURES:**26.7.1: Provisions:**

Nature of Provisions	(Rs. in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Provision made towards Income tax	5,849.04	29,318.07
Provision for Standard Assets	18,904.61	18,695.90

26.7.2: TERM DEPOSITS:

The Term Deposits accepted from public and others under various schemes are:

Schemes	(Rs. In Lakhs)					
	As at March 31, 2024			As at March 31, 2023		
	Public	Others	Total	Public	Others	Total
Regular Interest Payment Scheme	6,61,683.79	7,22,212.24	13,83,896.03	7,10,641.16	836,696.72	1,547,337.88
Cumulative Int. Payment Scheme	4,01,174.77	22,21,607.57	26,22,782.33	4,53,432.19	20,68,858.42	2,522,290.60
TOTAL	10,62,858.56	29,43,819.80	40,06,678.36	11,64,073.35	29,05,555.14	4,069,628.49

26.7.3: Concentration of Deposits:

Sl. No.	Name of the Depositor	(Rs. in Lakhs)
1	TAMIL NADU URBAN INFRASTRUCTURE DEVELOPMENT AND RENEWAL FUND	3,07,693.27
2	TANGEDCO PENSION CORPUS FUND	1,68,847.89
3	MEMBER SECRETARY CHENNAI METROPOLITAN DEVELOPMENT AUTHORITY	1,49,782.81
4	THE COMMISSIONER GREATER CHENNAI CORPORATION	1,30,148.31
5	THE ADMINISTRATOR TNHB EMPLOYEES PENSION & GRATUITY WELFARE TRUST	1,01,081.53
6	THE CHAIRMAN TAMIL NADU HOUSING BOARD	83,157.26
7	THE TAMIL NADU DR M G R MEDICAL UNIVERSITY ANNE ISABELLA SUBRAMANIAM SCHOLARSHIP	72,285.05
8	TAMIL NADU POLLUTION CONTROL BOARD	68,080.69
9	CHENNAI METROPOLITAN WATER SUPPLY AND SEWERAGE BOARD	56,958.58
10	ELECTRONICS CORPORATION OF TAMILNADU LTD	50,700.00
11	THE REGISTRAR BHARATHIAR UNIVERSITY-CONTRIBUTORY PENSION FUND	46,018.91
12	THE REGISTRAR AU-PENSIONER FAMILY SECURITY FUND ACCOUNT	43,726.13
13	THE CHAIRMAN TAMIL NADU URBAN HABITAT DEVELOPMENT BOARD	41,131.61
14	THE SECRETARY TAMIL NADU EX-SERVICE PERSONNEL BENEVOLENT FUND	40,827.80
15	REGISTRAR TAMILNADU TEACHERS EDUCATION UNIVERSITY	37,943.58



Sl. No.	Name of the Depositor	(Rs. In Lakhs)
16	REGISTRAR ALAGAPPA UNIVERSITY	36,374.86
17	CHIEF MINISTER'S PUBLIC RELIEF FUND	29,656.92
18	FINANCE OFFICER BHARATHIDASAN UNIVERSITY	27,322.61
19	REGISTRAR TAMIL NADU OPEN UNIVERSITY	25,715.96
20	TAMIL NADU URBAN DEVELOPMENT FUND	25,374.41
Total Deposits of twenty largest depositors		15,42,828.18
Percentage of Deposits of twenty largest depositors to Total Deposits.		38.51%

All KYC norms as per statutory requirements have been adhered to.

26.7.4: Concentration of Advances:

Total Advances of twenty largest borrowers	Tamil Nadu Generation and Distribution Company Limited is the only borrower of Tamil Nadu Power Finance and Infrastructure Development Company Limited.
Percentage of Advances to twenty largest borrowers to Total Advances.	100%

26.7.5: Concentration of Exposures:

Total Exposure to twenty largest borrowers / customers.	Tamil Nadu Generation and Distribution Company Limited is the only borrower of Tamil Nadu Power Finance and Infrastructure Development Company Limited.
Percentage of Exposures to twenty largest borrowers/Customers to Total Exposure of the borrowers/customers.	100%

26.7.6: Concentration of NPAs: Rs. Nil (previous year Rs. Nil)

26.7.7: DISCLOSURE OF COMPLAINTS:

26.7.8: Customer Complaints:

a.	No. of complaints pending at the beginning of the year	67
b.	No. of complaints received during the year	27,939
c.	No. of complaints redressed during the year	27,952
d.	No. of complaints pending at the end of the year	54

26.8: LEASES:

On March 30, 2019, the Ministry of Corporate Affairs (MCA) has notified new Ind AS on leases, Indian Accounting Standard (Ind AS) 116 which is applicable from 01/04/2019. However, the



application of IND-AS 116 did not have any significant impact on recognition and measurement of lease rental in the financial position and the operational results of the Company.

The Company has not entered into any finance lease. The Company has given office premises under short-term cancellable operating lease that falls under exemption given in para 5 of Ind AS 116. These agreements are normally renewed on expiry. However, the lease agreement was not renewed during FY 2023-24 and hence, the company has not received lease rental income during the year. Lease rental income shown in the Statement of profit and loss during the year is Nil (Previous year - Rs. 0.70 lakhs).

26.9: Disclosure of Asset Classification between IND AS and IRACP:

(Rs. In Lakhs)

Asset Classification as per RBI Norms	Asset Classification as per IND AS 109	Gross Carrying amount as per IND AS	Loss Allowances (Provisions) as required under IND AS 109	Net Carrying Amount	Provisions required as per IRACP Norms	Difference between IND AS 109 provisions and IRACP
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7)=(4)-(6)
Performing Assets						
Standard	Stage 1	-	-	-	-	-
	Stage 2	47,26,153.14	18,904.61	47,07,248.53	18,904.61	-
Subtotal		47,26,153.14	18,904.61	47,07,248.53	18,904.61	-
Non-Performing Assets (NPA)						
Substandard	Stage 3	-	-	-	-	-
Doubtful – up to 1 Year	Stage 3	-	-	-	-	-
1 to 3 Years	Stage 3	-	-	-	-	-
More than 3 Years	Stage 3	-	-	-	-	-
Subtotal for Doubtful		-	-	-	-	-
Loss	Stage 3	-	-	-	-	-
Subtotal for NPA		-	-	-	-	-
	Stage 1	-	-	-	-	-



