

M.K. DANDEKER & CO.,
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Kudgi Transmission Limited

Report on the audit of the financial results

Opinion

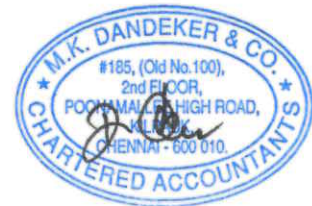
We have audited the accompanying Financial Results of KUDGI TRANSMISSION LIMITED ("the Company") for the quarter ended and year ended March 31, 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of information and according to the explanations given to us, the aforesaid Financial Results:

- (i) are presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2022.

Basis for Opinion

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



Management's Responsibility for the Financial Results

These Financial Results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company, in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. The Board of Directors of the Company are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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 Results, the Board of Directors of the Company are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

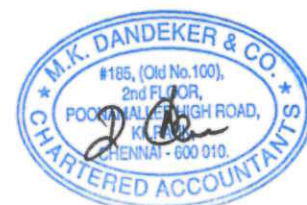
The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Financial Results 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 Results.

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 Results, 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 with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors 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 ability of the Company 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 Results 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 Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



R. Arun Kumar Mehta
Partner

Chartered Accountants
Membership No. 227630

Date: April 15, 2022

Place: Chennai

UDIN: 22227630AHDMQA2652




Statement of Audited Financial Results for the Year Ended 31st March 2022

S.No	Particulars	Quarter Ended			Year to date period ending		Previous
		31.03.22	31.12.21	31.03.21	31.03.22	31.03.21	Year ended
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)
1	INCOME						
2	Revenue from Operations (Refer note : i)	8,670	4,905	4,330	22,656	18,878	18,878
3	Other income	504	323	813	1,593	2,270	2,270
4	Total income	9,175	5,228	5,143	24,249	21,148	21,148
5	EXPENSES						
6	Operating expenses	320	321	340	1,403	1,334	1,334
7	Employee benefits expense	33	20	20	107	94	94
8	Finance costs	3,255	3,254	3,337	12,869	13,191	13,191
9	Depreciation, amortisation and obsolescence	12	12	12	49	49	49
10	Administration and other expenses	150	52	137	314	321	321
11	Total expenses	3,770	3,659	3,846	14,743	14,989	14,989
12	Profit/(loss) before tax	5,404	1,569	1,297	9,506	6,159	6,159
13	Tax Expense:	-	-	-	-	-	-
14	Profit/(loss) for the Period	5,404	1,569	1,297	9,506	6,159	6,159
15	Other Comprehensive Income						
16	i) Items that will not be reclassified to profit or loss	-0	-	1	-0	1	1
17	ii) Items that will be reclassified to profit or loss (net of tax)	-	-	-	-	-	-
18	Total Comprehensive Income for the Period	5,404	1,569	1,297	9,506	6,159	6,159
19	Earnings per equity share (Basic and Diluted)	2.81	0.81	0.67	4.94	3.20	3.20
20	Face value per equity share	10.00	10.00	10.00	10.00	10.00	10.00
21	Debt Redemption Reserve	10,006	10,006	10,006	10,006	10,006	10,006
22	Debt Equity Ratio	2.62 : 1	2.83 : 1	3.22 : 1	2.62 : 1	3.22 : 1	3.22 : 1
23	Networth	56,922	51,518	47,416	56,922	47,416	47,416
24	Debt Service Coverage Ratio (refer note e)	NA	NA	NA	1.36 : 1	1.16 : 1	1.16 : 1
25	Interest Service Coverage Ratio (refer note e)	1.74 : 1	1.43 : 1	1.47 : 1	1.74 : 1	1.47 : 1	1.47 : 1
26	Current Ratio	2.99	2.46	2.98	2.99	2.98	2.98
27	Long Term Debt to Working Capital	4.62	7.70	4.65	4.62	4.65	4.65
28	Bad Debts to Accounts Receivable Ratio	NA	NA	NA	NA	NA	NA
29	Current Liability Ratio	0.08	0.07	0.08	0.08	0.08	0.08
30	Total Debts to Total Assets	0.72	0.74	0.76	0.72	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 %	95%	94%	84%	93%	89%	89%
34	Net Profit Margin %	59%	30%	25%	39%	29%	29%

