



MSEB HOLDING COMPANY LTD.

(A Govt. of Maharashtra Undertaking)

**STANDALONE
FINANCIAL
STATEMENTS
2024-25**

Registered Office: Hongkong Bank Building, 3rd & 4th Floor, Mahatma
Gandhi Road, Fort, Mumbai-400001, Maharashtra

CIN: U40100MH2005SGC153649

INDEPENDENT AUDITOR'S REPORT

To the Members of MSEB Holding Company Limited

Report on the Audit of the Standalone Ind AS Financial Statements

1. Qualified Opinion

We have audited the accompanying Standalone Ind AS financial statements of MSEB Holding Company Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Standalone Ind AS financial statements, including a summary of material accounting policy information and other explanatory information (hereinafter referred to as "the Standalone Ind AS financial statements").

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 paragraph, the aforesaid Standalone Ind AS 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 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, 2025, the profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

2. Basis for Qualified Opinion

We have not been able to obtain the necessary audit evidence, information and explanations for the purpose of our audit in case of the following matters: -

- a) Ownership of Property, Plant and Equipments and Investment properties being tangible assets which are transferred to the Company under Provisional Transfer Scheme which was finalised on 31st March 2016 vide GR No. Reform2010/Pr.Ka.117/Urja of Rs. 1,44,53,300 thousands (Gross carrying value as on 31st March 2025: Rs. 1,44,94,095 thousands; 31st March 2024: Rs. 1,46,88,235 thousands) are pending to be transferred in the name of the Company (refer note no. 7.2, 7.7 and 7.8 of the Standalone Ind AS financial statements).
- b) The value of investment of the Company in Maharashtra State Electricity Distribution Co. Limited ("MSEDCL") of Rs. 49,85,36,581 thousands including cost of investment on account of Corporate Financial Guarantee of Rs. 13,20,032 thousands (P.Y. Rs.

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48,82,33,949 thousands) has been diminished due to continuous losses incurred by MSEDCL. MSEDCL has incurred Losses in F.Y 2022-23 and F.Y. 2023-24 and its reserves/other equity as on 31st March 2025 are negative. Further, the auditors of MSEDCL have provided adverse opinion in their audit report dated 10th September 2025. In spite of these facts, the diminution in the value of shares of MSEDCL has not been provided for in the books of accounts by the Company. (Refer note no. 8.2 of the Standalone Ind AS financial statements).

- c) The balances outstanding in the books of the Company with its wholly owned subsidiaries i.e. Maharashtra State Power Generation Co. Ltd. (MSPGCL), Maharashtra State Electricity Transmission Co. Limited (MSETCL), MSEDCL are under reconciliation, discussions and deliberations. Reconciliation may have impact on the financial position and certain disclosures of the Standalone Ind AS financial statements (refer note no 9.1 & 23.1 of the Standalone Ind AS financial statements).
- d) The Company has provided non-current interest free loans and advances to related parties, being wholly owned subsidiaries, i.e. MSEDCL and MSED Solar Agro Power Limited (MSAPL). The Company has elected to use carrying amount as their fair value which is in contravention of the provisions of Ind AS 109 (refer note no 9.3 of the Standalone Ind AS financial statements).

Consequential impact of Para (a) to (d) above on the financial position, profit, reserves and EPS are not quantifiable and therefore not disclosed.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Ind AS 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Emphasis of Matter

We draw attention to the following matters in the Notes to the Standalone Ind AS financial statements:

- a) Refer note no. 7.5 where the Company has disclosed that physical verification of assets was not carried out by the management after F.Y. 2010-11.



- b) Refer note no. 7.12 where the Company has not disclosed the fair value of the Investment properties as required under Ind AS 40 "Investment Properties".
- c) Refer note no. 8.3 and 16.c where the Company has disclosed that the Company has issued shares amounting to Rs. 1,08,70,491 thousands to GOM against Share Application Money amounting to Rs. 89,82,600 thousands received from MSEDCL and Rs. 18,87,891 thousands received from MSPGCL. Consideration in respect of share application money is directly paid by Government of Maharashtra (GOM) to these wholly owned subsidiaries as per GR issued by GOM.
- d) Refer note no. 10.1 where the debts outstanding against rentals from property due from subsidiaries amounting to Rs.52,89,287 thousands (P.Y. Rs 48,13,831 thousands) have been long outstanding. Provision for Expected Credit Loss as per IND AS 109 has been duly made in the books of account.
- e) Refer note no. 14.1 where the Company has shown advance tax of Rs. 16,60,177 thousands (P.Y. Rs. 15,70,664 thousands) which are net of the provision of tax in the books of accounts amounting to Rs. 4,00,728 thousands (P.Y. 4,00,728 thousands). Further, refer to note no. 9.2 where the Company has disclosed amount paid to Income Tax authorities under protest amounting to Rs. 5,41,701 thousands (P.Y. Rs. 5,41,701 Thousands). The provision made in the books is as per the Company's judgment considering the ongoing appeals. The management of the Company is hopeful of the demand being quashed at the respective authorities and the refund to be recovered in full.
- f) Refer note no. 23.2 where the Company has disclosed that details of the bond holders are not available for determination of the Liability (including interest liability) in the books of accounts.
- g) Refer note no. 26 and 30.4 where the Company has disclosed that it has given Corporate Guarantee on behalf of Subsidiary companies i.e. MSEDCL and MSPGCL to various banks and financial institutions for which during the current year the Company has done fair valuation of Corporate Guarantee as per Ind AS 109 as no Corporate Guarantee Fees of whatsoever nature have been charged from Subsidiary companies. As no fair valuation of such Corporate Guarantee Fees was made during the previous year, the figures for Standalone Ind AS financial statements for the current year are not comparable with those of previous year.
- h) Refer note no. 27.1 where the Company has disclosed that provision for Gratuity and Leave Encashment with respect to employees deputed is taken in books from the date of their joining instead of from the day, they are deputed in MSEBHCL.



- i) Refer note no. 31 where the Company has disclosed that due to the uncertainty on the lease period on account of ongoing disputes regarding the assets taken on lease, the Company has not recognised the Right of Use Assets and a corresponding lease liability for all the lease arrangements in which it is a lessee.
- j) Refer note no. 50 where the Company has disclosed that it is in the process of assessing the impact of new Labour Codes notified by the Government of India and is of the opinion that there will not be significant impact of the same on the financial statements of the Company.
- k) Refer Note no. 51 where the Company has disclosed the fact that the Standalone Ind AS financial statements for the financial year 2023-24 were approved by the Board of Directors on 28th December 2024 and are pending to be adopted by the Shareholders of the Company in the General Meeting, The Company has considered the closing balance as per the Board approved Standalone Ind AS financial statements for the financial year 2023-24 to be the opening balance for the current year.

Our report is not qualified in respect of the above matters.

4. Information other than the Standalone Ind AS financial statements and Auditor's report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report but does not include the Standalone Ind AS financial statements and our auditor's report thereon. The director's report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the Standalone Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Ind AS financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information included in the above reports, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance and determine the actions under the applicable laws and regulations.

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5. Responsibilities of Management and Those Charged with Governance for the Standalone Ind AS Financial Statements

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

In preparing the Standalone Ind AS 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

6. Auditor's Responsibility for the Audit of the Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS 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 Standards on Auditing 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 Standalone Ind AS financial statements.

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

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- Identify and assess the risks of material misstatement of the Standalone Ind AS 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 Companies Act, 2013, 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 material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Ind AS 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 Standalone Ind AS financial statements, including the disclosures, and whether the Standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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7. Report on Other Legal and Regulatory Requirements

- a. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in 'Annexure – A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- b. As required by Section 143(3) of the Act, we report that:
 - i. We have sought and except for the matters described in paragraph 2 'Basis for qualified opinion' above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the Standalone Ind AS financial statements.
 - ii. 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 effect of the matters described in paragraph 2 'Basis for qualified opinion' above and paragraph 7(b)(ix)(f) below.
 - iii. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of accounts.
 - iv. Except for the possible effects of the matters stated in paragraphs 2 'Basis for qualified opinion' and 3 'Emphasis of Matters' above, in our opinion, the aforesaid Standalone Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - v. The provisions of Section 164(2) of the Companies Act, 2013, are not applicable to the Company being the Government Company, pursuant to the Notification No. GSR 463 (E) dated 5th June 2015 issued by the Government of India,
 - vi. The modification relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph 7(b)(ii).
 - vii. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and operative effectiveness of such controls, refer to our separate report in 'Annexure - B' of this report.
 - viii. With respect to the other matters to be included in the Auditor's Report in accordance with the requirement of section 197(16) of the Companies Act 2013, as amended, we report that the Company being a Government Company the provision of Section 197 read with Schedule V of the Companies Act is not applicable. Hence reporting u/s 197(16) of the Act is not applicable; and

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- ix. 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 information and according to the explanations given to us:
- a) The Company has disclosed the impact of pending litigations on its financial position in its Standalone Ind AS financial statements - Refer Note No. 30 to the Standalone Ind AS financial statements.
 - b) The Company does not have any long-term contracts including derivative contracts for which provision is required for any material foreseeable losses.
 - c) There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d) (i) The Management has represented that 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 person(s) or entity(ies), 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 (Refer Note no. 44(a) to the Standalone Ind AS financial statements);

(ii) The Management has represented that no funds have been received by the Company from any person(s) or entity(ies), 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 (Refer Note no. 44(b) to the Standalone Ind AS financial statements); and

(iii) Based on audit procedures that have 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 (i) and (ii) above, contain any material misstatement.

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- e) The Company has not paid any dividend during the financial year and has not declared any dividend during the year, accordingly compliance with provisions of Section 123 of Companies Act, 2013 is not applicable.
- f) The Company is using Tally as accounting software for maintaining its books of account. Based on our examination, the feature of recording audit trail (edit log) facility is not enabled in the accounting software throughout the year. Additionally, the audit trail feature of prior year has not been preserved as during the previous year feature of recording audit trail (edit log) facility was not enabled by the Company
- x. As required under section 143(5) of the Act, based on our audit as aforesaid, we enclose herewith, as per "Annexure-C" and "Annexure-D", the directions and sub-directions respectively issued by the Comptroller and Auditor General of India.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(Nisha Yadav)
Partner
M. No. 135775

Place: Mumbai
Date: 27.03.2026

UDIN - 26135775 ZSUMWY9084

Annexure A to the Independent Auditor's Report

Annexure referred to in paragraph 7(a) under Report on Other Legal and Regulatory Requirements of the Independent Auditor's Report of even date to the members of M/s MSEB Holding Company Limited on the Standalone Ind AS Financial Statements for the year ended 31st March 2025:

According to the information and explanations sought by us and given by the Company and the books of account and other records examined by us in the normal course of audit and to the best of our knowledge and belief, we report that;

- i) In respect of the Property, Plant and Equipment's, Right-of-use, and Intangible Assets:
- a) A) The Company has maintained the fixed assets register in respect of assets allocated under the Scheme of Transfer and additions made thereto after the incorporation of the Company pursuant to above scheme (Refer Note No. 7.5 of the Standalone Ind AS financial statements). The Company needs to further streamline its fixed asset register to show proper and identifiable records, to the extent possible, showing full particulars, including quantitative details and the situation of fixed assets.
- B) According to the information and explanations given to us and records examined by us, the Company has no intangible assets and accordingly clause 3(i)(a)(B) of the Order is not applicable to the Company.
- b) As explained to us, fixed assets have not been physically verified by the Company during the year. The last physical verification of the Fixed Assets was carried out by the management during the year 2010-11. The discrepancies after 2010-11, if any, with the book records whether material or otherwise could not be ascertained (Refer Note No. 7.5 of the Standalone Ind AS financial statements).
- c) In our opinion and according to the information and explanations given to us, title deeds of immovable properties are not held in the name of the Company since all the assets were transferred consequent upon the decision of the Government of Maharashtra for reorganization of Maharashtra State Electricity Board (MSEB), pursuant to Chapter XIII of Electricity Act 2003. The assets are transferred under the provisional Transfer Scheme, finalised on 31st March 2016 vide GR No. Reform 2010 /Pr.Ka.117 /Urja. Refer note no. 7.7 of the Standalone Ind AS Financial Statements for details of cases where the title deeds are not in the name of the Company and note no. 7.8.2 of the Standalone Ind AS Financial Statements for cases where lease agreements are not renewed.