Other items such as guarantees, loan commitments, etc. which are in the scope of IND AS 109 but not covered under current Income Recognition, Asset classification and Provisioning (IRACP) Norms	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal						
Total	Stage 1	-	-	-	-	-
	Stage 2	47,26,153.14	18,904.61	47,07,248.53	18,904.61	-
	Stage 3	-	-	-	-	-
	Total	47,26,153.14	18,904.61	47,07,248.53	18,904.61	-

26.10: Reporting and Monitoring of Frauds:

As per Master Directors Monitoring of Frauds in NBFC (Reserve Bank) Directors, 2016, during the Financial Year 2023-2024 the Company has detected and reported an instance of fraud aggregating to

Rs. 4.83 Crores to the Reserve Bank of India (RBI) through the prescribed returns. The nature of fraud involved is misappropriation of funds and criminal breach of trust perpetrated by a contract employee through collusion with another external person leading to embezzlement of funds. The Board has initiated various steps to identify the vulnerable areas and controls are being implemented to prevent such incidents in future. The Company has created a provision for the same as disclosed in the Statement of Profit and loss account under other expenses as referred in Schedule no.24.

26.11 Impairment of Assets:

In the opinion of the management, there is no impairment on the Property, Plant and Equipment of the company in terms of Ind AS 36. Accordingly, no provision for impairment loss as required under Ind AS 36 has been made.



26.12: Dues to Micro, Small and Medium Enterprises (MSME)

- a. Principal (Net) amount remaining unpaid to any supplier as at the end of the accounting year is Rs. Nil (P.Y. Rs. Nil).
- b. Interest due thereon remaining unpaid to any supplier as at the end of the accounting year is Rs. Nil (P.Y. Rs. Nil).
- c. The amount of interest paid along with the amount of the payment made to the supplier beyond the appointed day is Rs. Nil (P.Y. Rs. Nil).
- d. The amount of interest due and payable for the year is Rs. Nil (P.Y. Rs. Nil).
- e. The amount of interest accrued and remaining unpaid at the end of the accounting year is Rs. Nil (P.Y. Rs. Nil).
- f. 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 – Nil (P.Y. Rs. Nil).

Note: The above is determined to the extent such parties have been identified on the basis of information collected by the Management and this has been relied upon by the auditors.

26.13: Employee Benefits:

All employee benefits are payable wholly within twelve months of rendering the service and hence it is classified as short-term employee benefits. The liability for Gratuity to employees as at the Balance Sheet date is determined on the basis of actuarial valuation which involves making various assumptions that may differ from actual developments in the future. The Company makes contributions in a defined contribution plan, administered by Life Insurance Corporation of India, which are charged in the books of accounts. The company feels there is no major risk involved in it. The Company's obligation is determined using the internal risk matrix, with actuarial valuations being carried out at the end of each annual reporting period. The Company has no liability for future benefits other than its annual contribution and recognizes such contributions as an expense in the period in which the employee renders the related service.

LONG TERM COMPENSATED ABSENCE – EARNED LEAVE / SICK LEAVE:

26.13.1 PRINCIPAL ACTUARIAL ASSUMPTIONS [Expressed as weighted averages]	(Rs. In Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Discount Rate	6.97%	7.14%
Salary escalation rate	8.50%	8.50%
Attrition rate	1.00%	1.00%
Expected rate of return on Plan Assets	0.00%	0.00%



26.13.2: CHANGES IN THE PRESENT VALUE OF THE OBLIGATION (PVO) - RECONCILIATION OF OPENING AND CLOSING BALANCES:

	As at March 31, 2024	As at March 31, 2023
PVO as at the beginning of the period	194.54	161.62
Interest Cost	13.51	11.24
Current service cost	4.79	4.05
Past service cost - (non-vested benefits)	-	-
Past service cost - (vested benefits)	-	-
Benefits paid	(10.72)	(8.27)
Actuarial loss/(gain) on obligation (balancing figure)	0.98	25.89
PVO as at the end of the period	203.09	194.53

26.13.3. CHANGES IN THE FAIR VALUE OF PLAN ASSETS - RECONCILIATION OF OPENING AND CLOSING BALANCES:

	As at March 31, 2024	As at March 31, 2023
Fair value of plan assets as at the beginning of the period	-	-
Expected return on plan assets	-	-
Contributions	(10.72)	(8.27)
Benefits paid	(10.72)	(8.27)
Actuarial gain/(loss) on plan assets [balancing figure]	-	-
Fair value of plan assets as at the end of the period	-	-

26.13.4. ACTUAL RETURN ON PLAN ASSETS

	As at March 31, 2024	As at March 31, 2023
Expected return on plan assets	-	-
Actuarial gain (loss) on plan assets	-	-
Actual return on plan assets	-	-

26.13.5: ACTUARIAL GAIN / LOSS RECOGNIZED

	As at March 31, 2024	As at March 31, 2023
Actuarial gain / (loss) for the period - Obligation	(0.98)	(25.89)
Actuarial gain / (loss) for the period - Plan Assets	-	-
Total (gain) / loss for the period	(0.98)	(25.89)
Actuarial (gain) / loss recognized in the period	0.98	25.89
Unrecognized actuarial (gain) / loss at the end of the year	-	-



26.13.6: AMOUNTS RECOGNISED IN THE BALANCE SHEET AND RELATED ANALYSES		
	As at March 31, 2024	As at March 31, 2023
Present value of the obligation	203.09	194.54
Fair value of plan assets	-	-
Difference	203.09	194.54
Liability recognized in the balance sheet	203.09	194.54

26.13.7: EXPENSES RECOGNISED IN THE STATEMENT OF PROFIT AND LOSS:		
	As at March 31, 2024	As at March 31, 2023
Current service cost	4.79	4.05
Interest Cost	13.51	11.24
Expected return on plan assets	-	-
Net actuarial (gain)/loss recognized in the year	0.98	25.89
Transitional Liability recognized in the year	-	-
Past service cost - non-vested benefits	-	-
Past service cost - vested benefits	-	-
Expenses recognized in the statement of profit and loss	19.27	41.18

26.13.8: MOVEMENTS IN THE LIABILITY RECOGNIZED IN THE BALANCE SHEET		
	As at March 31, 2024	As at March 31, 2023
Opening net liability	194.54	161.62
Expense as above	19.27	41.19
Contribution paid	(10.72)	(8.27)
Closing net liability	203.09	194.54