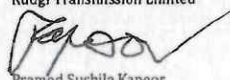
Notes:

- (a) The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on April 15, 2022
- (b) There were no exceptional items.
- (c) As per the Ministry of Corporate Affairs notification dated 16th August 2019, Creation of Debt 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 March 2022.
- (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 March 31, 2022, December 31, 2021 and March 31, 2021 are 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 quarter ended December 31, 2021, Quarter & year ended March 31, 2021 and March 31, 2022. The aggregate of accumulated cash and cash equivalents and investments as on December 31, 2021, March 31, 2021 and March 31, 2022 is ₹ 30,999 Lakhs, ₹ 48,571 Lakhs and ₹ 52,124 Lakhs 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 1.38 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) During the year, the Company has re-estimated the cashflows of the Financial Asset recognised under the Financial Asset model as per Appendix D - Service Concession Agreements of Ind AS 115. The amount arising from adjusting the carrying value of the Financial Asset to reflect the re-estimation has been disclosed under Other Operating Revenue as Reinstatement of Finance Income for Rs. 3,458 Lakhs.
- (j) The Company's Non-Convertible Debentures have been rated AAA (Stable) by both ICRA Limited and CRISIL
- (k) 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
 Partner
 Membership No. 227630

For and on behalf of the Board,
 Kudgi Transmission Limited


 Pramod Sushila Kapoor
 Director
 (DIN : 02914307)



Note g: Annexure I

KUDGI TRANSMISSION LIMITED		
Regd. Office : P.E.No.979, Mount Poonamallee Road, Manapakkam, Chennai - 600 089.		
CIN : U40106TN2012PLC111122		
INR Lakhs		
Statement of Assets & Liabilities as at 31.03.2022		
Particulars	As at 31.03.22 (Current year ended) (Audited)	As at 31.03.21 (Previous year ended) (Audited)
ASSETS		
Non-current assets		
a) Property, Plant and Equipment	816	865
b) Financial Assets		
i) Others financial assets	1,57,092	1,50,225
c) Other non-current assets	2	2
	1,57,909	1,51,092
Current assets		
a) Financial Assets		
i) Investments	15,234	2,423
ii) Cash and bank balances	506	16,093
iii) Other bank balances	31,857	30,055
b) Current Tax Assets (net)	717	658
c) Other current assets	147	230
	48,461	49,459
TOTAL	2,06,370	2,00,551
EQUITY AND LIABILITIES		
EQUITY		
a) Equity Share capital	19,260	19,260
b) Other Equity	37,662	28,156
	56,922	47,416
LIABILITIES		
Non-current liabilities		
a) Financial liabilities		
i) Borrowings	1,33,248	1,36,540
ii) Other financial liabilities	3	3
b) Provisions	1	4
b) Other non-current liabilities	3	3
	1,33,255	1,36,550
(2) Current liabilities		
a) Financial liabilities		
i) Borrowings	4,000	3,600
ii) Trade payables		
a) Total Outstanding dues to micro and small enterprises	67	61
b) Other than micro and small enterprises	56	61
iii) Other financial liabilities	11,887	12,757
b) Other current liabilities	180	104
c) Provisions	3	3
	16,193	16,585
Total Equity and Liabilities	2,06,370	2,00,551

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

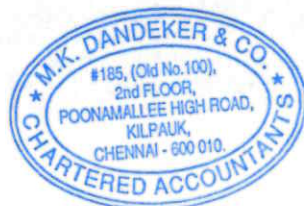
R. Arun Kumar Mehta

R. Arun Kumar Mehta
Partner
Membership No. 227630

For and on behalf of the Board,
Kudgi Transmission Limited

Pramod Sushila Kapoor

Pramod Sushila Kapoor
Director
(DIN : 02914307)