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- d) The Company has not revalued its Property, Plant and Equipment and Right of Use assets during the year. Further, the Company does not hold any Intangible Assets.
- e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company during the year for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii) In respect of Inventories:
- a) The Company is involved in rental activity only and therefore the Company does not carry any inventory. Accordingly, clause 3(ii)(a) of the Order is not applicable to the company.
- b) According to the records of the Company examined by us and the information and explanations given to us, no working capital loan has been sanctioned in excess of five crore rupees, in aggregate, from Banks or any financial institutions on the basis of security of current assets. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.
- iii) The Company has made investments in other parties and granted loans in the nature of unsecured loans to the Companies during the year under audit and earlier years. Further guarantees were provided in earlier years to Companies which are continuing in the current year.
- a. Based on the audit procedures carried out by us and as per the information and explanations given to us, the Company has granted loans/advances to its wholly owned subsidiary Company and other party:

(Amount in Thousands)

Particulars	Loans	Advance in the nature of loan
Aggregate amount granted/ provided during the year		
Subsidiaries	-	-
Others	-	2,680
Balance outstanding as at balance sheet date in respect of above cases		
Subsidiaries	3,67,98,599	-
Others	-	13,115

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- b. The Company has made investments in subsidiaries and provided interest-free loans to subsidiaries and other parties. The details of interest free loans or advances in the nature of loans provided to parties other than subsidiaries are as follows:

(Amount in Thousands)

Particulars	Advance in the nature of loan
Aggregate amount granted/ provided during the year	2,680
Balance outstanding as at Balance Sheet date in respect of above cases	13,115

- c. We are of the opinion that the terms and conditions of the Investment made, and interest free loans granted to subsidiaries without specifying the schedule of repayment, prima-facie, appears not to be prejudicial to the interest of the Company.

However, the terms and Conditions of Loans given to a Company other than subsidiary companies are prima facie, prejudicial to the interest of the Company.

- d. In the case of loans given both to subsidiary companies and other parties, the repayment of principal and payment of interest has not been stipulated and therefore we are unable to comment as to whether repayments or receipts have been regular or not.
- e. In the case of loans given to both subsidiary companies and other parties, the repayment of the principal has not been stipulated and therefore we are unable to comment as to whether there is any overdue amount for more than ninety days.
- f. As regards to whether there is any loan falling due during the year, which has been renewed or extended or fresh loans given to settle the overdue of existing loans given to the same party, we are unable to comment upon the same since repayment schedule is not stipulated.
- g. The Company has granted loans either repayable on demand or without specifying any terms or period of repayment. Details of which are as under: -

(Amount in Thousands)

Particulars	Total	Promoters	Related Parties	Others
Aggregate amount of loans/ advances in nature of loans (incl. interest o/s)				
- Repayable on demand (A)	Nil	Nil	Nil	Nil
- Agreement does not specify any terms or period of repayment (B)	2,680	Nil	Nil	2,680
Total (A+B)	2,680	Nil	Nil	2,680
Percentage of loans/ advances in nature of loans to the total loans.	-	-	-	100%

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- iv) According to the information and explanations given to us during the year:

The Company has given guarantees during the year on behalf of its wholly owned subsidiaries, details of which are as under:

(Amount in thousands)

Name of the company	Name of Institution	Loan Amount	Date of Issue of guarantee	Guarantee amount
MSEDCL	Power Finance Corporation	3,300	9 th May 2024	3,300
MSEDCL	Rural Electrification Corporation	4,500	9 th May 2024	4,500
MSPGCL	Power Finance Corporation	2,679	9 th May 2024	1,284
Total		10,479		9,084

During earlier years, the Company has granted loans to its wholly owned subsidiary companies i.e. MSEDCL and MSAPL, however, such loans are not covered under Section 185 of the Companies Act 2013.

In respect of loans given to a Company other than its wholly owned subsidiary, the Company has not complied with the provision of Section 186(7) of the Companies Act, 2013.

In respect of investments in the Subsidiary Company and loans given to the subsidiary company, the provisions of Section 186 of the Companies Act, 2013 are not applicable, since the investment has been made by the Company in its wholly owned subsidiary companies.

- v) The Company has not accepted any deposits from the public within the meaning of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 of the Act or any other relevant provisions of the Act and the rules framed there under hence reporting under paragraph 3(v) of the Order is not applicable to the Company.
- vi) We have been informed that the maintenance of cost records has not been prescribed by the Central Government under clause (d) of sub-section (1) of section 148 of the Act, hence reporting under paragraph 3(vi) of the Order is not applicable to the Company.
- vii) a) According to the records of the Company, it has generally been regular in depositing undisputed statutory dues, including provident fund, income tax, goods and service tax, duty of customs, cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable which are outstanding as on 31st March 2025 for a period of more than six months from the date they became payable.



b) There are no dues of income tax / duty of custom / goods and service tax / value added tax/ cess as on 31st March 2025 which have not been deposited on account of dispute except the amount mentioned in the table given below:

Name of the Statute	Nature of Dues	Disputed Amount (in Thousands)	Period to which it pertains	Forum where pending
Income Tax	Penalty ¹	1,371,737	A.Y. 2007-08	Commissioner of Income Tax (Appeals)
Income Tax	Penalty ²	1,134,815	A.Y. 2009-10	
Income Tax	Tax and Penalty ³	158,289	A.Y. 2012-13	
Income Tax	Tax and Penalty ⁴	115,899	A.Y. 2013-14	
Income Tax	Tax and Penalty	1,229	A.Y. 2018-19	

1 Out of the penalty of Rs. 1,371,737 thousands for the A.Y. 2007-08 Rs. 250,000 thousands had been paid under protest.

2 Out of the penalty of Rs. 1,134,815 thousands for the A.Y. 2009-10 Rs. 100,000 thousands had been paid under protest

3 Out of the Tax and interest of Rs. 158,289 thousands for the A.Y. 2012-13, Rs. 75,802 thousands had been paid under protest and balance demand plus interest of Rs. 83,736 thousands had been adjusted in the month of June 2018 against the refunds.

4 The Tax and interest of Rs. 115,899 thousands for the A.Y. 2013-24 had been fully paid under protest.

- viii) According to the information and explanations given to us, there are no transactions which have not been recorded in the books of account but have been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix) a) The Company did not have any loans or borrowings from any lenders during the year, hence reporting under paragraph 3(ix) of the Order is not applicable to the Company. However, in respect of Bonds issued by erstwhile MSEB, liability for which were transferred to the Company under provisional Transfer Scheme vide GR No. Reform 2010/Pr.Ka.117/Urja dated 31st March 2016, no details are available with the Company for determination of the Liability recorded in the books of accounts amounting to Rs. 4,846 thousands (P.Y. 4,846 thousands), hence we are unable to comment in respect of default, if any.
- b) On the basis of the information and explanation provided to us, the Company has not been declared a willful defaulter by any bank or financial institution or other lender.
- c) The Company has not applied/taken any term loan from banks or other lenders hence reporting under paragraph 3(ix)(c) and (d) of the Order is not applicable to the Company.

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- d) According to the information and explanations given to us and on an overall examination of the Standalone Ind AS financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries except for consideration for issue of shares which were paid by GOM to the subsidiaries in the previous year against which the share have been allotted by the Company in the current year (refer note no. 8.3 of the Standalone Ind AS financial statements).
- e) According to the information and explanations given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries.
- x) a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year, hence reporting under paragraph 3(x)(a) of the Order is not applicable to the Company.
- b) The Company has made preferential allotment or private placement of shares during the year. The Company has not complied with the provisions of Section 42(6) of the Companies Act 2013 with respect to the allotment of shares to GOM. The amount raised has been used for the purpose for which funds were raised. The Company has not made preferential allotment or private placement of convertible debentures (fully, partially or optionally convertible) during the year.
- xi) a) Based on the audit procedures performed for the purpose of reporting the true and fair view of the Standalone Ind AS financial statements and according to the information and explanations given by the management, we report that no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report by the statutory auditors.
- c) According to the information and explanation given us, the establishment of whistle blower mechanism is not mandatory to the Company under the provisions of Companies Act, 2013, hence reporting under paragraph 3(xi)(c) of the Order is not applicable to the Company.
- xii) The Company is not a Nidhi Company, hence reporting under paragraph 3(xii) of the Order is not applicable to the Company.



**MUKUND
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- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Section 177 and 188 of the Act and details of such transactions have been disclosed in the Standalone Ind AS financial statements, as required by the applicable Indian Accounting Standards.
- xiv) a) According to the information and explanations given to us and based on our audit procedures, in our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- b) We have taken into consideration the internal audit reports for the period under audit issued till the date while determining the nature, timing and extent of audit procedures.
- xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with them as referred to in section 192 of the Act. Thus, paragraph 3(xv) of the Order is not applicable to the Company.
- xvi) a) According to the information and explanation given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India (RBI) Act, 1934. Hence, reporting under paragraph 3(xvi)(a) and (b) of the Order is not applicable to the Company.
- b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, hence reporting under paragraph 3(xvi)(c) of the Order is not applicable.
- c) According to the information and explanations given to us, there is no CIC in the Group, hence reporting under paragraph 3(xvi)(d) of the Order is not applicable.
- xvii) Based on our examination of the records of the Company, the Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii) There has been no resignation of the Statutory Auditors of the Company during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- 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 Standalone Ind AS financial statements, our knowledge of the Board of Directors and management plans and based on our examination



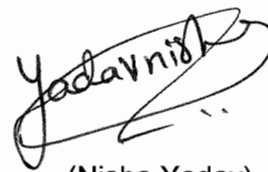
**MUKUND
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& CO.**

**CHARTERED
ACCOUNTANTS**

of the evidence 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 the 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) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there is no unspent CSR amount on account of ongoing projects or other than ongoing projects for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act.
- b) According to the information and explanations given to us, no amount remains unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, which is required to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(Nisha Yadav)

Partner

M. No. 135775

UDIN - 26135775ZSUMWX9084

Place: Mumbai

Date: 27-03-2026

Annexure B to the Independent Auditor's Report

Annexure referred to in paragraph 7(b)(vii) under Report on Other Legal and Regulatory Requirements to the Independent Auditor's Report of even date to the members of M/s MSEB Holding Company Limited on the Standalone Ind AS financial statements for the year ended 31st March 2025:

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

Opinion

We have audited the internal financial controls with reference to financial statements of MSEB Holding Company Limited ("the Company") as at 31st March 2025 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31st March 2025, based on the internal control 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 ("the Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI").

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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.

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Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements 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 with respect to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 Standalone Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial control system with reference to financial statements.

Meaning of Internal Financial Controls with reference to financial statements

A Company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to financial statements 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 the Standalone Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the company;
- and

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(Nisha Yadav)
Partner

M. No. 135775

UDIN - 26135775ZSUMWY9084

Place: Mumbai
Date: 27-03-2026

Annexure C to the Independent Auditor's Report

Annexure referred to in paragraph 7(b)(x) under Report on Other Legal and Regulatory Requirements to the Independent Auditor's Report of even date to the members of M/s MSEB Holding Company Limited on the Standalone Ind AS financial statements for the year ended 31st March 2025:

In terms of Directions issued by the Comptroller and Auditor General of India under sub-section (5) of section 143 of the Act, and on the basis of such checks of the books of account and records of the Company, as we considered appropriate and according to the information and explanation given to us, we give a statement on the matters specified in the said Directions.

