

# M.K. DANDEKER & CO.

## Chartered Accountants

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### Report on Review of Interim Financial Information

The Board of Directors,  
**Kudgi Transmission Limited,**  
Chennai.

We have reviewed the accompanying statement of unaudited financial results of **Kudgi Transmission Limited** for the nine months period ended December 31, 2021. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **M.K.Dandeker & Co.,**  
(ICAI Regn. No. 000679S)

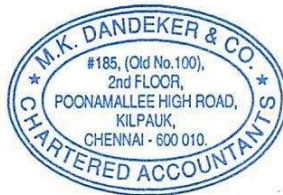
  
R. Arun Kumar Mehta

Partner  
Chartered Accountants  
Membership No. 227630

Date: January 08, 2022

Place: Chennai

UDIN: 22227630AAAAO3478



**Note:**

The genuineness of the certificate can be verified by the users at <https://udin.icai.org/> mentioning the Unique Document Identification Number (UDIN) as stated above.

**KUDGI TRANSMISSION LIMITED**  
 Regd. Office : P.B.No.979, Mount Poonamallee Road, Manapakkam, Chennai - 600 089.  
 CIN : U40106TN2012PLC111122

₹ Lakhs

S.No	Particulars	Quarter Ended			Year to date period ending		Year ended
		31.12.21	30.09.21	31.12.20	31.12.21	31.12.20	31.03.21
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1</b>	<b>INCOME</b>						
2	Revenue from Operations	4,905	4,524	4,955	13,986	14,548	18,878
3	Other income	323	437	482	1,089	1,458	2,270
4	<b>Total income</b>	<b>5,228</b>	<b>4,960</b>	<b>5,437</b>	<b>15,074</b>	<b>16,005</b>	<b>21,148</b>
<b>5</b>	<b>EXPENSES</b>						
6	Operating expenses	321	400	333	1,083	994	1,334
7	Employee benefits expense	20	27	23	74	75	94
8	Finance costs	3,254	3,181	3,336	9,614	9,854	13,191
9	Depreciation, amortisation and obsolescence	12	12	12	37	37	49
10	Administration and other expenses	52	59	60	164	184	321
11	<b>Total expenses</b>	<b>3,659</b>	<b>3,680</b>	<b>3,765</b>	<b>10,973</b>	<b>11,143</b>	<b>14,989</b>
12	<b>Profit/(loss) before tax</b>	<b>1,569</b>	<b>1,280</b>	<b>1,671</b>	<b>4,102</b>	<b>4,862</b>	<b>6,159</b>
13	Tax Expense:	-	-	-	-	-	-
14	<b>Profit/(loss) for the Period</b>	<b>1,569</b>	<b>1,280</b>	<b>1,671</b>	<b>4,102</b>	<b>4,862</b>	<b>6,159</b>
15	<b>Other Comprehensive Income</b>						
16	i) Items that will not be reclassified to profit or loss	-	-	-	-	-	1
17	ii) Items that will be reclassified to profit or loss (net of tax)	-	-	-	-	-	-
18	<b>Total Comprehensive Income for the Period</b>	<b>1,569</b>	<b>1,280</b>	<b>1,671</b>	<b>4,102</b>	<b>4,862</b>	<b>6,159</b>
19	Earnings per equity share (Basic and Diluted)	0.81	0.66	0.87	2.13	2.52	3.20
20	Face value per equity share	10.00	10.00	10.00	10.00	10.00	10.00
21	Debenture Redemption Reserve	10,006	10,006	10,006	10,006	10,006	10,006
22	Debt Equity Ratio	2.83 : 1	2.86 : 1	3.24 : 1	2.83 : 1	3.24 : 1	3.22 : 1
23	Network	51,518	49,950	46,119	51,518	46,119	47,416
24	Debt Service Coverage Ratio (refer note e)	NA	NA	NA	1.04 : 1	1.1 : 1	1.16 : 1
25	Interest Service Coverage Ratio (refer note e)	1.43 : 1	1.4 : 1	1.5 : 1	1.43 : 1	1.5 : 1	1.47 : 1
26	Current Ratio	2.46	3.19	3.34	2.46	3.34	2.98
27	Long Term Debt to Working Capital	7.70	6.66	4.97	7.70	4.97	4.65
28	Bad Debts to Accounts Receivable Ratio	NA	NA	NA	NA	NA	NA
29	Current Liability Ratio	0.07	0.05	0.07	0.07	0.07	0.08
30	Total Debts to Total Assets	0.74	0.74	0.76	0.74	0.76	0.76
31	Debtors Turnover	NA	NA	NA	NA	NA	NA
32	Inventory Turnover	NA	NA	NA	NA	NA	NA
33	Operating Margin %	94%	91%	91%	93%	91%	89%
34	Net Profit Margin %	30%	26%	31%	27%	30%	29%

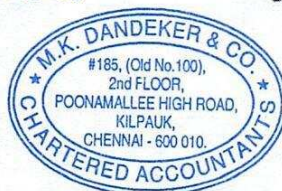
**Notes:**

- (a) The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on January 08, 2022
- (b) There were no exceptional items.
- (c) As per the Ministry of Corporate Affairs notification dated 16th August 2019, Creation of Debenture Redemption Reserve is not required for companies whose debentures are listed in any stock exchange. Hence, the same not be created for the quarter ended 31st December 2021.
- (d) In terms of clause 52 (7A) of the listing agreement, we hereby confirm that there is no material deviation in the use of proceeds of debt securities from the objects specified in the offer document.
- (e) Debt servicing is only in the month of April in each financial year, hence debt service coverage ratio for the quarters ended 31st December not considered and accordingly have been computed only for the year ended.  
 The Debt Service Coverage ratio and Interest Service Coverage ratio are based on the result for the half year ended September 30, 2021, Quarter ended December 31, 2020, Quarter ended December 31, 2021 and Year ended March 31, 2021. The aggregate of accumulated cash and cash equivalents and investments as on September 30, 2021, December 31, 2020, December 31, 2021 and March 31, 2021 is ₹305 crore, ₹420 crore, ₹310 crore and ₹486 crore respectively and is considered adequate to meet the debt service obligations for the financial year 2021-22.
- (f) Non-Convertible debentures are secured by first ranking pari passu charge/ hypothecation on the movable assets of the Issuer, i.e. movable plant and machinery, spares, tools and accessories, furniture, fixtures, vehicles, present and future, intangible, goodwill, intellectual property, present and future, in favour of the Debenture Trustee;
- (g) The asset cover ratio works out to 1.36 times.
- (h) The Company is engaged in the business of Power Transmission on build, own, operate and maintain as a single business segment. Hence reporting of operating segments is not required. The Company does not have operations outside India. Hence, disclosure of geographical segment information is also not required.
- (i) Previous periods / year's figures are regrouped / reclassified, wherever necessary to conform to the classification of current period.

For M.K.Dandekar & Co.  
 Chartered Accountants  
 (Firm Reg.No.000679S)  
 by the hand of

*R. Arun Kumar Mehta*

R. Arun Kumar Mehta  
 Partner  
 Membership No. 227630



For and on behalf of the Board,  
 Kudgi Transmission Limited

P.G.Suresh Kumar  
 Director  
 (DIN: 07124883)