26.13.9: AMOUNT FOR THE CURRENT PERIOD		
	As at March 31, 2024	As at March 31, 2023
Present Value of obligation	203.09	194.54
Plan Assets	-	-
Surplus (Deficit)	(203.09)	(194.54)
Experience adjustments on plan liabilities -(loss)/gain	1.15	(20.85)
Impact of change in assumptions on plan liabilities-(loss)/gain	(2.14)	(5.04)
Experience adjustments on plan assets-(loss)/gain	-	-



26.13.10: MAJOR CATEGORIES OF PLAN ASSETS (AS PERCENTAGE OF TOTAL PLAN ASSETS)		
	As at March 31, 2024	As at March 31, 2023
Government of India Securities	0.00%	0.00%
State Government Securities	0.00%	0.00%
High Quality Corporate Bonds	0.00%	0.00%
Equity shares of listed companies	0.00%	0.00%
Property	0.00%	0.00%
Special Deposit Scheme	0.00%	0.00%
Funds managed by Insurer	0.00%	0.00%
Others (to specify)	0.00%	0.00%
Total	0.00%	0.00%

26.13.11: ENTERPRISE'S BEST ESTIMATE OF CONTRIBUTION DURING NEXT YEAR		

GRATUITY:

Actuarial Report under Indian Accounting Standard
(Ind AS)19

26.13.12: PRINCIPAL ACTUARIAL ASSUMPTIONS [Expressed as weighted averages]	As at March 31, 2024	As at March 31, 2023
Discount Rate	6.97%	7.17%
Rate of increase in compensation levels	8.50%	8.50%
Attrition rate	1.00%	1.00%
Expected rate of return on Plan Assets	6.97%	7.17%

26.13.13: CHANGES IN THE PRESENT VALUE OF THE OBLIGATION (PVO) - RECONCILIATION OF OPENING AND CLOSING BALANCES:	As at March 31, 2024	As at March 31, 2023
PVO as at the beginning of the period	121.21	100.24
Interest Cost	8.68	6.16
Current service cost	5.31	4.75
Past service cost	-	-
Benefits paid and charges deducted	-	(27.86)
Actuarial loss/(gain) on obligation (balancing figure)	2.68	37.82
PVO as at the end of the period	137.79	121.21

26.13.14. CHANGES IN THE FAIR VALUE OF PLAN ASSETS - RECONCILIATION OF OPENING AND CLOSING BALANCES:	As at March 31, 2024	As at March 31, 2023



Fair value of plan assets as at the beginning of the period	67.71	90.04
Expected return on plan assets	5.05	5.43
Contributions	5.36	-
Benefits paid	-	(27.86)
Actuarial gain/(loss) on plan assets [balancing figure]	0.40	0.09
Fair value of plan assets as at the end of the period	78.51	67.71

26.13.15. ACTUAL RETURN ON PLAN ASSETS	As at March 31, 2024	As at March 31, 2023
Expected return on plan assets	5.05	5.43
Actuarial gain (loss) on plan assets	0.40	0.09
Actual return on plan assets	5.44	5.52

26.13.16. ACTUARIAL GAIN / LOSS RECOGNIZED	As at March 31, 2024	As at March 31, 2023
Actuarial gain / (loss) for year - Obligation	(2.68)	(37.82)
Actuarial gain / (loss) for year - Plan Assets	0.40	0.09
Sub total	(2.29)	(37.74)
Actuarial (gain) / loss recognized	2.29	37.74
Unrecognized actuarial (gain) / loss at the end of the period	-	-

26.13.17. AMOUNTS RECOGNISED IN THE BALANCE SHEET AND RELATED ANALYSES	As at March 31, 2024	As at March 31, 2023
Present value of the obligation	137.79	121.21
Fair value of plan assets	78.51	67.70
Amount determined under para 63 of Ind As19	59.29	53.42
Net Defined Benefit Liability recognized in the Balance Sheet	59.29	53.42
Present value of future reduction in contribution under para 65 of Ind AS19	-	-
Net Defined Benefit Asset recognized under para 64 of Ind As19	-	-
26.13.18. EXPENSES RECOGNISED IN THE STATEMENT OF PROFIT AND LOSS:	As at March 31, 2024	As at March 31, 2023
Current service cost	5.31	4.75
Net interest on Net Defined Benefit Obligations	3.64	0.73
Net actuarial (gain)/loss recognized during the period	-	-
Past service cost	-	-



Expenses recognized in the statement of profit and loss	8.94	5.48
26.13.19. AMOUNT RECOGNISED FOR THE CURRENT PERIOD IN THE STATEMENT OF OTHER COMPREHENSIVE INCOME (OCI)	As at March 31, 2024	As at March 31, 2023
Actuarial (gain)/loss on plan Obligations	2.68	37.82
Difference between Actual Return and Interest income on Plan Assets-(gain)/loss	(0.40)	(0.09)
Effect of Balance Asset limit	-	-
Amount recognized in OCI for the current period	2.29	37.74

26.13.20 MOVEMENTS IN THE LIABILITY RECOGNISED IN THE BALANCE SHEET	As at March 31, 2024	As at March 31, 2023
Opening net liability adjusted for effect of balance sheet limit	53.42	10.21
Amount recognized in Profit and Loss	8.94	5.49
Amount recognized in OCI	2.29	37.74
Contribution paid	(5.37)	-
Closing liability	59.29	53.42
AMOUNT FOR THE CURRENT PERIOD	As at March 31, 2024	As at March 31, 2023
Present value obligation	137.79	121.12
Plan Assets	78.51	67.70
Surplus(Deficit)	(59.29)	(53.42)
Experience adjustments on plan liabilities – (loss)/gain	(1.23)	(35.50)
Impact of Change in Assumptions on Plan Liabilities-(loss)/gain	(1.46)	(2.32)
Experience adjustments on plan assets-(loss)/gain	0.40	0.09

MAJOR CATEGORIES OF PLAN ASSETS (AS PERCENTAGE OF TOTAL PLAN ASSETS)	As at March 31, 2024	As at March 31, 2023
Government of India Securities	0.00%	0.00%
State Government Securities	0.00%	0.00%
High Quality Corporate Bonds	0.00%	0.00%
Equity Shares of listed companies	0.00%	0.00%
Property	0.00%	0.00%
Special Deposit Scheme	0.00%	0.00%
Funds managed by Insurer	78.17%	100.00%
Others (to specify)	21.83%	0.00%
Total	100.00%	100.00%



