

Independent Auditors' Report

To
The Board of Directors of
Reliance Power Netherlands BV

We have audited the accompanying financial statements of Reliance Power Netherlands BV (the "Company") which comprises the Balance Sheet as at March 31, 2025 and the Statement of Profit and Loss for the year ended on that date and a summary of significant accounting policies and other explanatory information.

The financial statements have been prepared by the management of the Company in accordance with the accounting standards issued by the Institute of Chartered Accountants of India and generally accepted in India only to enable their incorporation in the consolidation financial statements of Reliance Power Limited and not to report on the Company as a separate entity. We have conducted our audit in accordance with the auditing standards generally accepted in India.

The financial statements are the responsibility of the management of the Company. This responsibility includes the design, implementation and maintenance of internal control relevant to preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

Management of the Company is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to give a true and fair view of the financial position and financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these special purpose financial statements prepared for the purpose outlined above.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

On this basis of information and explanations given to us and in our opinion, the accompanying financial statements of the Company, together with the notes thereon and attached thereto, fairly present, in all material respects, in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31 March 2025 and its Loss for the year ended on that date.

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.
- (c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of accounts
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards issued by the Institute of Chartered Accountants of India.

Other Matter

This report is issued solely for information and use by the management of the Holding Company, Reliance Power Limited and its statutory auditors of the Holding Company for the purpose of preparation of the Consolidated Financial Statement for the year ended 31 March 2025 and should not be used for any other purpose without our prior consent in writing.

For H. ASHAR & CO.
Chartered Accountants

Himeet Ashar

Himeet Ashar
Partner
Membership No. 614104
UDIN: 25614104BMNRDE1807
Mumbai,
Dated: 03 May 2025



Reliance Power Netherlands BV
Balance Sheet as at March 31, 2025

Particulars	Note No.	As at March 31, 2025	Rupees in '000 As at March 31, 2024
ASSETS			
Non-Current Assets			
Financial Assets:			
Investments	3.1	16,79,203	16,58,749
Loans	3.2	-	-
Current Assets			
Financial Assets:			
Cash and Cash Equivalents	3.3	354	10,210
Loans	3.4	11,981	1,83,711
Other Current Assets	3.5	22	14
Total		16,91,561	18,52,684

EQUITY AND LIABILITIES

Equity

Equity Share Capital	3.6	16,81,695	16,81,695
Other Equity	3.7	(72,06,259)	(64,65,222)

Liabilities

Current Liabilities

Financial Liabilities			
Borrowings	3.8	45,23,691	44,56,987
Other Current Liabilities	3.9	26,92,430	21,79,220
Current Tax Liabilities	3.10	4	4
Total		16,91,561	18,52,684

Significant Accounting Policies 2

The notes are an integral part of these financial statements

As per our Report of even date

For H Ashar & Co.

Chartered Accountants

Regn. No: 100608W

Himeet Ashar

Himeet Ashar

Partner

Membership No.614104



For Reliance Power Netherlands BV

Arun Dingwa

Arun Dingwa

Authorised Signatory



Place: Mumbai

Date : 03 May 2025

Place: Mumbai

Date : 03 May 2025

Reliance Power Netherlands BV
Statement of Profit and Loss for the Year ended March 31, 2025

Particulars	Note No.	Year Ended March 31, 2025	Rupees in '000 Year Ended March 31, 2024
Revenue:			
Other income	3.11	22,684	-
Total		22,684	-
Expenses:			
Finance costs	3.12	4,02,622	3,95,653
Other expenses	3.13	1,81,507	55,11,176
Total		5,84,128	59,06,829
Profit/(Loss) before tax		(5,61,444)	(59,06,829)
Tax expense:			
Current tax		-	(1,020)
Other comprehensive income		-	-
Total comprehensive income/ (loss) for the year		(5,61,444)	(59,05,809)

Significant Accounting Policies 2

The notes are an integral part of these financial statements

As per our Report of even date

For H Ashar & Co.
Chartered Accountants
Regn. No: 100608W

Himeet Ashar
Himeet Ashar
Partner
Membership No.614104



For Reliance Power Netherlands BV

Arun Dingwa
Arun Dingwa
Authorised Signatory



Place: Mumbai
Date : 03 May 2025

Place: Mumbai
Date : 03 May 2025

1. General Information :

The Company is a Private Limited Company having its statutory seat in Amsterdam. The Company was incorporated on 9th July 2010. The Company's objectives are to incorporate, to manage and to supervise enterprises and companies along with acting as a group holding company. The Company is wholly owned by Reliance Coal Resources Private Limited, Mumbai, India.