Sr. No.	Directions under section 143(5) of Companies Act 2013	Auditors Response
1.	Whether the Company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	<p>The Company has a system in place to process all the accounting transactions through IT systems, i.e. Tally. The audit trail feature was not enabled in the Tally Software as mentioned in our audit report (Refer paragraph 7(b)(ix)(f) above). Further, certain working files are maintained by the Company in MS Excel.</p> <p>The accounting transactions based on workings outside the IT system, wherever observed, the same are carried out as per procedures by the Company.</p> <p>Further, no instances of lack of integrity of accounts and no financial implications have been noted or been reported with respect to this matter.</p>
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender of the Company due to company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government Company, then this direction is also applicable for statutory auditor of lender Company).	<p>As the Company has no borrowings, reporting under the said directions is not applicable.</p>

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Sr. No.	Directions under section 143(5) of Companies Act 2013	Auditors Response
3.	Whether funds (grants/subsidy etc.) received/receivable for the specific schemes from Central/ State Government or its agencies were properly accounted for/ utilized as per its terms and conditions? List the cases of deviation.	According to information and explanations given to us, no funds (grants /subsidy etc.) are received/ receivable for the specific schemes from Central/ State Government or its agencies.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(Nisha Yadav)
Partner

M. No. 135775

UDIN - 26135775ZSUMWY9084

Place: Mumbai
Date: 27.03.2026

Annexure D to the Independent Auditor's Report

Annexure referred to in paragraph 7(b)(x) under Report on Other Legal and Regulatory Requirements to the Independent Auditor's Report of even date to the members of M/s MSEB Holding Company Limited on the Standalone Ind AS financial statements for the year ended 31st March 2025:

In terms of Sub-directions issued by the Comptroller and Auditor General of India under sub-section (5) of section 143 of the Act, and on the basis of such checks of the books of account and records of the Company, as we considered appropriate and according to the information and explanation given to us, we give a statement on the matters specified in the said Sub-directions.

Sr. No.	Sub-directions under section 143(5) of Companies Act 2013	Auditors Response
1.	Whether the Company has an effective system for recovery of Revenue as per contractual terms and the Revenue is properly accounted for in the books of accounts in compliance with the applicable Accounting Standards?	Major revenue of the Company is rental income from related parties i.e. wholly owned subsidiaries (MSPGCL, MSETCL and MSEDCL). Dues from the related parties are recovered as per the availability of surplus cash flows with the respective entity. Further, the Company has ECL model based on which provision is made by the Company on receivables. Hence, the system for recovery of revenue is not fully effective. The Company accounts for revenue i.e. rental income as per the terms of rental agreements which is in compliance with the Ind AS.
2.	Where Land Acquisition is involved in setting up new projects. report whether settlement of dues done expeditiously and in a transparent manner in all cases? The cases of deviation may please be detailed.	Not applicable, as no case relating to land acquisition.
3.	Whether Profit/Loss mentioned in Audit Report is per Profit & Loss Statements of the Company?	Amount of Profit / Loss is not required to be mentioned in the audit report. However, our qualified opinion in the Audit report has reference to the Profit as per the Statement of Profit and Loss forming part of the Standalone Ind AS Financial Statements.

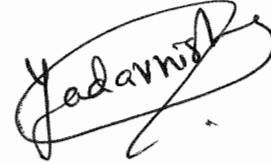
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Sr. No.	Sub-directions under section 143(5) of Companies Act 2013	Auditors Response
4.	Examine whether the provisions of the Companies Act were followed w.r.t. to reporting and disclosures of CSR Activities.	The Company has made disclosures relating to Corporate Social Responsibility as per provisions of Section 135 of the Companies Act, 2013 (Refer Note 35 of the Standalone Ind AS financial Statements).

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W



(Nisha Yadav)
Partner
M. No. 135775

Place: Mumbai
Date: 27-03-2026

UDIN - 26135775ZS0MXY9084

Part I- Balance Sheet
MSEB Holding Company Limited
(CIN:-U40100MH2005SGC153649)
Standalone Balance Sheet as at 31st March 2025

(Amount in Thousands)

	Particulars	Note No.	As at 31st March, 2025	As at 31st March, 2024
	1		2	3
	ASSETS			
(1)	Non Current Assets			
a	Property, Plant & Equipment	6	2,348,094	2,393,575
b	Capital Work in Progress	6	5,717	5,717
c	Investment Properties	7	5,789,108	6,178,298
d	Goodwill		-	-
e	Other Intangible Assets		-	-
f	Intangible Assets under Development		-	-
g	Biological Assets other than bearer plants		-	-
h	Financial Assets		-	-
	(i) Investments	8	851,788,167	850,318,159
	(ii) Trade Receivables		-	-
	(iii) Loans		-	-
	(iv) Others		-	-
i	Deferred Tax Assets (Net)	20	-	-
j	Other Non Current Assets	9	37,372,589	37,487,091
k	Non-Current Tax Assets (Net)	14	1,570,663	1,483,664
(2)	Current Assets			
a	Inventories		-	-
b	Financial Assets			
	(i) Investments		-	-
	(ii) Trade Receivables	10	4,971,688	4,527,939
	(iii) Cash & cash Equivalents	11	21,880	22,803
	(iv) Bank Balances Other than (iii) above	12	508,905	415,500
	(v) Loans		-	-
	(vi) Others	13	21,789	29,797
c	Current Tax Assets (Net)	14	89,513	87,000
d	Other Current assets	15	657	737
	Total Assets		904,488,770	902,950,280
	EQUITY AND LIABILITIES			
	EQUITY			
a	Equity Share capital	16	920,676,216	909,805,725
b	Other Equity	17	(20,424,629)	(10,083,930)
	LIABILITIES			
(1)	Non Current Liabilities			
a	Financial liabilities			
	(i) Borrowings		-	-
	(ii) Trade Payables		-	-
	(iii) Other financial Liabilities	18	570,366	-
b	Provisions	19	67,435	71,966
c	Deferred Tax Liabilities (Net)	20	-	-
d	Other Non Current Liabilities		-	-



(Amount in Thousands)

	Particulars	Note No.	As at 31st March 2025	As at 31st March 2024
(2)	Current Liabilities			
a	Financial liabilities			
	(i) Borrowings		-	-
	(ii) Trade Payables	21		
	-Total outstanding dues of Micro Enterprises and Small Enterprises		-	-
	- Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises		29,020	35,951
	(iii) Other financial Liabilities	22	474,275	18,772
b	Other Current Liabilities	23	3,062,435	3,078,688
c	Provisions	24	33,652	23,108
d	Other Current Liabilities		-	-
	Total Equity and Liabilities		904,488,770	902,950,280

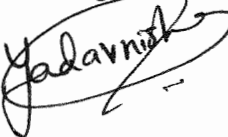
The accompanying notes form an integral part of the Ind AS financial statements.


Material Accounting Policy Information 1-5


Notes to accounts 6-53

As per our report of even date
For Mukund M Chitale & Co
Chartered Accountants
Firm Registration No.: 106655W

For and on behalf of Board of Directors of
MSEB Holding Company Limited


Nisha Yadav
(Partner)
Membership No.: 135775

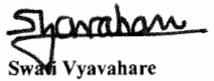

Anudeep Dighe
Director (F)(I/C)
(DIN 10042623)


Vishwas Vasant Pathak
Director
(DIN : 00093771)

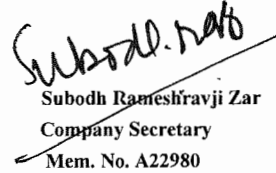

Abha Shukla
Managing Director
(DIN : 09054999)

Place : Mumbai
Date : 27.03.2026




Swati Vyavahare
Chief General Manager
(Finance) (I/C)


Yogesh Trambak Phad
Chief Financial Officer


Subodh Rameshrajji Zar
Company Secretary
Mem. No. A22980

Place : Mumbai
Date : 27.03.2026



Part II- Statement of Profit and Loss
MSEB Holding Company Limited
(CIN:-U40100MH2005SGC153649)

Standalone Statement of Profit and Loss for the year ended 31st March 2025

(Amount in Thousands)

	Particulars	Note No.	For the Year ended 31st March 2025	For the Year ended 31st March 2024
(i)	Revenue from operations	25	861,146	861,146
(ii)	Other Income	26	489,542	45,819
I	Total Income (i)+(ii)		1,350,688	906,965
	Expenses			
(i)	Cost of materials consumed		-	-
(ii)	Purchase of Stock-in-Trade		-	-
(iii)	Changes in Inventories of finished goods, Stock-in-trade and work-in-progress		-	-
(iv)	Employee Benefits Expenses	27	83,041	74,049
(v)	Finance Costs		-	-
(vi)	Depreciation and amortization expense	28	410,169	416,077
(vii)	Others expenses	29	296,392	260,661
II	Total Expenses ((i) to (vii))		789,602	750,787
III	Profit /(Loss) before exceptional items and tax (II-I)		561,086	156,178
IV	Exceptional Items	49	(30,116)	-
V	Profit /(Loss) before tax (III - IV)		530,970	156,178
VI	Tax Expenses:			
	(1) Current Tax -MAT		-	-
	(2) MAT Credit Entilement		-	-
	(3) Deferred Tax	20	-	-
	(4) Previous Year Taxes		-	-
VII	Profit /(Loss) for the year from continuing operations (V-VI)		530,970	156,178
VIII	Profit /(Loss) from discontinued operations before tax		-	-
IX	Tax Expenses of discontinued operations		-	-
X	Profit /(Loss) from discontinued operations (After tax) (VIII- IX)		-	-
XI	Profit /(Loss) for the year (VII + X)		530,970	156,178
XII	Other Comprehensive Income			
(A)	(i) Items that will not be reclassified to profit or loss - Actuarial gain/(loss) on employee defined benefits		(1,178)	(686)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	20	-	-
	Subtotal (A)		(1,178)	(686)
(B)	(i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Subtotal (B)		-	-



XIII	Other Comprehensive Income(A+B)		(1,178)	(686)
XIV	Total Comprehensive Income for the period (XI + XIII)		529,792	155,492
XVII	Earnings per equity share (for continuing and discontinued operations) Before Exception Items (Post tax)			
	Basic (Rs.)	36	0.005	0.002
	Diluted (Rs.)	36	0.005	0.002
	After Exception Items (Post tax)			
	Basic (Rs.)	36	0.006	0.002
	Diluted (Rs.)	36	0.006	0.002

The accompanying notes form an integral part of the Ind AS financial statements.