26.13.21: ENTERPRISE'S BEST ESTIMATE OF CONTRIBUTION DURING NEXT YEAR	NA	NA
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"NA Denotes "Not Available"

26.13.22: Sensitivity Analysis:

26.13.22.1 EARNED LEAVE / SICK LEAVE:

(Rs. In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
A. Discount Rate + 50 BP	7.47%	7.67%
Defined benefit Obligation (PVO)	197.60	189.14
Current Service Cost	4.71	4.61
B. Discount Rate - 50 BP	6.47%	6.67%
Defined benefit Obligation (PVO)	208.99	200.34
Current Service Cost	5.08	4.98
C. Salary Escalation rate +50 Bp	9.00%	9.00%
Defined benefit Obligation (PVO)	208.88	200.24
Current Service Cost	5.08	4.97
D. Salary Escalation rate -50 Bp	8.00%	8.00%
Defined benefit Obligation (PVO)	189.18	189.18
Current Service Cost	4.61	4.61

26.13.22.2 GRATUITY

(Rs. In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
A. Discount Rate + 50 BP	7.67%	7.47%
Defined Benefit Obligation (PVO)	117.57	117.09
Current Service Cost	5.10	4.97
B. Discount Rate - 50 BP	6.67%	6.47%
Defined Benefit Obligation (PVO)	124.91	124.47
Current Service Cost	5.52	5.39
C. Salary Escalation Rate + 50 BP	9.00%	9.00%
Defined Benefit Obligation (PVO)	123.58	123.12



Particulars	As at March 31, 2024	As at March 31, 2023
Current Service Cost	5.44	5.12
D. Salary Escalation Rate - 50 BP	8.00%	8.00%
Defined Benefit Obligation [PVO]	118.59	118.34
Current Service Cost	5.38	4.98
E. Attrition Rate + 50 BP	1.50%	1.50%
Defined Benefit Obligation [PVO]	121.42	120.97
Current Service Cost	5.35	5.21
F. Attrition Rate - 50 BP	0.50%	0.50%
Defined Benefit Obligation [PVO]	120.79	120.32
Current Service Cost	5.25	5.13

26.13.23: Future Funding Arrangements:

As and when required, The Company will arrange future funding contribution along with the Actuarial Valuation, and contribute the same.

26.13.24: Risk Associates with plan benefits:

TNPFC feels there is no risk on investing into LIC plan benefits.

26.14: CONTINGENT LIABILITIES:

Contingent liabilities not provided for:

(Rs. In Lakhs)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
Towards stamp duty and registration charges	111.00	111.00
Disputed income tax liability contested on appeals	77,436.07	3,463.76
Disputed service tax liability	523.22	523.22

26.14.1: Disputed liability in respect of stamp duty and registration charges

The Company acquired their office premises comprising land and building along with another wholly owned Government company from Tamil Nadu Slum Clearance Board. The legal title for the land and building has not yet been conveyed to the company. The liability towards stamp duty and registration charges for the same has been provided in the accounts to the extent of Rs.20 Lakhs (previous year Rs. 0.20Lakhs) on estimated basis at the guideline values prevailing at that point of time. However, now a liability on this account has been estimated at Rs.111 Lakhs based on revised



guideline value for land. But the same has been considered as contingent liability since the Company is entitled to claim the same from Tamil Nadu Slum Clearance Board.

26.14.2: Disputed income tax liability contested in appeal:

S No	Nature of dues	Disputed amount (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
1	Claim of relief u/s 36(i)(viii)	57.68	Asst. Year 1998-99	ITAT
2	Claim of relief u/s 36(i)(viii)	34.7	Asst. Year 2003-04	ITAT
3	Claim of relief u/s 36(i)(viii)	142.31	Asst. Year 2005-06	ITAT
4	Claim of relief u/s 36(i)(viii)	23.00	Asst. Year 2006-07	ITAT
5	Claim of relief u/s 36(i)(viii)	29.68	Asst. Year 2007-08	ITAT
6	Disallowance u/s 36(i)(va) r.w.s 2(24)(x) and u/s 14A	6.99	Asst. Year 2017-18	CITA-III
7	Penalty u/s 270A in relation to disallowance u/s 14A	2.77	Asst. Year 2018-19	CITA-III
8	TDS demand u/s 201 and 201(1A)	6,780.80	Asst. Year 2017-18	CIT(A)
9	TDS demand u/s 201 and 201(1A)	6,792.84	Asst. Year 2018-19	CIT(A)
10	TDS demand u/s 201 and 201(1A)	15,982.60	Asst. Year 2019-20	CIT(A)
11	TDS demand u/s 201 and 201(1A)	14,365.44	Asst. Year 2020-21	CIT(A)
12	TDS demand u/s 201 and 201(1A)	11,884.76	Asst. Year 2021-22	CIT(A)
13	TDS demand u/s 201 and 201(1A)	11,085.78	Asst. Year 2022-23	CIT(A)
14	TDS demand u/s 201 and 201(1A)	10,246.72	Asst. Year 2023-24	CIT(A)
	Total	77,436.07		

Income tax assessments for the Assessment years 1997-98 to 2007-08 are in appeal at various stages. The disputed demand including interest raised by the Income Tax department amounting to Rs. 77,436.07 Lakhs for these Assessment years (previous year Rs.3463.76 Lakhs) have not been recognized in the Accounts, since the Company is hopeful of getting favorable orders, in due course.



In respect of Assessment Years 1997-98 to 2003-04, 2006-07 and 2007-08 giving effect is yet to be given by the Income Tax Department for Income Tax Appellate Tribunal (ITAT) Order in No.ITA No.. 101 to 109/Mds/2011, dated 21.03.2013. In respect of Assessment Year 2017-18, the appeal is pending with the Commissioner of Income Tax (Appeals) CIT(A) to decide the disallowance u/s 14A and u/s 36(1)(va) of the Income Tax Act, 1961.

In respect of Assessment years 2018-19, the penalty appeal is pending before CIT(A) in respect of disallowance under Section 14A as determined in the assessment order u/s 143(3) and waiting for orders. In respect of TDS demand raised u/s 201 and 201(1A) from Assessment Year 2017-18 to 2023-24 Stay petition for order u/s 201 and 201(1A) has been submitted to Commissioner of Income Tax on 08-05-2024. Appeal for the same were also filed before the CIT(A) on 15-06-2024. Further rectification petition has been filed before the Deputy Commissioner of Income Tax on 22-07-2024.