Note g : Annexure II

KUDGI TRANSMISSION LIMITED			
Regd. Office : P.B.No.979, Mount Poonamallee Road, Manapakkam, Chennai - 600 089.			
CIN : U40106TN2012PLC111122			
₹Lakhs			
Statement of Cash Flows for the half year ended 31.03.2022			
S.No	Particulars	As at 31.03.22	As at 31.03.21
		(Current year ended)	(Previous year ended)
		(Audited)	(Audited)
		₹	₹
A	Cash flow from operating activities		
	Net profit / (loss) before tax	9,506	6,159
	Adjustments for:		
	Interest expenses	12,869	13,191
	Interest income from banks	(1,226)	(1,680)
	Depreciation and amortisation	49	49
	Profit on sale of Investments	(65)	(87)
	(Profit) / loss on financial instruments designated at FVTPL	(71)	(2)
	Operating profit before working capital changes	21,062	17,631
	Adjustments for:		
	Increase / (decrease) in long term provisions	(3)	(1)
	Increase / (decrease) in trade payables	1	(200)
	Increase / (decrease) in other current liabilities	77	(56)
	Increase / (decrease) in short term provisions	(0)	0
	(Increase) / decrease in loans	-	1
	(Increase) / decrease in other financial assets	(6,877)	2,817
	(Increase) / decrease in other current assets	83	(6)
	Net cash generated from/(used in) operating activities	14,343	20,186
	Net Income tax (paid)	(59)	(58)
	Net Cash(used in)/generated from Operating Activities	14,284	20,128
B	Cash flow from investing activities		
	Redemption / (Investment) in Fixed deposits	(1,802)	(30,055)
	(Purchase)/Sale of current investments (net)	(12,675)	18,456
	Interest received	1,226	1,680
	Net cash (used in)/generated from investing activities	(13,250)	(9,919)
C	Cash flow from financing activities		
	Proceeds/(repayment) of short term borrowings (net)	(3,600)	(3,600)
	Repayment of long term borrowings	(13,021)	(13,319)
	Net cash (used in)/generated from financing activities	(16,621)	(16,919)
	Net increase / (decrease) in cash and cash equivalents (A+B+C)	(15,587)	(6,710)
	Cash and cash equivalents as at the beginning of the year	16,093	22,803
	Cash and cash equivalents as at the end of the year	506	16,093

Notes:

Cash flow statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7 - Cash Flow statements

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



R. Arun Kumar Mehta
Partner
Membership No. 227630

For and on behalf of the Board,
Kudgi Transmission Limited



Pramod Sushila Kapoor
Director
(DIN : 02914307)



Kudgi Transmission Limited

Disclosure of related parties / related party transactions pursuant to Ind AS 24 "Related Party Disclosures"

a) List of related parties

Ultimate Holding Company:	Larsen & Toubro Limited
Holding Company:	L&T Infrastructure Development Projects Limited
Key Management Personnel:	
	Mr. Pramod Sushila Kapoor - Director
	Mr. P. G. Suresh Kumar - Director
	Dr. Koshy Varghese - Independent Director
	Ms. Samyuktha Surendran - Independent Director
	Mr. Ojes Cheriyan Madappattu - Manager
	Mr. R. G. Ramachandran - Company Secretary

b) Disclosure of related party transactions:

Particulars	Lakhs	
	Year Ended March 31, 2022	Year Ended March 31, 2021
1 Purchase of goods and services incl. taxes		
Ultimate Holding Company		
Larsen & Toubro Limited	40	51
Holding Company		
L&T Infrastructure Development Projects Limited	479	479
	519	531
2 Reimbursement of expenses charged from		
Ultimate Holding Company		
Larsen & Toubro Limited	5	5
Holding Company		
L&T Infrastructure Development Projects Limited	-	1
	5	6
3 Compensation to Key Management Personnel		
a) Sitting Fees		
Mr. Koshy Varghese - Independent Director	3	2
Ms. Samyuktha Surendran - Independent Director	3	2
	6	4
b) Salary & Perquisites		
Mr. Ojes Cheriyan Madappattu - Sr. Manager	27	23
	27	23

c) Amount due to and due (from) related parties(net):

Particulars	Amounts due to / (from)	
	As at March 31, 2022	As at March 31, 2021
Larsen & Toubro Limited	(2)	0
L&T Infrastructure Development Projects Limited	43	43

d) Terms and conditions of transactions with related parties :

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

e) There is no provision for bad and doubtful debts to related parties with regard to outstanding payables and there is no expense recognized in respect of bad and doubtful debts due from related parties.