Material Accounting Policy Information 1-5

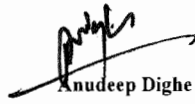
Notes to accounts 6-53

As per our report of even date
For Mukund M Chitale & Co
Chartered Accountants
Firm Registration No.: 106655W

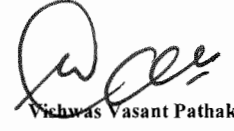
For and on behalf of Board of Directors of
MSEB Holding Company Limited



Nisha Yadav
(Partner)
Membership No.: 135775



Anudeep Dighe
Director (F)(I/C)
(DIN 10042623)



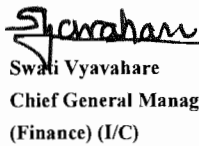
Vichwas Vasant Pathak
Director
(DIN : 00093771)



Abha Shukla
Managing Director
(DIN : 09054999)

Place : Mumbai
Date : 27-03-2026

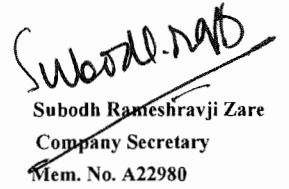




Swati Vyavahare
Chief General Manager
(Finance) (I/C)



Yogesh Trambak Phad
Chief Financial Officer



Subodh Rameshravji Zare
Company Secretary
Mem. No. A22980

Place : Mumbai
Date : 27-03-2026



MSEB Holding Company Limited
(CIN:-U40100MH2005SGC153649)

Standalone Statement of Cash Flows for the year ended 31st March 2025

(Amount in Thousands)

PARTICULARS	For the Year ended 31st March 2025		For the Year ended 31st March 2024	
A. Cash flows from operating activities				
Net profit before taxation and Exceptional Items		561,086		156,178
Adjustments for:				
Depreciation	410,169		416,077	
Interest income	(41,666)		(33,673)	
Provision for Expected Credit Loss / (Reversal)	31,813		(10,278)	
Provision for Doubtful Advances	2,680		2,000	
Profit on Sale of Property, Plant & Equipments	(3)		(62)	
Corporate Guarantee Notional Income	(443,127)		-	
Subtotal		(40,134)		374,064
Operating profit before working capital changes		520,952		530,242
Adjustments for:				
Increase/(Decrease) in Trade Payables	(6,931)		(7,627)	
Increase/(Decrease) in Long Term Provisions	(5,708)		9,289	
Increase/(Decrease) in Other Current Liabilities	(16,254)		19,747	
Increase/(Decrease) in Other Current Financial Liabilities	(1,011)		(2,929)	
Increase/(Decrease) in Short Term Provisions	10,544		32,568	
(Increase)/Decrease in Other Non Current Assets	38,711		(40,320)	
(Increase)/Decrease in Other Current assets	80		(533)	
(Increase)/Decrease in Trade Receivables	(475,563)	(456,132)	137,239	147,434
Cash generated from operations		64,820		677,676
Less: Taxes paid (net of refunds)		(89,513)		(86,999)
Cash flow before Exceptional item		(24,693)		590,677
Add/ Less: Exceptional items		(30,116)		-
Net cash from operating activities (A)		(54,809)		590,677
B. Cash flows from investing activities				
Purchase of Property, Plant and Equipments, Investment Property (including Capital Work in Progress)	(5,775)		(89,300)	
Sale of Property, Plant and Equipments	30,281		116	
Purchase of Non Current Investments	-		(17,632,191)	
Purchase/(Maturity) of Fixed Deposits	(20,294)		(281,201)	
Interest received	49,674		11,511	
Net cash flow from investing activities (B)		53,886		(17,991,065)
C. Cash flows from financing activities				
Proceeds from issuance of Share Application Money Pending allotment	-		9,959,081	
Proceeds from issuance of Shares	-		7,463,110	
Net cash flow from financing activities (C)		-		17,422,191
Net increase/(decrease) in cash and cash equivalents (A+B+C)		(923)		21,803
Cash and cash equivalents at beginning of period		22,803		1,000
Cash and cash equivalents at end of period		21,880		22,803



Foot Note:

- 1) Cash flow from operating activities is prepared under Indirect Method as prescribed in IND AS7- Cash Flow Statements
- 2) Cash & Cash Equivalents included in the Financial Statements comprise the following:

Cash & Cash Equivalents	As at 31st March 2025	As at 31st March 2024
Balance in Current accounts	925	661
Balance in Fixed Deposits (maturity less than 3 months)	20,955	22,142
Total	21,880	22,803

The accompanying notes form an integral part of the Ind AS financial statements.

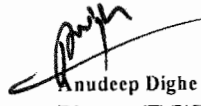
Material Accounting Policy Information 1-5
Notes to accounts 6-53

As per our report of even date
For Mukund M Chitale & Co
Chartered Accountants
Firm Registration No.: 106655W


For and on behalf of Board of Directors of
MSEB Holding Company Limited




Nisha Yadav
(Partner)
Membership No.: 135775



Anudeep Dighe
Director (F)(I/C)
(DIN 10042623)

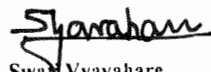


Nishwas Vasant Pathak
Director
(DIN : 00093771)

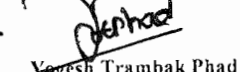


Abha Shukla
Managing Director
(DIN : 09054999)

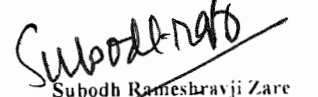
Place : Mumbai
Date : 27.03.2026



Swan Vyavahare
Chief General Manager
(Finance) (I/C)



Yogesh Trambak Phad
Chief Financial Officer



Subodh Rameshrajji Zare
Company Secretary
Mem. No. A22980

Place : Mumbai
Date : 27.03.2026



Part I- Balance Sheet
(CIN:-U40100MH2005SGC153649)
Standalone Statement of changes in Equity for the year ended 31st March 2025

A. Equity Share Capital		(Amount in Thousands)
Particulars	Note	Amount
As at 31st March 2023		902,342,615
Issue of share capital		7,463,110
As at 31st March 2024	16	909,805,725
Issue of share capital		10,870,491
As at 31st March 2025		920,676,216

B: Other Equity		(Amount in Thousands)		
As at 31st March 2025				
Particulars	Share application money pending allotment	Reserves and Surplus		Total
		Retained Earnings	Other reserves (Other Comprehensive Income)	
Balance as on 1st April 2024	10,870,491	(20,956,283)	1,862	(10,083,930)
Profit for the year	-	530,970	-	530,970
Other Comprehensive Expenditure for the year	-	-	(1,178)	(1,178)
Shares issued during the year	(10,870,491)	-	-	(10,870,491)
Balance as on 31st March 2025	-	(20,425,313)	684	(20,424,629)

As at 31st March 2024		(Amount in Thousands)		
Particulars	Share application money pending allotment	Reserves and Surplus		Total
		Retained Earnings	Other reserves (Other Comprehensive Income)	
Balance as on 1st April 2023	911,410	(21,112,461)	2,548	(20,198,503)
Profit for the year	-	156,178	-	156,178
Other Comprehensive Expenditure for the year	-	-	(686)	(686)
Share Application Money received during the year	17,422,191	-	-	17,422,191
Shares issued during the year	(7,463,110)	-	-	(7,463,110)
Balance as on 31st March 2024	10,870,491	(20,956,283)	1,862	(10,083,930)

The accompanying notes form an integral part of the Ind AS financial statements.

Material Accounting Policy Information


1-5

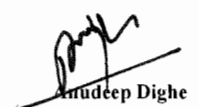
Notes to accounts


6-53

As per our report of even date
For Mukund M Chitale & Co
Chartered Accountants
Firm Registration No.: 106655W

For and on behalf of Board of Directors of
MSEB Holding Company Limited


Nisha Yadav
(Partner)
Membership No.: 135775

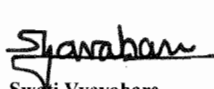

Anudeep Dighe
Director (F)(I/C)
(DIN 10042623)


Vishwas Vasant Pathak
Director
(DIN : 00093771)

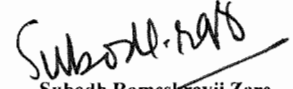

Abha Shukla
Managing Director
(DIN : 09054999)

Place : Mumbai
Date : 27.03.2026




Swati Vyavahare
Chief General Manager
(Finance) (I/C)


Yogesh Trambak Phad
Chief Financial Officer


Subodh Rameshrajvi Zare
Company Secretary
Mem. No. A22980

Place : Mumbai
Date : 27.03.2026



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 1: Corporate information:

MSEB Holding Company Limited (CIN:-U40100MH2005SGC153649)

MSEB Holding Company Limited ('MSEBHCL' or 'the Company') was incorporated w.e.f. 31st May 2005 consequent upon the decision of the Government of Maharashtra (GOM) for reorganization of Maharashtra State Electricity Board (MSEB Board), pursuant to Chapter XIII of Electricity Act 2003. The Company started its operation from 6th June 2005 in accordance with the "Provisional Transfer Scheme" of the Government of Maharashtra. The "Provisional Transfer Scheme" was a scheme under which all three subsidiary Companies and the Company came into existence from the erstwhile MSEB Board. The said scheme has been finalised and the Financial Restructuring Plan (FRP) has been approved by the GOM on 31st March 2016 and has been notified vide GR No. Reform2010/Pr.Ka.117/Urja-3. The scheme has been implemented during the F.Y. 2015-16 with retrospective effect from 05th June 2005.

During the year 2023-24, a Wholly-Owned Subsidiary – MSEB Solar Agro Power Limited was incorporated by the Company. The Company has now 4 Wholly-Owned Subsidiaries Companies viz. Maharashtra State Power Generation Co. Ltd. (MSPGCL), Maharashtra State Electricity Transmission Co. Limited (MSETCL), Maharashtra State Electricity Distribution Co. Limited (MSEDCL) and MSEB Solar Agro Power Limited (MSAPL).

Note 2: Basis of preparation:

The Ind AS financial statements have been prepared to comply, in all material aspects, in accordance with the Indian Accounting Standards (herein after referred to as 'IND AS') notified under Section 133 of the Companies Act, 2013 (the Act) [the Companies (Indian Accounting Standards) Rules, 2015] and the other relevant provisions of the Act.

The preparation of the Ind AS financial statements requires management to make estimates and assumptions. Actual results could vary from these estimates. The revision in accounting estimates is recognised in the year in which the estimate is revised if the revision affects only that year or in the year of the revision and future years, if the revision affects both current and future years (Refer Note No. 4 on significant accounting judgements, estimates and assumption).

The Ind AS financial statements have been prepared on a historical cost basis except for certain financial assets and financial liabilities measured at fair value (refer accounting policy regarding financial instruments) at the end of each reporting period, as explained in the accounting policies below.

The financial statements are presented in Indian Rupees ('INR') which is the Company's functional currency, and all values are rounded off to the nearest Thousands (INR 000), except when otherwise indicated.

Note 3: Current and Non-Current classification:

The Company presents assets and liabilities in the Balance Sheet based on current/non-current classification. An asset is current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle,
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after reporting period. Or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

A liability is current when:

- It is expected to be settled in normal operating cycle.
- It is held primarily for the purpose of trading.
- It is due to be settled within twelve months after the reporting period. or
- There is no unconditional right to defer the settlement of the liability for at twelve months after the reporting period. Terms of liability that could, at the option of the counterparty, result in its settlement by issue of equity instrument do not effect its classification.

All other liabilities are classified as non-current.

Deferred tax assets/liabilities are classified as non-current on net basis.

Note 4: Significant accounting judgements, estimates and assumptions:

The preparation of the Company's Ind AS financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company bases its assumptions and estimates on parameters available when the Ind AS financial statements are prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur. Revisions to the accounting estimates are recognized prospectively in the Statement of Profit and Loss in the period in which the estimates are revised and in the future periods affected and if material, their effects are disclosed in Notes to the Ind AS financial statements.

Information about significant areas of estimates and judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as below:

- Estimates of useful lives and residual value of Property, Plant and Equipment and intangible assets;
- Fair value measurements of financial instruments;
- Impairment of non-financial assets including measurement of recoverable amount of assets / cash generating units;
- Measurement of Defined Benefit Obligation, key actuarial assumptions;
- Provisions and Contingencies;
- Evaluation of recoverability of deferred tax assets;
- Revenue recognition

Note 5.1: Material Accounting Policy Information:

1. Property, Plant and Equipment (PPE):

Property, Plant and Equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long term construction projects if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced in intervals, the Company recognises



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

such parts as separates component of assets with specific useful lives and provides depreciation over their useful life. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the items can be measured reliably. The carrying amount of the replaced part is derecognised. All other repair and maintenance costs are recognised in Statement of profit and loss, when expenses are incurred.

Capital work in progress includes cost of property, plant and equipment under installation/under development as at the Balance Sheet date.

Gains and losses arising from retirement or disposal of property, plant and equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss on the date of retirement or disposal.

When the use of a property changes from Owner-Occupied to Investment property, the property is reclassified as Investment Property at its carrying amount on the date of reclassification.

2. Depreciation

Assets are depreciated to the residual values on a straight-line basis over the estimated useful lives as per the rates derived by management, which in management's opinion reflect the estimated useful lives of assets as specified in Schedule II to the Act. Estimated useful lives of the assets are as follows:

Nature of Assets	Years
Leasehold Land	01 to 90
Buildings	01 to 60
Plant & Equipment	01 to 15
Furniture & Fixtures	01 to 10
Vehicles	01 to 08
Computers	01 to 03

Depreciation is charged on additions / disposals on pro-rata basis i.e. the date on which asset is ready for use including the date of addition / disposals.