In addition to above, based on the TDS appeal pending u/s 201 of the Income Tax Act, 1961 for the preceding 7 assessment years, an estimated amount of Rs. 1,932.38 Lakhs for the Assessment Year 2024-25 has not been recognized in the books of accounts, since the Company is hopeful of getting favorable judgments, in due course.

26.14.3: Disputed Service Tax liability

S.No.	Particulars	Amount (Rs. in Lakhs)	Period	Forum where dispute is pending
1	Appeal No.148/08 (MST) dated 27/08/2008	1.35	2005-06 & 2006-07	Commissioner of Central Excise (Appeals)
2	Appeal No.89/2010 (MST) dated 11/03/2010	0.10	Jul'07 to Mar'09	Commissioner of Central Excise (Appeals)
3	Appeal No.ST/42064/2015 dated 07/10/2015	1.35	Apr'08 - 09 to Jan'11	CESTAT
4	Appeal No.ST/40259/2016-SM dated 16/02/2016	0.09	Feb'11 - Mar'11	CESTAT
5	Appeal No.ST/42194/2015-SM dated 29/10/2015	0.29	Apr'10 to Jul'11	CESTAT
6	Appeal No.ST/40211/2022-DB dated 19/05/2022	520.05	Oct'13 - Apr'17	CESTAT
	Total	523.22		

The disputed service tax liabilities have not been recognized in the accounts, since the Company is hopeful of getting favorable orders, in due course.

26.15: Segment Reporting:

The Company is engaged primarily in the business of financing and accordingly there are no separate reportable segments as per Indian Accounting Standard 108.



26.16: Earnings Per Share:

As per Ind AS 33 "Earnings Per Share" has been calculated as follows:

(Rs. in Lakhs)

Particulars	Year ended 31.03.2024	Year ended 31.03.2023
Profit / (Loss) available to Equity Shareholders	28,911.53	1,01,717.14
Weighted Average No of shares outstanding	3,76,70,00,000	3,76,70,00,000
Basic/Diluted Earnings Per Share	0.77	2.70

26.17: Reorganization of Tamil Nadu Electricity Board:

The Government of Tamil Nadu has issued Notification vide G.O. (Ms.) No. 100 Energy (B2) Department, dated 19.10.2010 detailing the segregation of assets and liabilities into the three entities viz. Tamil Nadu Generation and Distribution Company Limited (TANGEDCO), Tamil Nadu Transmission Company Limited (TANTRANSCO) and TNEB Ltd. The Chief Financial Controller of Tamil Nadu Electricity Board has informed vide his letter No. DF/TANGEDCO/FC/GL/DFC/RES/A31/A311/2010, dated 29.10.2010 that the Hire Purchase and Term Loan availed from TN Power Finance in the name of TNEB will be hereafter transferred to Tamil Nadu Generation and Distribution Company Limited (TANGEDCO). As such all contractual obligations in respect of Hire Purchase and Term Loan shall be discharged in the name of Tamil Nadu Generation and Distribution Company Limited (TANGEDCO). Hence TN Power Finance has been requested to amend the agreements entered into by the erstwhile TNEB in the name of Tamil Nadu Generation and Distribution Company Limited (TANGEDCO) instead of TNEB.

Further, during the financial year 2023-24, the Government of Tamil Nadu has issued a notification (Transfer Scheme) vide G.O. (MS) No.32 Energy (B2) Department dated 06th March, 2024, whereby Government of Tamil Nadu defined the property, interest in property, rights and liabilities of TANGEDCO to be allocated to Tamil Nadu Power Generation Corporation Limited (TNPGL) and Tamil Nadu Green Energy Corporation Limited (TNGECL) with effect from 6th March 2024. The term Loan availed from TN Power Finance in the name of TANGEDCO will be hereafter be transferred to TNPGL and TNGECL, respectively. As such all contractual obligations in respect of Term Loans shall be discharged in the name of TNPGL and TNGECL, respectively. Hence TN Power Finance has been requested to amend the agreements entered into by the erstwhile TANGEDCO in the name of TNPGL and TNGECL instead of TANGECO.

26.18: Expenditure in Foreign Currency: Rs. 7.65 Lakhs towards customer support services (Previous year: Rs. 8.62 Lakhs).



26.19: Capital Management Strategy

The Company's capital management strategy is to ensure that it has sufficient capital for business operations, strategic investment, regulatory requirements and to provide reasonable return to the shareholders. Equity share capital and other equity are considered for Capital management.

26.20: Financial Risk Management Framework

Risk is an inherent and integral part of the financial services business and the company has been judiciously managing this through an efficient risk mitigation system, with a view to achieve the Company's stated objectives of Growth with Quality and Profitability. The risks primarily include credit risk, liquidity risk and market risk.

a. Credit Risk

Credit risk is the risk of financial loss to the Company if a customer fails to meet his contractual obligations and arises principally from the company's loan receivables.

The company's current exposure is to one government department and retail loans against deposits. Loans against deposits are disbursed after retaining adequate margin and risk of default by the government department is also minimal. Hence, the company is subject to limited risk despite concentration of exposure. The Company applies the existing prudential norms set out by RBI for NBFCs.

The Company applies the Expected Credit Model (ECL) for recognizing impairment of financial assets. 12 months ECL represents the expected default from all possible defaults over the next 12 months of reporting period. When the credit risk on financial assets has not significantly increased since the initial recognition, the loss is measured to an amount equal to 12 months. When the credit risk on financial assets has significantly increased since the initial recognition, the loss is measured at an amount equal to life time expected credit loss.

Impairment loss allowance / ECL on loans:

INDAS 109 Financial instruments states that loss allowances must be recognized for financial assets that are debt instruments and measured at amortised cost method or fair value through Other Comprehensive Income.

- If the credit risk on the financial asset has not increased significantly since initial recognition, the loss allowance should be equal to 12 month expected credit losses.
- If the credit risk on financial asset has increased significantly since initial recognition, then the loss allowance should be equal to lifetime expected credit losses.

Adjustments to the loss allowance are charged to the Statement of Profit or Loss. Unless credit impaired, interest income is recognized on the asset's gross carrying amount.

Initial recognition:

At initial recognition of a financial asset, a loss allowance equal to 12-month credit losses must be recognized.

They are calculated by multiplying the probability of default in the next 12 months by present value of the lifetime expected credit losses that would result from default.