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

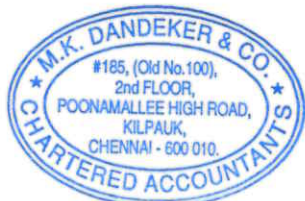


R. Arun Kumar Mehta
Partner
Membership No. 227630

For and on behalf of the Board,
Kudgi Transmission Limited



Pramod Sushila Kapoor
Director
(DIN 02914307)



KUDGI TRANSMISSION LIMITED
 Regd. Office : P.B.No.979, Mount Poonamallee Road, Manapakkam, Chennai - 600 089.
 CIN : U40106TN2012PLC111122
AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH, 2022

₹ Lakhs


Sl. No.	Particulars	Quarter Ended March 31, 2022 (Audited)	Quarter Ended March 31, 2021 (Audited)	Year Ended March 31, 2022 (Audited)	Year Ended March 31, 2021 (Audited)
1	Total Income from Operations (Refer note : h)	8,670	4,330	22,656	18,878
2	Net Profit for the period (before Tax, Exceptional and/or Extraordinary items)	5,404	1,297	9,506	6,159
3	Net Profit for the period before tax (after Exceptional and/or Extraordinary items)	5,404	1,297	9,506	6,159
4	Net Profit for the period after tax (after Exceptional and/or Extraordinary items)	5,404	1,297	9,506	6,159
5	Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income (after tax)]	5,404	1,297	9,506	6,159
6	Paid up Equity Share Capital	19,260	19,260	19,260	19,260
7	Reserves (excluding Revaluation Reserve)	32,258	26,859	37,662	28,156
8	Net worth	51,518	46,119	56,922	47,416
9	Paid-up Debt Capital (including interest accrued thereon)	1,45,871	1,49,540	1,49,126	1,52,877
10	Debt Equity Ratio	2.62 : 1	3.22 : 1	2.62 : 1	3.22 : 1
11	Earnings Per Share (of face value ₹ 10 each)				
	1. Basic (₹) (* not annualised)	*2.81:1	*0.67:1	4.94 : 1	3.2 : 1
	2. Diluted (₹) (* not annualised)	*2.81:1	*0.67:1	4.94 : 1	3.2 : 1
12	Debenture Redemption Reserve	10,006	10,006	10,006	10,006
13	Debt Service Coverage Ratio (refer note g)	NA	NA	1.36 : 1	1.16 : 1
14	Interest Service Coverage Ratio (refer note g)	1.74 : 1	1.47 : 1	1.74 : 1	1.47 : 1

Debt Equity Ratio = Debt/Equity, Debt Service Coverage Ratio = Earnings before Interest, Depreciation and Tax / (Interest expense + Principal Repayment). Interest Service Coverage Ratio = Earnings before Interest, Depreciation and Tax / Interest Expense.

Notes:

- The above is an extract of the detailed format of quarterly / annual financial results filed with the Stock Exchange under Regulation 52 of the LODR Regulations. The full format of the quarter / annual financial results are available on the website of the Stock Exchange(s) and the listed entity.
- For the other line items referred in regulation 52 (4) of the LODR Regulations, pertinent disclosures have been made to the Stock Exchanges(s) BSE and can be accessed on the URL <https://www.intidpl.com/financials/kudgi-transmission-limited/>
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 15, 2022.
- There were no exceptional items.
- As per the Ministry of Corporate Affairs notification dated August 16, 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 March 31, 2022.
- 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.
- Debt servicing is only in the month of April in each financial year, hence debt service coverage ratio for the quarters ended 31st March 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 Quarter and Year ended March 31, 2021 and March 31, 2022. The aggregate of accumulated cash and cash equivalents and investments as on March 31, 2021 and March 31, 2022, ₹ 48,571 Lakhs and ₹ 52,124 Lakhs respectively and is considered adequate to meet the debt service obligations for the financial year 2021-22.
- During the year company has re-estimated the cashflows of the Financial Asset recognised under the financial asset model as per Appendix D - Service Concession Agreements of Ind AS - 115. The amount arising from adjusting the carrying value of the financial asset to reflect the re-estimation has been disclosed under Other Operating Revenue as Reinstatement of Finance Income for Rs. 3,458 Lakhs
- Previous periods / year's figures are regrouped / reclassified, wherever necessary to conform to the classification of current period.
- The Company's Non-Convertible Debentures have been rated AAA (Stable) by both ICRA Limited and CRISIL.

For and on behalf of the Board of Directors
Kudgi Transmission Limited


Pramod Sushila Kapoor
Director
(DIN : 02914307)

Place : Chennai
Date : April 15, 2022