Freehold land is not depreciated.

Assets individually costing Rupees five thousand or less are fully depreciated in the year of acquisition.

The assets' residual values and useful lives are reviewed at each financial year end or whenever there are indicators for review and are adjusted prospectively.

Leased Assets

Buildings constructed on leasehold land are depreciated based on the useful life specified in Schedule II to the Companies Act, 2013, where the lease period of land is beyond the life of the building. In other case, buildings constructed on leasehold lands are amortised over the primary period of lease of the lands.

3. Investment properties:

Investment properties comprise portions of freehold land and office buildings that are held for long-term rentals yields and/or for capital appreciation. Investment properties are initially recognised at cost.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Subsequently investment property comprising of building is carried at cost less accumulated depreciation and accumulated impairment losses, if any.

The cost includes the cost of replacing parts and borrowing costs for long term construction projects if the recognition criteria are met. When significant parts of the investment property are required to be replaced at intervals, the Company depreciates them separately based on their useful lives. All other repair and maintenance costs are recognised in profit and loss as incurred.

Depreciation on building is provided over the estimated useful lives as specified in schedule II of the Companies Act, 2013. The residual values, useful lives and depreciation method of investment properties are reviewed, and adjusted on prospective basis as appropriate, at each financial year end. The effects of any revision are included in the Statement of Profit and Loss when the change arises.

The Company measures investment property using cost-based measurement and considered the same amount as the fair value of all the investment properties for the disclosure requirements.

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal.

The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the Statement of Profit and Loss in the period of de-recognition.

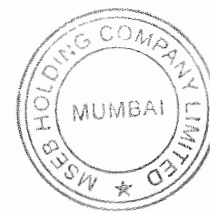
4. Intangible assets:

Identifiable intangible assets are recognised when the Company controls the asset, it is probable that future economic benefits attributed to the asset will flow to the Company and the cost of the asset can be reliably measured.

At initial recognition, the intangible assets are recognised at cost. The cost of intangible assets that are acquired in a business combination is recognised at its fair value as at the date of acquisition. Following initial recognition, the intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.

Amortisation is recognised in Statement of Profit and Loss on a straight-line basis over the estimated useful lives of intangible assets from the date they are available for use. The amortisation period and the amortisation method for an intangible asset is reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the intangible asset is accounted by changing the amortisation period or method, as appropriate, and are treated as changes in accounting estimates.

- a) Software – Software is capitalised at the amounts paid to acquire the respective license for use and is amortised over the period of license, generally not exceeding three years.
- b) Licenses – Acquired licenses are initially recognised at cost. Subsequently, licenses are measured at cost less accumulated amortisation and accumulated impairment loss, if any. Amortisation is recognised in Statement of Profit and Loss on a straight-line basis over the unexpired period of the license and is disclosed under ‘depreciation and amortisation’. The amortisation period relating to licenses acquired in a business combination is determined primarily by reference to the unexpired license period.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

- c) Other acquired intangible assets – Other intangible assets are initially recognised at cost. Other intangible assets acquired in business combinations are amortised over the estimated useful lives from the date they are available for use.

Intangible assets that have an indefinite useful life and intangible assets not yet put to use are not subject to amortisation and are tested annually for impairment.

Assets that are subject to depreciation and amortisation are reviewed for impairment, whenever events or changes in circumstances include, though are not limited to, significant or sustained decline in revenues or earnings and material adverse changes in the economic environment.

5. Impairment of non-financial assets:

At each Balance Sheet date, the Company assesses whether there is an indication that an asset may be impaired and also whether there is an indication of reversal of impairment loss recognised in the previous periods. If any indication exists, or when annual impairment testing for an asset is required, if any, the Company determines the recoverable amount and impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount.

Recoverable amount is determined at the higher of the fair value less cost to sell and the value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

Impairments losses of continuing operations, including impairment on inventories, are recognised in profit and loss section of the Statement of Profit and Loss, except for properties previously re-valued with the revaluation taken to Other Comprehensive Income ('OCI'). For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation.

6. Cash and cash equivalents:

Cash and cash equivalents comprise cash at bank and on hand and short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in value. Outstanding bank overdrafts are shown within the borrowings in current liabilities in the statement of financial position when such overdrafts are repayable on demand and which are considered an integral part of the Company's cash management.

Highly liquid fixed deposits with original maturity of three months or less from the date of acquisition are generally considered part of cash and cash equivalents.

7. Revenue Recognition:

Revenue from contracts with customers is recognised upon providing of services to the customers for an amount that reflects the consideration which the Company expects to receive, excluding discounts, rebates, and GST and other taxes as applicable for the time being in force. The Company assesses its revenue arrangements against specific criteria i.e. whether it has exposure to the significant risks and rewards associated with the sale of goods or rendering of services, in order to determine if it is acting as a principal or as an agent.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

a. Interest income –

For all the financial instruments measured at amortised cost and interest-bearing financial assets, classified as financial assets at fair value through profit or loss, interest income is recognised using the effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. Interest income is included in 'Other income' in the Statement of Profit and Loss.

b. Dividend income –

Dividend income is recognised when the Company's right to receive the payment is established.

c. Lease Income –

Lease agreements where the risks and rewards incidental to the ownership of an asset substantially vest with the Company are recognised as operating lease. Lease rentals are recognised on straight line basis as per the terms of the lease agreements in the Statement of Profit and Loss.

8. Prior period Items

Prior Period Items includes items of income or expenses which arise in the current period as a result of error or omission in the preparation of Ind AS financial statements of one or more prior years.

Material errors are separately accounted for either by –

- Restating the comparative amounts for the prior period(s) in which the error occurred, or
- When the error occurred before the earliest prior period(s) presented, restating the opening balances of assets, liabilities and equity for that period, so that the financial statements are presented as if the error had never occurred.

Only where it is impracticable to determine the cumulative effect of an error on prior periods, then such effect is corrected prospectively from the earliest date practicable.

9. Employee benefits:

The Company's post-employment benefits include defined benefit plan and defined contribution plan. The Company also provides other benefits in the form of deferred compensation and compensated absences.

Defined Benefit Plan

Gratuity

Under the defined benefit retirement plan, the Company provides retirement obligation in the form of Gratuity. Under the plan, a lump sum payment is made to eligible employees at retirement or termination of employment based on respective employee salary and years of experience with the Company.

For defined benefit retirement plans, the difference between the fair value of the plan assets and the present value of the plan liabilities is recognised as an asset or liability in the Balance Sheet. Liabilities are determined by actuarial valuation, performed by an independent actuary, at each Balance Sheet date using the projected unit credit method. Plan assets are assets that are held by a long-term employee benefit fund or qualifying insurance policies.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

All the expenses excluding re-measurements of the net defined benefits liability (asset), in respect of defined benefit plan are recognised in the Statement of Profit and Loss as incurred. Re-measurements, comprising actuarial gains and losses and the return on the plan assets (excluding amounts included in net interest on the net defined benefit liability (asset)), are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income in the period in which they occur. Re-measurements are not reclassified to profit and loss in subsequent periods.

Compensated Absence

The expected cost of accumulated compensated absences is determined by actuarial valuation performed by an independent actuary at each Balance Sheet date using projected unit credit method on the additional amount expected to be paid/availed as a result of the unused entitlement that has accumulated at the Balance Sheet date. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in Statement of Profit and Loss.

Defined Contribution Plan

The Company's contribution to defined contribution plans (i.e. Contribution to Provident Fund administered by the Subsidiary Companies) is recognised in Statement of Profit and Loss as they fall due. The Company has no further obligations under these plans beyond its periodic contributions.

The amount charged to the Statement of Profit and Loss in respect of these plans is included within operating costs.

10. Borrowing costs:

Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs directly attributable to the acquisition,

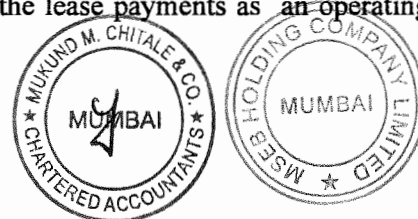
construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective assets. All other borrowing costs are expensed in the period in which they occur.

11. Leases:

The Company's lease asset classes primarily consist of leases for Land and Buildings and Plant & Machinery. The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

Company as a Lessee:

At the date of commencement of the lease, the Company recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and leases of low value assets. For these short-term leases and leases of low value assets, the Company recognises the lease payments as an operating



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

expense on a straight-line basis over the term of the lease. The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently re-measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made. A lease liability is re-measured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The re-measurement normally also adjusts the leased assets. Lease liability and ROU asset are separately disclosed in the Balance Sheet and lease payments are classified as Cash Flows from financing activities.

12. Earnings per share:

The Company's earnings per share (EPS) are determined based on the net profit attributable to the shareholders of the Company. Basic earnings per share is computed using the weighted average number of shares outstanding during the year.

Diluted earnings per share is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year including share options, except where the effect would be anti-dilutive.

13. Taxes on Income:

a. Current income tax

The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, by the end of reporting period. Income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The Company periodically evaluates positions taken in the tax returns with respect to which applicable tax regulations are subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

b. Deferred tax

Deferred tax liability/Asset is recognised on temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax liabilities are recognised for all taxable temporary difference.

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current incomes tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

14. Provisions, Contingent Liabilities, Contingent Assets and Commitments:

- a. **Provisions** – Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the Statement of Profit and Loss net of any reimbursements.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

- b. **Contingent liabilities** – Contingent liabilities are possible obligations arising from past events and whose existence will only be confirmed by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company, or present obligations where it is not probable that an outflow of resources will be required

to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability. Contingent liabilities are not recognized in the Ind AS financial statements but information on contingent liabilities is disclosed in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits is remote.

Contingent Liabilities are assessed continually to determine whether an outflow of resources embodying economic benefits has become probable.

Contingent liabilities are recognised at their fair value, only if they were assumed as part of a business combination.

- c. **Contingent assets** - Contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognised but reviewed at each Balance Sheet date and disclosure is made in the notes where inflow of economic benefit is probable. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, and is recognised as an asset.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

15. Fair value measurement:

The Company measures financial instruments such as derivatives and certain investments, at fair value at each Balance Sheet date.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability. or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

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

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the Balance Sheet on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

16. Financial Instruments:

(i) Financial assets:

Initial recognition and measurement:

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are measured at fair values on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are added to/deducted from the fair value on initial recognition. Transaction costs related to the acquisition of financial assets and financial liabilities, that are fair value through profit or loss, are recognized in Statement of Profit and Loss.

Subsequent measurement

For purpose of subsequent measurement financial assets are classified into two broad categories:

- Financial assets at fair value
- Financial assets at amortised cost

Where assets are measured at fair value, gains and losses are either recognised entirely in the Statement of Profit and Loss (i.e. fair value through profit & loss) or recognised in other comprehensive income (i.e. fair value through other comprehensive income).

Amortised Cost

A financial asset that meets the following two conditions is measured at amortised cost (net of any write down for impairment) unless the asset is designated at fair value through profit or loss under the fair value option.

- **Business model test:** The objective of the Company's business model is to hold the financial asset to collect the contractual cash flows (rather than to sell the instrument prior to its contractual maturity to realise its fair value changes).
- **Cash flow characteristic test:** 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 principal amount outstanding.

Fair Value through Other Comprehensive Income

A financial asset that meets the following two conditions is measured at fair value through other comprehensive income unless the asset is designated at fair value through profit or loss under the fair value option.

- **Business model test:** The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.
- **Cash flow characteristic test:** 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 principal amount outstanding.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Fair Value through Profit or Loss

Even if an instrument meets the two requirements to be measured at amortised cost or fair value through other comprehensive income, a financial asset is measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency (sometimes referred to as an 'accounting mismatch') that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

All other financial assets are measured at fair value through profit or loss.