Subsequent Measurement:

At each subsequent reporting date, the loss allowance required depends on whether there has been a significant increase in credit risk of that financial instrument since initial recognition.

Stage 1 No increase in credit risk since initial recognition. Where instalments are Current and 1-30 days overdue.

Recognition: 12-month expected credit losses.

Stage 2 Significant increase in credit risk since initial recognition Where instalments are 31 days – 90 days overdue

Recognition: lifetime expected credit losses

Stage 3 Objective evidence of impairment at the reporting date Where instalments are overdue beyond 90 days

Recognition: lifetime expected credit losses

Assessing credit risk:

To assess whether there has been a significant increase in credit risk, as per IND AS 109 the company compares the asset's risk of default at the reporting date with its risk of default at the date of initial recognition.

The company not only relies solely on past information when determining if credit risk has increased significantly. The company assumes that credit risk has not increased significantly if the instrument has low credit at the reporting date. The Credit risk can be assumed to have increased if the contractual payments are more than 30 days overdue at the reporting date.

Measuring expected losses

The accounting standard, Ind AS 109 does not specifically prescribe any methodology for computing ECL. However, entities are required to adopt sound and market acceptable methodologies which are in line with the size, complexity and risk-profile of the financial entity for computing the ECL. The Company uses three main components to measure ECL. These are, Exposure at Risk (EAR), Probability of Default (PD) and Loss Given Default (LGD).

- (i) Exposure at Risk (EAR) is defined as the sum of Principal outstanding and interest accrued at the reporting date.
- (ii) Probability of Default (PD) is defined as the probability of borrowers defaulting on their obligations.
- (iii) Loss Given Default (LGD) represents the economic loss, adjusted for cure rate, as a percentage of exposure at the time of default.

The company is required to provide 12-month expected credit loss (12-month ECL) for stage 1 assets and the lifetime expected credit loss (LECL) for stage 2 & stage 3 assets. 12-month ECL is the expected credit loss that results from default events that are possible within 12 months after the reporting date. LECL represents the expected credit loss from default events over the expected life of a financial asset.



As prescribed under para 5.5 in Ind AS 109, 12-months PD is required to be computed for financial instruments which are in stage 1, and lifetime PD for those in stage 2 & 3. 12 months PD is the likelihood of the borrower defaulting in the 12 months following the reporting date while lifetime PD is the likelihood of the borrower defaulting during the residual tenor.

The PD model has been developed for all the major asset classes using a statistical and iterative approach. The design and construction of the model involves identification of various credit parameters and variables that have a strong and direct correlation to propensity of default. The PD model reflects the probability of default, taking into consideration the inherent credit quality of the borrower and the residual tenor of each contract. It relies not only on historical information and the current economic environment, but also considers forward-looking information such as the forecasts on the macroeconomic outlook, including emerging risks. The PD for stage 3 contracts is considered at 100%.

Where a customer has one contract in stage 3 and one or more contracts in stage 1 / stage 2, the PD for all the contracts is considered at 100%.

LGD represents the economic loss, adjusted for cure rate, as a percentage of exposure at the time of default. Economic loss is the estimated shortfall in realization of dues, in the event of default. Contracts that have turned delinquent do not necessarily involve ultimate losses, since many of them are resolved through corrective actions. The cure rate is the probability of a 'non-performing' (i.e., defaulted) contract reverting to a 'performing' (i.e., non-default) status in a year.

Guidelines by Reserve Bank of India:

The Prudential Norms for Classification of Financial Asset and Recognition of provision follows classification of assets as follows:

S. No	Classification	Basis of classification
1.	Standard Assets	asset in respect of which, no default in repayment of principal or payment of interest is perceived and which does not disclose any problem nor carry more than normal risk attached to the business
2.	Sub-standard assets	asset which has been classified as non-performing asset for a period not exceeding 12 months
3.	Doubtful assets	asset which remains a sub-standard asset for a period exceeding 12 months
4.	Loss asset	asset which has been identified as loss asset by the mortgage guarantee company or its internal or external auditor or by the Reserve Bank of India, to the extent it is not written off by the mortgage guarantee company

Credit risk presentation practice:

The Company is required to make provision of impairment loss as per Ind AS 109 and also to maintain the asset classification and compute provisions as per extant prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) issued by RBI.

Therefore, the Company after the analysis of provisioning requirement under both regulatory requirements concludes that the provision computed as per the IRACP norms issued by RBI to be sufficient provisioning for impairment loss under Ind AS 109 as well. The company has also taken



the Regulatory Guidance issued by RBI on Implementation of Indian Accounting Standards by NBFCs into account for arriving at the ECL and reporting of the same in the financial statement.

The Company recognises expected credit loss (ECL) on financial assets measured at amortised cost as required under Ind AS 109 'Financial Instruments'. The Company presents the ECL charge or reversal (where the net amount is a negative balance for a particular period) in the Statement of Profit and Loss as "Impairment on financial instruments" and as a cumulative deduction from gross carrying amount in the Balance Sheet, wherever applicable.

Thus, impairment of INR 18,904.61 lakhs has been recognized for the financial assets in the Statement of Financial Position by charging INR 208.71 lakhs to the Statement of Profit and Loss for the year ended 31st March 2024.

Impairment loss reversal:

At each reporting date, the loss allowance is recalculated. It may be that the allowance was previously equal to lifetime credit losses but now, due to reductions in credit risk, only needs to be equal to 12 month expected credit losses. As such, there may be a substantial reduction in the allowance required. Gains or losses on remeasurement of loss allowance are recorded in the Statement on Profit and Loss.

b. Liquidity Risk

Liquidity risk relates to our potential inability to meet all payment obligations when they fall due or only being able to meet them at excessive costs. The objective of the liquidity risk management framework is to ensure that the company can fulfil its payment obligations at all times and can manage liquidity and funding risks within its risk appetite. The Asset Liability Committee regularly monitors the liquidity position and the duration of assets/liabilities. The company maintains liquidity ratio as per regulatory requirements by investing in government securities.

c. Market Risk

Market risk is the risk of loss arising from potential adverse changes in the value of the firm's assets and liabilities from fluctuation in market variables like liquidity, interest rate and equity prices.