2. Significant Accounting Policies :

Basis of preparation, measurement and significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended, and relevant provisions of the Companies Act, 2013 ("The Act")

Historical cost convention

The financial statements have been prepared under the historical cost convention, as modified by the following :
Certain financial assets and financial liabilities at fair value

b) Investments and other financial assets

Classification

The Company classifies its financial assets in the following measurement category :
those to be measured subsequently at fair value through profit or loss
those measured at amortised cost

Contributed equity :

Equity shares are classified as equity, incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net off tax, from the proceeds.

c) Provisions and Contingent Liabilities/Assets

Provisions:

Provisions are recognised when there is present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of reporting period. The discount rate used to determine the present value is pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

Contingent liabilities

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

Contingent Assets

A contingent asset is disclosed, where an inflow of economic benefits is probable.

d) Revenue :

Revenue is measured at the fair value of the consideration received or receivable.

Interest income is recognised using the effective interest rate method. The effective interest rate is 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. While calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example prepayment, extension, call and similar options) but does not consider the expected credit losses.

e) Borrowing cost:

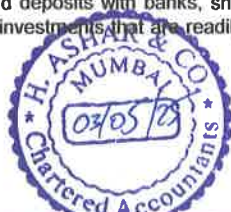
General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

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

Other borrowing costs are expensed in the period in which they are incurred.

f) Cash and Cash equivalents :

Cash and cash equivalents includes cash on hand, demand deposits with banks, short-term balances (with an original maturity of three months or less from date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in value.



Reliance Power Netherlands BV
Notes to the financial statements for the year ended March 31, 2025

Particulars	As at March 31, 2025	Rupees in '000 As at March 31, 2024
3.1 Investments		
Equity Instruments (unquoted, fully paid-up, at cost)		
In Subsidiaries		
PT Avaneesh Coal Resources		
96,18,733 (March 31, 2024: 96,18,733) Shares of USD 1 each	5,42,970	5,22,516
PT Heramba Coal Resources		
20,294,943 (March 31, 2024: 20,294,943) Shares of USD 1 each	11,36,233	11,36,233
	16,79,203	16,58,749
3.2 Non-current loans and advances		
(Unsecured and considered good, unless otherwise stated)		
Loans to others	-	44,08,916
Less : Impairment for doubtful loans	-	(44,08,916)
3.3 Cash and cash equivalents		
Bank balance in current account	354	10,210
	354	10,210
3.4 Current loans		
(Unsecured and considered good)		
Loan to related parties	11,981	11,672
Loans to others	-	1,72,039
	11,981	1,83,711
3.5 Other current assets		
(Unsecured and considered good, unless otherwise stated)		
Accrued Interest on loans	-	10,95,616
Less : Impairment of doubtful accrued interest	-	(10,95,616)
Prepaid expense	8	-
Security deposits	14	14
	22	14



Reliance Power Netherlands BV
Notes to the financial statements for the year ended March 31, 2025

Particulars	As at March 31, 2025	Rupees in '000 As at March 31, 2024
3.6 Equity Share Capital		
Authorised		
240,486 (March 31, 2024: 240,486) ordinary shares of Euro 100 each fully paid up		
Issued, Subscribed and paid up		
240,486 (March 31, 2024: 240,486) ordinary shares of Euro 100 each fully paid up	16,81,695	16,81,695
	16,81,695	16,81,695
3.7 Other equity		
Securities Premium account		
Foreign Currency Translation Reserve	(2,02,509)	(22,917)
Retained earnings		
Balance at the beginning of the year	(64,42,305)	(5,36,496)
Profit/ (Loss) for the year	(5,61,444)	(59,05,809)
	(70,03,749)	(64,42,305)
Balance at the end of the year	(72,06,259)	(64,65,222)
3.8 Borrowings		
(Unsecured)		
Loan from related party	45,23,691	44,56,987
	45,23,691	44,56,987
3.9 Other current financial liabilities		
Interest accrued on borrowings	25,40,061	20,75,394
Sundry creditors for services	7,132	8,985
Advance from related party	89,609	40,649
Other liability	55,628	54,192
	26,92,430	21,79,220
3.10 Other tax liabilities		
Provision for tax (Net of advance tax)	4	4
	4	4



Reliance Power Netherlands BV

Notes to the financial statements for the year ended March 31, 2025

Particulars	Year Ended March 31, 2025	Rupees in '000 Year Ended March 31, 2024
3.11 Revenue		
Consulting Income	22,684	-
	<u>22,684</u>	<u>-</u>
3.12 Finance costs		
Interest	4,02,519	3,95,565
Bank and other finance charges	103	88
	<u>4,02,622</u>	<u>3,95,653</u>
3.13 Other expenses		
Professional charges	5,460	5,063
Statutory Audit Fees	1,274	1,282
Loss on foreign exchange fluctuations	96	108
Rent	84	110
Fines and Penalties	-	81
Rates and taxes	-	-
Impairment of receivables	1,74,593	55,04,532
Miscellaneous Expenses	-	-
	<u>1,81,507</u>	<u>55,11,176</u>