Investment in associates, joint venture and subsidiaries

The Company recognise its investments in Subsidiaries, Associates and Joint Ventures at cost less accumulated impairment, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in Subsidiaries, Joint Ventures, and Associates, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of profit and loss.

Other Equity investments

All equity investments other than investments in subsidiaries, associates and joint venture are measured at fair value in the Balance Sheet, with value changes recognised in the Statement of Profit and Loss, except for those equity investments for which the Company has elected to present value changes in 'Other Comprehensive Income'.

If an equity investment is not held for trading, an irrevocable election is made at initial recognition to measure it at fair value through other comprehensive income with only dividend income recognised in the Statement of Profit and Loss.

De-recognition

A financial asset (or where applicable, a part of a financial asset or part of group of similar financial assets) is primarily derecognised (i.e. removed from the Company's statement of financial position) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows 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.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In case, the Company also recognises an associated liability, the transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

Impairment of financial assets

The Company assesses impairment based on expected credit losses (ECL) model to the following:

- Financial assets measured at amortised cost;
- Financial assets measured at fair value through other comprehensive income (FVTOCI)

Expected credit losses are measured through a loss allowance at an amount equal to:

- the 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables or contract revenue receivables; and
- All lease receivables

Under the simplified approach, the Company recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The Company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historically observed default rates are updated and changes in the forward-looking estimates are analysed.

For recognition of impairment loss on other financial assets, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-months ECL is used to provide for impairment loss. However, if credit risk has increased significantly lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant

increase in credit risk since initial recognition, then Company reverts to recognising impairment loss allowance based on 12-months ECL.

For assessing increase credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

Expected credit loss has been provided on the Trade Receivables against rentals from property on the basis of the following slabs to arrive at the time value

No of Days	ECL
0-90 Days	1%
91-180 Days	3.25%
181 Days & above	6.5%



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

(ii) Financial Liabilities:

Financial liabilities are subsequently carried at amortised cost using the effective interest method. For trade and other payable, maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

De-recognition

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

(iii) Financial guarantee contracts:

Financial guarantee contracts issued by the Company are those contracts that require specified payments to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability

is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount initially recognised less cumulative amount of income recognised.

Where guarantees in relation to loans or other payables of subsidiaries and other related parties are provided for no compensation, the fair values are accounted for under as contributions and recognised as fees receivable under "other financial assets" or as a part of the cost of the investment, depending on the contractual terms.

(iv) Offsetting of financial instruments:

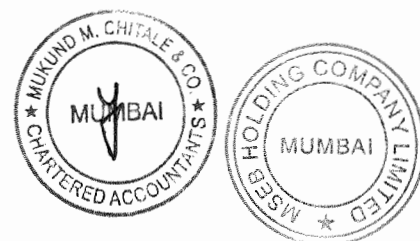
Financial assets and financial liabilities are offset, and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

17. Statement of Cash flows

Cash flows from operating activities is reported in accordance with the indirect method prescribed in Indian Accounting Standard (Ind AS) 7 on 'Statement of Cash Flow'. For the purpose of the Statement of Cash Flows, cash and cash equivalent, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

Note 5.2 Recent pronouncements

The Ministry of Corporate Affairs (MCA), govt. of India notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended 31st March, 2025, MCA has notified Ind AS – 117 Insurance Contracts and amendments to Ind AS 116 – Leases, relating to sale and leaseback transactions. The Company has reviewed the new pronouncements and based on its evaluation has determined that it does not have any significant impact in its financial statements.



Note 6
PROPERTY, PLANT AND EQUIPMENT

(Amount in Thousands)

Particulars	Right-of-use (Leasehold)	Freehold Land	Plant & Machinery	Vehicles	Furniture & Fixtures	Computers	Total	Capital Work in Progress
Year ended 31st March 2024								
Gross Carrying Amount								
Cost as at 1st April 2023	2,045,934	708,880	285,865	11,316	137,420	6,668	3,196,083	74,394
Additions	-	-	34,496	3,865	981	399	39,741	70,939
Adjustments	-	-	-	-	-	-	-	-
Disposal/Transfers	-	-	-	1,079	-	-	1,079	139,616
Closing Gross Carrying Amount	2,045,934	708,880	320,361	14,102	138,401	7,067	3,234,745	5,717
Accumulated Depreciation and Impairment								
Opening Accumulated Depreciation	531,274	-	125,151	9,778	120,787	5,131	792,121	-
Depreciation Charge during the year	32,935	-	12,985	634	2,751	769	50,074	-
Adjustments	-	-	-	-	-	-	-	-
Disposal/Transfers	-	-	-	1,025	-	-	1,025	-
Closing Accumulated Depreciation and Impairment	564,209	-	138,136	9,387	123,538	5,900	841,170	-
Net Carrying Amount as at 31st March 2024	1,481,725	708,880	182,225	4,715	14,863	1,167	2,393,575	5,717
Year ended 31st March 2025								
Gross Carrying Amount								
Opening Gross Carrying Amount	2,045,934	708,880	320,361	14,102	138,401	7,067	3,234,745	5,717
Additions	-	-	4,771	-	1,004	-	5,775	-
Adjustments	-	-	-	-	-	-	-	-
Disposal/Transfers	-	-	-	3,634	-	-	3,634	-
Closing Gross Carrying Amount	2,045,934	708,880	325,132	10,468	139,405	7,067	3,236,886	5,717
Accumulated Depreciation and Impairment								
Opening Accumulated Depreciation	564,209	-	138,136	9,387	123,538	5,900	841,170	-
Depreciation Charge during the year	32,937	-	14,575	748	2,359	476	51,095	-
Adjustments	-	-	-	-	-	-	-	-
Disposal/Transfers	-	-	-	3,473	-	-	3,473	-
Closing Accumulated Depreciation and Impairment	597,146	-	152,711	6,662	125,897	6,376	888,792	-
Net Carrying Amount as at 31st March 2025	1,448,788	708,880	172,421	3,806	13,508	691	2,349,094	5,717



Note 7

INVESTMENT PROPERTY

(Amount in Thousands)

Particulars	Freehold Buildings
Cost	
Cost as at 1st April 2023	11,815,293
Additions	118,237
Adjustments	-
Disposal/Transfers	-
As at 31st March 2024	11,933,530
Additions	
Adjustments	-
Disposal/Transfers	194,140
As at 31st March 2025	11,739,390
Accumulated Depreciation	
As at 1st April 2023	5,389,229
Depreciation Charge during the year	366,003
Adjustments	-
Disposal/Transfers	-
As at 31st March 2024	5,755,232
Depreciation Charge during the year	359,074
Adjustments	-
Disposal/Transfers	164,024
As at 31st March 2025	5,950,282
Net Book Value	
As at 31st March 2024	6,178,298
As at 31st March 2025	5,789,108
Fair Value	
As at 31st March 2024	6,178,298
As at 31st March 2025	5,789,108
Particulars	For the Year ended 31st March 2025
Rental Income derived from investment properties	861,146
Direct operating expenses (including repairs and maintenance) generating rental income	68,514
Profit arising from investment properties	792,632



Notes to Property, Plant and Equipment, ROU and Investment Properties

7.1) On transition to Ind AS, MSEBHCL has opted to continue with the carrying value of all Property, Plant and Equipment and Investment Property recognised as at 1st April 2015 measured as per previous Generally Accepted Accounting Principles (GAAP) specified in Companies (Accounting Standards) Rules 2006 notified by the Central Government and other provisions of the Companies Act, 2013 and use that carrying value as the deemed cost of the property, plant and equipment and Investment Property.

7.2) The Property, Plant and Equipments and Investment Properties appearing in the books of the Company have been transferred from erstwhile MSEB as per the FRP but has not yet been transferred in the name of MSEBHCL. However the same are considered to be owned by the Company. Depreciation for the year, has been calculated and charged to Statement of Profit and Loss on the basis of nomenclature of overall Gross Block for each type of asset available with the company.

7.3) The exact date of asset put to use could not be obtained from erstwhile MSEB/GOM, instead the year in which the asset has been put to use has been made available. The depreciation for the first year has been calculated as if the asset has been put to use on 1st April of the relevant financial year.

7.4) On Finalisation of FRP the value of Assets was increased by Rs. 1,39,67,512 (Thousands) and Equity had been issued to the GOM against the same. The respective assets have been valued according to the valuation received from GOM and depreciation on the same has been calculated based on the remaining useful life of the assets.

7.5) Physical Verification of Assets had been conducted by the Management during the financial year 2010-11. The Company has also compiled Fixed Asset Register from the date of restructuring i.e. 06th June 2005 till the end of current financial year. All records relating to opening balances as appearing in the Fixed Asset Register to the extent received from erstwhile MSEB had been reconciled at the time of physical verification. The asset wise details of cost of assets, its valuation as on 05th June 2005 and written down values as per the fixed asset register have also been reconciled with the opening balances incorporated in Accounts.

7.6) Sale deed specifying the cost of Land and Building at Dharavi purchased by erstwhile MSEB in May, 1981 is yet to be registered. However, the Land and Building is in the possession of MSEBHCL and as per the BMC directives, interest @ 14% on balance amount of sale consideration Rs. 9,041 Thousands towards cost of Dharavi Building being paid on monthly basis. The interest paid of Rs. 1,266 Thousands (P.Y. 1,266 Thousands) have been shown under note no. 29 - Other expenses. The matter is sub-judice at Bomabay High Court and shown as contingent liabilities at Sr. no. 1 of note no. 30.5 - Contingent liabilities.



7.7) Title deeds of Immovable Property not in the name of the Company

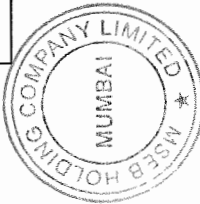
LAND :

Description of item of Property	Gross Carrying Value (in '000)		Title Deeds held in the name of	Whether Title deed holder is a promoter/ director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the Company
	31st March 2025	31st March 2024				
Freehold Land						
Chunnabhatti 72 Flats Colony Quarters	378,001	378,001	Maharashtra State Electricity Board	No	5th June 2005	Freehold land acquired consequent to the "Provisional Transfer Scheme" of Govt of Maharashtra implemented on 31st March 2016 with retrospective effect from 5th June 2005 vide GR No. Reform 2010/Pr/Ka.117/Urja-3.
Santacruz P-68, 69; Vile Parle P-78, 79 Colony Qtrs	330,879	330,879	Maharashtra State Electricity Board	No	5th June 2005	
Total	708,880	708,880				
Lease Hold Land						
Prakashgad bldg, P.G-9 Admin off Bldg - HO	845,285	845,285	MHADA	No	5th June 2005	Consequent to the "Provisional Transfer Scheme" of Govt of Maharashtra implemented on 31st March 2016 with retrospective effect from 5th June 2005 vide GR No. Reform2010/Pr/Ka.117/Urja-3.
Kurla Complex C-19	1,072,115	1,072,115	MMRDA	No	5th June 2005	
Plot P-116 & Plot No P-118 at Mhape	2,998	2,998	Maharashtra State Electricity Board	No	5th June 2005	
Kurla Complex P_R-10 Colony Quarters	125,536	125,536	MMRDA	No	5th June 2005	
Total	2,045,934	2,045,934				



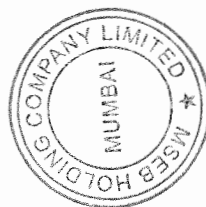
7.8) Title deeds of Immovable Property not in the name of the Company
7.8.1) BUILDINGS