- i. **Interest Rate Risk** - The company's exposure to changes in interest rates relates to its investment in debt securities. All the debt securities of the company is in local currency and on a fixed-rate basis and hence not subject to interest rate risk.
- ii. **Currency Risk** - The company does not have any borrowings or investments in foreign currency and hence not subject to currency risk
- iii. **Equity Risk** - The company has investments in listed companies, which are measured at FVTPL. The valuation is dependent on market conditions.



26.21: Pending Cases

Case No	Brief Description	Present Status
1	Tmt A Kala, General Manager's has filed writ petition against the order on compulsory retirement of service and for reinstatement of her post in TNPFC.	Judgement Received in favour of Tmt.A.Kala, GM and a writ appeal has been filed on 08/02/2024. The Hon'ble Division bench is convinced with our submission and pleased to adjourn the case after two weeks.
2	Thiru T Kumaran Former System Analyst. Has filed the writ petition against his order of dismissal of service by the appellate authority I.e Board of TNPFC. TNPFC is yet to file the counter affidavit.	The Case is still pending in High Court.

There is no financial impact to TNPFC on account of these cases.

26.22 Reasons for restatements:

There are no prior period adjustments during the financial year 2023-24.

26.23: Share Capital

Share Capital	As at 31 st March 2024		As at 31 st March 2023	
	Number	Rs. in Lakhs	Number	Rs. in Lakhs
Authorised Equity Shares of Rs. 10/- each	7,50,00,00,000	7,50,000	7,50,00,00,000	7,50,000
Issued, Subscribed and Paid-up Equity Shares of Rs. 10/- each fully paid-up	3,76,70,00,000	3,76,700	3,76,70,00,000	3,76,700

a.Reconciliation of the number of Shares outstanding	Equity Shares		Equity Shares	
	Number	Rs. in Lakhs	Number	Rs. in Lakhs
Number of Equity Shares at the beginning of the Year	37,67,00,000	3,76,700	37,67,00,000	3,76,700
Equity Shares issued during the Year	-	-	-	-
Less: Shares bought back during the Year	-	-	-	-
Number of equity Shares at the end of the Year	37,67,00,000	3,76,700	37,67,00,000	3,76,700

b. Terms / Rights attached to Equity Shares

The Company has only one class of Equity Shares having a face value of Rs.10/- per Share. Each holder of the equity shares is entitled to one vote per share. The Dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.



However, dividend for the financial year 2020-21 has not been proposed in order to improve the CRAR.				
c. Shares held by holding/ultimate holding company and / or their subsidiaries/associates- The company does not have holding/ultimate holding company and subsidiaries/associates.				
d. There are no shares reserve for issue under options or contracts/commitments for the sale of shares/disinvestment as at 31 st March 2024.				
e. The company has neither allotted any shares as fully paid up pursuant to contracts without payments being received in cash or by way of bonus shares nor bought back any shares for the period of five years immediately preceding 31 st March 2024.				
f. The company does not have any securities convertible into equity shares at 31 st March 2024.				
g. Calls unpaid: NIL; Forfeited Shares: NIL (previous year - NIL)				
h. Details of shareholders holding more than 5% of shares in the company	No. of Shares held (31.03.2024)	% Holding (31.03.2024)	No. of Shares held (31.03.2023)	% of holding (31.03.2023)
Name of the Share holder Hon'ble Governor, Government of Tamil Nadu	3,36,69,99,920	99.99%	3,36,69,99,920	99.99%
i (a). Details of Shareholding of the Promoters as on 31.03.2024	No. of shares held	% of Total shares	% Changes during the year	

26.24: Other Equity

(Rs. In Lakhs)			
	Reserves and Surplus	As at March 31, 2024	As at March 31, 2023
a. Securities Premium			
Balance as per last Financial Statements		1,800.00	1,800.00
Less: Amount utilized towards issue of fully paid bonus shares		-	-
Closing Balance		1,800.00	1,800.00
b. Special Reserve			
Balance as per last Financial Statements		79,543.37	64,645.14
Add: Amount transferred from surplus balance in statement of Profit & Loss Account		6,868.90	14,898.23
Closing Balance		86,412.27	79,543.37
c. General Reserve			
Balance as per last Financial Statements		57,400.79	47,229.07
Add: Amount transferred from surplus balance in statement of Profit & Loss Account		2,891.15	10,171.71
Closing Balance		60,291.94	57,400.79
d. Reserve Fund			
Balance as per last Financial Statements		55,650.78	35,307.36
Add: Amount transferred from surplus balance in statement of Profit & Loss Account		5,782.31	20,343.43



	Closing Balance	61,433.09	55,650.78
	e. Surplus		
	Balance as per last Financial Statements	1,72,110.68	1,15,806.92
	Add Prior Period adjustments		
	Profit for the year	28,911.53	1,01,717.14
	Less: Appropriations		
	Dividend (Including interim dividend)	16,000.00	
	Change in fair value of staff advances		
	Transfer to Special Reserve		
	Transfer to General Reserve	(6,868.90)	(14,898.23)
	Transfer to Reserve Fund	(2,891.15)	(10,171.71)
		(5,782.31)	(20,343.43)
	Closing balance	1,69,479.85	1,72,110.68
	f. Other comprehensive income	(8,898.46)	(1,970.50)
	Change in fair value of staff advances	2.45	4.10
	Actuarial gain/(loss) on gratuity	(2.45)	(28.24)
	Gain on change in fair value of Government securities	2,136.18	(6,903.82)
	Closing Balance	(6,762.27)	(8,898.46)
	Total Reserves & Surplus	3,72,654.88	3,57,607.16

26.25: Interest Accrued on Deposits-Payable :

This account has an outstanding balance of Rs. 60,698.79 lakhs as on 31st March 2024, out of which Rs. 60,695.92 Lakhs being excess interest accrued on deposits during the previous years, which is yet to be fully reviewed and written back, if required. The said outstanding balance is disclosed in Note 14 under Unpaid matured deposits and interest accrued thereon.

26.26: Title Deeds of Immovable Property not held in the name of the company

The Title Deeds of the Immovable Property are not held in the name of the Company. Details of the Immovable Property are given below:

Relevant Item in the Balance Sheet	Description of item of Property	Gross Carrying Value (Rs. in lakhs)	Title Deeds held in the name of	Whether Title Deed holder is promoter, director or promoter or employee of above	Property held since	Reason for not being held in the name of the Company
Property, Plant & Equipment	Land	243.07	Tamilnadu Slum Clearance Board	No	2005	Settlement Issue
Property, Plant & Equipment	Building	84.98	Tamilnadu Slum Clearance Board	No	2005	Settlement Issue



26.27: Fair Valuation of Investment Property

The Company has no Investment Property

26.28: Revaluation of Property, Plant & Equipment and Right-of-Use Assets

During the year, no revaluation of Property, Plant & Equipment and Right-Of-Use Assets has been done by the Company.

26.29: Revaluation of Intangible Assets

During the year, no revaluation of Intangible Assets has been done by the Company.

26.30: Loans & Advances to Promoters, Directors, KMP & Related Parties repayable on demand

The Company has not extended any Loans or Advances in the nature of Loans to specified persons that are repayable on demand during the year.

26.31 Details of Benami Properties held

No proceedings have been initiated or pending against the Company for holding any Benami Property under the Benami Transactions (Prohibitions) Act, 1988 and the rules made thereunder.

26.32: Borrowings secured against Current Assets

The Company has no Borrowings from Banks or Financial Institutions on the security of Current Assets.

26.34: Wilful Defaulter

The Company has not been declared as wilful defaulter by any bank or financial institution or lender during the year

26.35: Relationship with Stuck off Companies

The Company has no transactions with Companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act,1956 during the year.

26.36: Registration or charges or satisfaction with Registrar of Companies (ROC)

The Company has no charges or satisfaction yet to be registered with ROC beyond the statutory period during the year.

26.37: Compliance with number of Layers of Companies

The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Companies Act read with Companies (Restriction on number of layers) Rule, 2017 during the year.



26.38: Compliance with approved Schemes of Arrangements

During the year, the Company has no Scheme of Arrangements approved by the Competent Authority to be implemented in the Books of Accounts:

26.39. Utilisation of Borrowed funds and Share Premium

During the year, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kinds of funds) by the Company or to in any other persons or entities, including foreign entities ("Intermediates"), with the understanding whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries. During the year, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

26.40: Disclosure in relation to Undisclosed Income

The Company does not have any transaction not recorded in the Books of Accounts that has been surrendered or disclosed as Income during the year in the tax assessments under the Income Tax Act, 1961.

26.41: Details of Crypto Currency or Digital Currency

The Company has not traded any or invested in any Crypto Currency or Virtual Currency during the financial year.

26.42: Corporate Social Responsibility

The details of amount spent during the year on CSR related activities is given below:

- i. The Gross amount required to be spent by the company during the year is Rs. 1,864.91 Lakhs (Previous year - Rs. 1,445.59 Lakhs)
- ii. Amount spent during the year on:

Particulars	(Rs. In Lakhs)		
	Paid in Cash	Not Paid in Cash	Total
Amount spent during the year ending on March 31, 2024:			
i. Construction/Acquisition of any asset	-	-	-
ii. On purposes other than (i) above		1,865.60	1,865.60
Amount spent during the year ending on March 31, 2023:			
i. Construction/Acquisition of any asset	-	-	-
ii. On purposes other than (i) above	-	1,445.59	1,445.59

Particulars	Amount
Amount of shortfall at the end of the year out of the amount required to be spent by the Company during the year	Nil



Total of previous years' shortfall amounts	Nil
Reason for above shortfalls by way of a note	N/A

- iii. The amount of shortfall at the end of the year out of the amount required to be spent by the Company during the year: Nil
- iv. Total of previous years' shortfall amounts: Nil
- v. The reason for above shortfalls by way of a note: Not Applicable
- vi. Nature of CSR activities during the year- Contribution towards Promoting Education and sanitation

26.43: The Following Deposits amount relates to Government Scheme, received during the financial year 2023-24, for that the deposit receipts not created for want of beneficiary details.

- i. Under School dropout (Children's studying 10th, 11th, 12th standard) scheme of GoTN, under school education, GoTN deposited an amount of Rs. 249 Crores.
- ii. Under school dropout students (Disabled) an amount of Rs.0.63 Crores.
- iii. Under Girl Child Protection Scheme an amount of Rs.52.15 Crores.
- iv. Under Breadwinning scheme an amount of Rs.11.32 Crores.

26.44: Relationship between tax expenses and accounting profit:

a) Tax amount Reconciliation

(Rs. in Lakhs)

Particulars	Amount	Tax amount
Accounting Profit	37,244.64	9,373.73
Disallowance		-
Depreciation disallowance	10.82	2.72
Expenditure incurred on CSR	1,865.60	469.53
Leave Encashment	8.63	2.17
Gratuity	-9.66	-2.43
Other Allowance	0.76	0.19
Allowance		-
Fair Value Changes for investments in NLC	9,011.91	2,268.12
Transfer to Special reserve	6,868.90	1,728.76
Tax Profit	23,239.97	5,849.04

b) Tax Rate Reconciliation

Applicable Tax rate	25.17%
Expenses (Disallowance)/ Allowance	(9.47%)
Average Effective Tax Rate	15.70%

26.45: Business Combination:

The Government of Tamil Nadu has vide G.O. (Ms.) No. 336 Finance (BPE) Department, dated 23rd November 2023 has approved the merger of TN Power Finance and Infrastructure Development Corporation Limited (TNPEC - Transferor) and TN Transport Development Finance Corporation



Limited (TDFC –Transferee) in order to reinforce an effective management of funds within state owned entities, mobilize the deposit and strengthen the infrastructure project financing.

Hence, the Board of Directors of the Company at its meeting held on 8th April 2024, approved a Scheme of Merger of TNPFC (Transferor) and TDFC (Transferee), with the effective date of merger being 1st April 2024, under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 (“the Act”) and the Rules made thereunder. The Company is in the process of filing an application with the Ministry of Corporate Affairs (MCA) for approval of the scheme of merger. The said scheme shall take effect in the subsequent financial year based on the final orders received from the MCA and the respective statutory authorities.

26.46: Previous year's figures have been regrouped / reclassified wherever applicable.

For R V K S and Associates
Firm Registration Number:0085725



L K Sivaramakrishnan
Partner
Chartered Accountants
(Membership No: 205025)

Place: Chennai
Date: 04/09/2024
DIN: 24205025BKRBRD1407

For and on behalf of the Board


Pratik Tayal I.A.S
Director
DIN: 09422959


P Jameela
Chief Financial Officer

Place: Chennai
Date : 04-09-2024


Pooja Kulkarni I.A.S
Managing Director
DIN: 02783673


R Varshini
Company Secretary