Description of item of Property	Gross Carrying Value (in '000)		Title Deeds held in the name of	Whether Title deed holder is a promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the Company
	31st March 2025	31st March 2024				
PrakashGad Bldg , Bandra (E) - HO MSEBHCL	280,570	280,570	Maharashtra State Electricity Board	No	5th June 2005	
Prakash Ganga Bldg, Bandra - Kuria Complex - HO MSEBHCL	159,162	159,162	Maharashtra State Electricity Board	No	5th June 2005	
Estrella Batteries Bldg, Dharavi Adm Off Bldg - HO MSEBHCL	450,630	450,630	Maharashtra State Electricity Board	No	5th June 2005	
Saudamini HajiAli (Total 21 flats) - Refer Note 7.8.1 below)	-	194,140	Maharashtra State Electricity Board	No	5th June 2005	
Bandra Reclamation, Bldg - 3,4& 19 Colony Quarters each of 28 flats	796,035	796,035	Maharashtra State Electricity Board	No	5th June 2005	
Bandra Kuria Complex P R-10 Colony Quarters	118,046	118,046	Maharashtra State Electricity Board	No	5th June 2005	
Santacruz P-68, 69, Vile Parle P-78, 79 Colony Qtrs (Total 36 flats)	36,509	36,509	Maharashtra State Electricity Board	No	5th June 2005	Consequent to the "Provisional Transfer Scheme" of Govt of Maharashtra implemented on 31st March 2016 with retrospective effect from 5th June 2005 vide GR No. Reform2010/Pr/Ka.117/Urja-3.
Borivali National Park S-148 of Magathane, S-428 of Poiser	8,736,983	8,736,983	Maharashtra State Electricity Board	No	5th June 2005	
Vaidya Nagar 60 Flats from MHADA colony Quarters	208,251	208,251	Maharashtra State Electricity Board	No	5th June 2005	



ChunnaBhatti 72 Flats Colony Quarters	51,924	51,924	Maharashtra State Electricity Board	No	5th June 2005
Anik Colony Quarters	422,273	422,273	Maharashtra State Electricity Board	No	5th June 2005
Swastik Mill Compound Colony Quarters (Total 52 Flats)	445,710	445,710	Maharashtra State Electricity Board	No	5th June 2005
Guest House Delhi (Total 4 flats)	33,125	33,125	Maharashtra State Electricity Board	No	5th June 2005
Dharavi - Stores	63	63	Maharashtra State Electricity Board	No	5th June 2005
Total	11,739,281	11,933,421			

Note 7.8.1.1 - The flats at Saudamini Haji Ali has been demolished by the Company for the purpose of reconstruction. Refer Note 30.b of the financial statements for further details.



7.8.2) LEASE AGREEMENTS NOT RENEWED

Description of item of Property	Title Deeds held in the name of	Whether Title deed holder is a promoter/director or employee of promoter/ director	Lease agreement non renewal
Kalachowki - Stores	Mumbai Port Trust	No	On Rent from Mumbai Port Trust
Dadar - Guesh House	Gurusingh Sabha	No	Under dispute
HSBC - Corp Office	HSBC Bank	No	Under dispute

7.9) Capital work-in-progress (CWIP) Ageing schedule as on 31st March, 2025

(Amount in Thousands)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	-	2,037	3,679	-	5,717
Projects temporarily suspended	-	-	-	-	-

Capital work-in-progress (CWIP) Ageing schedule as on 31st March, 2024

(Amount in Thousands)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in Progress	2,037	3,679	-	-	5,717
Projects temporarily suspended	-	-	-	-	-

CWIP where completion is overdue or has exceeded its cost compared to its original plan is Nil (Previous year Nil).

7.10) There have been no proceedings initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

7.11) The Company has not revalued its property, plant and equipment and right-of-use assets during the current or previous year. Assets are recorded at cost. No intangible assets are owned by the Company.

7.12) The Company has considered the gross carrying value as on reporting date of the Investment Properties to be the fair value of the Investment properties for the purpose of disclosure under Ind AS-40 "Investment Property".



Note: 8

NON-CURRENT INVESTMENTS

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Investment in Equity Instruments measured at Cost		
-Subsidiary Companies (Unquoted)		
1.	500	500
a) Maharashtra State Power Generation Co. Ltd. (MSPGCL) 50,000 Equity shares of Rs.10/- each. (P.Y. 50,000 Equity shares of Rs. 10/- each)		
b) Maharashtra State Power Generation Co. Ltd. * 26,304,136,326 Equity shares of Rs. 10/- each (P.Y 26,115,347,226 Equity shares of Rs. 10/- each)	263,191,339	261,153,472
2.	500	500
a) Maharashtra State Electricity Transmission Co. Ltd. (MSETCL) 50,000 Equity shares of Rs.10/- each. (P.Y. 50,000 Equity shares of Rs. 10/- each)		
b) Maharashtra State Electricity Transmission Co. Ltd. 8,984,924,733 Equity shares of Rs. 10/- each (P.Y 8,984,924,733 Equity shares of Rs. 10/- each)	89,849,247	89,849,247
3.	500	500
a) Maharashtra State Electricity Distribution Co. Ltd. (MSEDCL) 50,000 Equity shares of Rs.10/- each (P.Y. 50,000 Equity shares of Rs. 10/- each)		
b) Maharashtra State Electricity Distribution Co. Ltd. * 49,721,604,904 Equity shares of Rs. 10/- each (P.Y 48,823,344,904 Equity shares of Rs. 10/- each)	498,536,081	488,233,449
4. MSEB Solar Agro Power Ltd 21,000,000 Equity shares of Rs. 10 each (P.Y 21,000,000 Equity shares of Rs. 10 each)	210,000	210,000
Investment in Equity Instruments measured at Fair Value through Profit and Loss:		
Investment in Equity Instruments:		
-Other Companies (unquoted)		
Ratnagiri Gas and Power Private Limited 442,226,131 Equity shares of Rs.10/- each (P.Y. 442,226,131 Equity shares of Rs.10/- each) (Refer Note No. 8.4)	-	-
Kokan LNG Private Limited 74,053,869 Equity shares of Rs.10/- each (P.Y. 74,053,869 Equity shares of Rs.10/- each) (Refer Note No. 8.5)	-	-
Sub Total (a)	851,788,167	839,447,668
Share Application Money Pending Allotment		
1. Maharashtra State Power Generation Co. Ltd.	-	1,887,891
2. Maharashtra State Electricity Distribution Co. Ltd.	-	8,982,600
Sub Total (b)	-	10,870,491
Total (a+b)	851,788,167	850,318,159

*Includes Cost of investment recognised on account of Corporate Financial Guarantee (Refer note no. 18.1)



Particulars	(Amount in Thousands)	
	As at 31 March, 2025	As at 31 March, 2024
MSEDCL	1,320,032	-
MSPGCL	149,976	-
Total	1,470,007	-

Particulars	(Amount in Thousands)	
	Amount	Amount
Aggregate amount of quoted investments	-	-
Aggregate amount of unquoted investments	851,788,167	839,447,668

8.1) Investments include Rs. 1,500 Thousands paid to subsidiary companies Viz, MSPGCL, MSETCL & MSEDCL (Rs. 500 Thousands per company) as stated in Point No. (1.a), (2.a) and (3.a) as a contribution towards the initial equity capital.

8.2) The investment of the Company in MSEDCL of Rs. 49,85,36,581 Thousands (including Corporate Financial Guarantee assistance as per Ind AS 109 of Rs 13,20,032 Thousands) has been diminished due to continuous losses incurred by MSEDCL. The diminution in value of shares has not being provided. The Company has incurred Losses in F.Y 2022-23 and F.Y. 2023-24 and its Reserves/Other Equity as on 31st March 2025 are also negative.

8.3) Government of Maharashtra (GOM) issues GR for infusion of funds directly into the subsidiaries. On receipt of GR containing details regarding infusion of funds, the concern subsidiary company account for the amount as share application money from MSEBHCL and allot its shares to the MSEBHCL after following procedures for allotment of shares. On receipt of GR, MSEBHCL accounts for the amount as share application money pending allotment to GOM which are shown under Note no. 17 - Other Equity and share application money with subsidiary under Note no. 8 - Non-current Investments.

The shares are issued by the MSEBHCL to the GOM upon receipt of shares in the subsidiary.

Entity wise details of share application money received from GOM, shares issued and share application money pending for allotment of shares are as following:

Particulars	(Amount in Thousands)	
	MSEDCL	MSPGCL
Share application money outstanding as at 1st April 2024	8,982,600	1,887,891
Share application money received from GOM during the year	-	-
Share issued by the subsidiary to MSEBHCL	8,982,600	1,887,891
Share application money outstanding as at 31st March 2025	-	-

8.4) Investment in Ratnagiri Gas & Power Pvt Ltd (RGPPL) Rs. 51,62,800 Thousands (P.Y 51,62,800 Thousands): RGPPL carried out an impairment study for Fixed Assets through agency. They submitted their final report on 13.05.2017, as follows:

Scenario 1 -

(Amount in Thousands)	
Equity Value	(33,550,000)
Impairment of Fixed Assets	(22,413,000)
Total	(55,963,000)

Scenario 2 - Considering potential loan restructuring

(Amount in Thousands)	
Equity Value	7,501,000
Impairment of Fixed Assets	(22,413,000)
Total	(14,912,000)



As on 31.03.2017 details of equity holding is as under:

Name of Shareholder	(Amount in Thousands)
NTPC Limited	9,743,083
GAIL (India) Limited	9,743,083
MSEB Holding Company Limited	5,162,800
IDBI Bank Limited	4,816,841
State Bank of India	3,833,600
ICICI Bank Limited	3,405,100
Canara Bank	822,100
IFCI Limited	676,117
Total	38,202,724

Indicators impacting RGPPL for Impairment assessment

External Indicator – asset's value has declined during the period significantly more than would be expected as a result of the passage of time or normal use. There is indication of decline in assets value as neither Power Plant nor LNG terminal are working at their installed capacity from last 10 years.

Significant decline in net worth of the investee company:

RGPPL has incurred losses during last few years which has resulted in erosion of net worth of RGPPL. Net worth of RGPPL has been reduced by Rs. 622 crores and Rs. 913 crores from March 2015 to March 2016 and March 2016 to March 2017 respectively.

Particulars	(Amount in Crores)	
	As at 31st March, 2017	As at 31st March, 2016
Share Capital	38,203	38,203
Reserves & Surplus	(44,816)	(35,680)
Total	(6,613)	2,523

Also, as per their report the Fair Value of Equity is Rs 3,355 crores negative.

Based on above, the fair value of the investment on transition to Ind AS i.e. 1st April 2015 was considered to be Nil.

8.5) The Demerger Scheme of Ratanagiri Gas and Power Private Limited (RGPPL) was approved by NCLAT vide order dated 28th February, 2018 with Appointed Date as 1st January, 2016 thereby transferring the LNG undertaking from RGPPL to Konkan LNG Private Limited (KLPL).

Consequent on approval of the demerger by NCLAT and upon the Scheme becoming effective, existing issued/paid up equity share capital of MSEB Holding Company Ltd was reduced to Rs. 44,22,261 Thousands (consisting of 442,226,131 shares of Rs. 10/- each).

Accordingly, a sum of Rs. 7,40,538 Thousands (74,053,869 Equity shares of Rs. 10/-each) was transferred to investment in KLPL.

In order to comply with provision of Ind AS 109, the fair value of investment in RGPPL was considered to be NIL on on transition to Ind AS i.e. 1st April 2015. On same basis the fair value of investment in KLPL has also been taken to be Nil.



Note: 9

OTHER NON-CURRENT ASSETS

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Loans and advances to Related Parties (Note 9.3)		
Unsecured , Considered Good		
MSEDCL (Note 9.1)	36,762,094	36,796,463
MSEB Solar Agro Power Ltd	36,505	41,558
(Interest free loans are granted for business purpose to the subsidiaries.)		
(terms for repayment are not defined for interest free loans provided.)		
Other loans and advances		
Unsecured , Considered Good		
Advances receivable in cash or in kind or for value to be received	13,390	10,688
Less: Provision for Doubtful Advance	(13,115)	(10,435)
Net Advances receivable	275	253
(Loans & advances are granted for business purpose)		
Other Deposits	3,514	3,339
Income Tax paid under protest (Note 9.2)	541,701	541,701
Fixed Deposit with Scheduled bank with original maturity greater than 12 months (Note 12)	28,500	101,611
Others	-	2,166
Total	37,372,589	37,487,091

9.1) Loans and Advances to related parties– MSEDCL of Rs. 3,67,62,094 Thousands (P.Y. Rs. 3,67,96,463 Thousands) includes one major entry on account of Transfer of common and specific liabilities, assets and reserves amounting to net balance of Rs. 20,70,553 Thousands. Balances with MSEDCL are under reconciliation, discussions and deliberations.

9.2) Income tax paid under protest of Rs. 5,41,701 Thousands (P.Y. Rs. 5,41,701 Thousands) pertains to cases which are in appeal. The management of the Company is hopeful of the demand being quashed at the respective authorities and the refund to be recovered in full.

9.3) The Company has elected to continue with the carrying amount of Inter Company Receivables and use that carrying amount as their fair value.



Note:10

TRADE RECEIVABLES

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Trade Receivables		
-against Rentals from Property Considered Good	5,291,485	4,815,866
-Others Considered Good	15	72
Less: Allowance for Expected Credit Loss	(319,812)	(287,999)
Total	4,971,688	4,527,939

Ageing schedule of Trade Receivables outstanding as at 31st March 2025:

(Amount in Thousands)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -							
- Considered good	-	453,088	453,042	806,279	673,389	2,905,702	5,291,500
- Considered doubtful	-	-	-	-	-	-	-
(ii) Disputed Trade receivables -							
- Considered good	-	-	-	-	-	-	-
- Considered doubtful	-	-	-	-	-	-	-
Total	-	453,088	453,042	806,279	673,389	2,905,702	5,291,500
Less: Allowance for Expected Credit Loss							319,812
Total	-	453,088	453,042	806,279	673,389	2,905,702	4,971,688

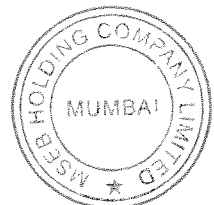
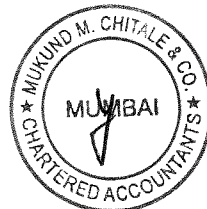
Ageing schedule of Trade Receivables outstanding as at 31st March 2024:

(Amount in Thousands)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -							
- Considered good	-	453,145	453,073	793,471	673,363	2,442,886	4,815,938
- Considered doubtful	-	-	-	-	-	-	-
(ii) Disputed Trade receivables -							
- Considered good	-	-	-	-	-	-	-
- Considered doubtful	-	-	-	-	-	-	-
Total	-	453,145	453,073	793,471	673,363	2,442,886	4,815,938
Less: Allowance for Expected Credit Loss							287,999
Total	-	453,145	453,073	793,471	673,363	2,442,886	4,527,939

10.1) The gross trade receivable against rental from property as above includes outstanding from subsidiaries amounting to Rs. 52,89,287 Thousands (P.Y. 48,13,831 Thousands) which have been long outstanding, against which ECL provision amounting to Rs. 3,19,686 Thousands (P.Y. 2,87,999 Thousands) has been made.

10.2) There are no unbilled trade receivables as at 31st March 2025. (P.Y. - Nil)



Note: 11
CASH AND CASH EQUIVALENT

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Cash and Cash Equivalent		
Balances with banks		
In Current Accounts	925	661
In Deposit Accounts with original maturity less than 3 months	20,955	22,142
Total	21,880	22,803

Note: 12
OTHER BANK BALANCES

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Bank Balance with Scheduled Bank in Fixed Deposit Accounts	537,405	517,111
Less: Fixed Deposits having maturity above one year transferred to Other Non-Current Assets (Note 9)	28,500	101,611
Total	508,905	415,500

Note: 13
OTHER CURRENT FINANCIAL ASSETS

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Income accrued and due on Fixed Deposits	21,789	29,797
Total	21,789	29,797

Note: 14
TAX ASSETS (NET)

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
NON-CURRENT TAX ASSETS (NET)		
Advance Tax and Tax Deducted at Source (Net of provision for tax)	1,570,663	1,483,664
Total	1,570,663	1,483,664
CURRENT TAX ASSETS (NET)		
Advance Tax and Tax Deducted at Source (Net of provision for tax)	89,513	87,000
Total	89,513	87,000

14.1) The Company has shown advance tax and TDS of Rs. 16,60,176 Thousands (P.Y Rs.15,70,664 Thousands) net of the provision of tax in the books of accounts amounting to Rs. 4,00,728 Thousands (P.Y. 4,00,728 Thousands).

Note: 15
OTHER CURRENT ASSETS

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Prepaid Expenses	657	737
Total	657	737



MSEB Holding Company Limited

Note 16: Share Capital

(Amount in Thousands)

Particulars	As at 31 March, 2025		As at 31 March, 2024	
	Number of shares	Amount	Number of shares	Amount
A) Authorised Share Capital 99,000,000,000 (P.Y 99,000,000,000) Equity Shares (hereafter referred to as 'shares') of Rs. 10 each	99,000,000,000	990,000,000	99,000,000,000	990,000,000
B) Issued, Subscribed & Paid up Capital 92,06,76,21,602 (P.Y 90,98,05,72,502) Equity Shares (hereafter referred to as 'shares') of Rs. 10 each fully paid up	92,06,76,21,602	920,676,216	90,980,572,502	909,805,725
Total	92,06,76,21,602	920,676,216	90,980,572,502	909,805,725

a) Details of the shareholders holding more than 5% of the Capital

Name of the Shareholder	As at 31 March, 2025		As at 31 March, 2024	
	No. of shares held	% of Total Paid up Capital	No. of shares held	% of Total Paid up Capital
Government of Maharashtra and its nominees	92,06,76,21,602	100%	90,980,572,502	100%
	92,06,76,21,602	100%	90,980,572,502	100%

b) Reconciliation of number of shares outstanding at the beginning and at the end of reporting year/period:

Name of the Shareholder	As at 31 March, 2025	As at 31 March, 2024
	No. of Shares	No. of Shares
Shares outstanding at the beginning of the year	90,980,572,502	90,234,261,502
Shares issued during the year	1,087,049,100	746,311,000
Shares bought back during the year	-	-
Shares outstanding at the end of the year	92,06,76,21,602	90,980,572,502

c) Details of Issued, Subscribed & paid up capital:

During year ended 31st March 2025

89,82,60,000 Equity shares of Rs. 10/- each were allotted on 16-05-2024. Consideration for issue of these shares amounting to Rs. 89,82,600 Thousands was directly paid by GOM to MSEDCL as per GR issued by GOM.

18,87,89,100 Equity shares of Rs. 10/- each were allotted on 26-11-2024. Consideration for issue of these shares amounting to Rs. 18,87,891 Thousands was directly paid by GOM MSPGCL respectively as per GR issued by GOM.



During year ended 31st March 2024

44,05,51,000 Equity shares of Rs. 10/- each were allotted on 11-07-2023. Consideration for issue of these shares amounting to Rs. 9,11,410 Thousands and Rs. 34,94,100 Thousands was directly paid by GOM to MSPGCL and MSEDCL respectively as per GR issued by GOM.

30,57,60,000 Equity shares of Rs. 10/- each were allotted on 08-11-2023. Consideration for issue of these shares amounting to Rs. 10,57,600 Thousands and Rs. 20,00,000 Thousands was directly paid by GOM to MSPGCL and MSEDCL respectively as per GR issued by GOM.

d) Rights, Preferences and restrictions attaching to each class of shares

The Company has only one class of Equity Shares having par value of Rs. 10 per share.

e) Shares in respect of each class in the Company held by its Holding Company or its ultimate holding Company including shares:

Not applicable as the Company does not have any Holding Company.

f) Shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment, including the terms and amounts.

Not applicable.

g) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding reporting date.

Particulars	F.Y. 2023-24	F.Y. 2022-23	F.Y. 2021-22	F.Y. 2020-21
i) Equity Shares allotted as fully paid up Bonus Shares	NIL	NIL	NIL	NIL
ii) Equity Shares issued for consideration other than cash	NIL	NIL	NIL	NIL

h) Terms of any securities convertible into equity shares issued along with the earliest date of conversion in descending order starting from the farthest such date.

Not Applicable

i) Calls unpaid (showing aggregate value of calls unpaid by directors and officers).

Not Applicable

j) Forfeited Shares (amount originally paid up)

Not Applicable

k) Disclosure of Shareholding of Promoters

As at 31st March 2025

Promoter's Name	No. of shares	% of total shares	% of Change during the Year
Government of Maharashtra and its nominees	92,067,621,602	100%	-

As at 31st March 2024

Promoter's Name	No. of shares	% of total shares	% of Change during the Year
Government of Maharashtra and its nominees	90,980,572,502	100%	-



Note: 17

OTHER EQUITY

Particulars	(Amount in Thousands)	
	As at 31 March, 2025	As at 31 March, 2024
(i) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(20,956,283)	(21,112,461)
Add: Total Profit / (Loss) for the year	530,970	156,178
Total (A)	(20,425,313)	(20,956,283)
(ii) Other Comprehensive Income		
Opening balance	1,862	2,548
Add: Other Comprehensive Income / (Expense) for the year	(1,178)	(686)
Total (B)	684	1,862
(iii) Share Application Money Pending Allotment		
100% pertaining to Government of Maharashtra	-	10,870,491
Total (C)	-	10,870,491
Total (A+B+C)	(20,424,629)	(10,083,930)

(i) Surplus/(Deficit) in Statement of Profit and Loss - Represents the accumulated balance of losses/undistributed earnings.

(ii) Other Comprehensive Income - It represents the cumulative actuarial gains/(losses) on defined employee benefit plans.

(iii) Share Application money - Share Application money has been directly paid by Government of Maharashtra (GOM) to subsidiary companies.

Note: 18

Other financial Liabilities

Particulars	(Amount in Thousands)	
	As at 31 March, 2025	As at 31 March, 2024
Liability in relation to Corporate Financial Guarantee to Subsidiaries	1,026,880	-
Less: Current liability (Note 22)	(456,514)	-
Total	570,366	-

18.1) During the Financial Year 20245 the company has provided Corporate Guarantee amounting to Rs. 9,084 Crores to various entities on behalf of its subsidiaries. During the year as per Ind AS 109, the Company has fair valued the Corporate Guarantee provided as no guarantee fees was charged and recognised as investment in subsidiary companies and corresponding liability in respect Corporate Gurantee. Accordingly during the year, the Company has recognised income amounting to Rs. 4,43,127 Thousands and shown in Note no. 26 - Other Income (Total Benefit Rs. 5,74,422 Thousands less Interest amount Rs. 1,31,295 Thousands)

Note: 19

NON CURRENT PROVISIONS

Particulars	(Amount in Thousands)	
	As at 31 March, 2025	As at 31 March, 2024
Provision for Employee Benefits		
Provision for compensated absences (Note 32)	22,959	22,886
Provision for gratuity (Note 32)	20,973	22,614
Provisions towards disputed liabilities	23,503	21,404
Other provisions	-	5,062
Total	67,435	71,966

19.1) Provision for compensated absences and gratuity has been accounted for on the basis of Acturial Valuation.



Note: 20**DEFERRED TAX ASSETS (NET) - NOT RECOGNISED IN THE BALANCE SHEET****(Amount in Thousands)**

Particulars	As at 31 March, 2025	As at 31 March, 2024
Deferred Tax Liabilities (A)		
Property, Plant and Equipment and Investment Property	441,058	536,390
Total (A)	441,058	536,390
Deferred Tax Assets (B)		
Employee Benefits	17,893	17,832
Unabsorbed Depreciation	861,744	1,095,545
Others - Expected Credit Loss	80,490	83,865
Total (B)	960,127	1,197,242
Rate of Tax	25.17%	29.12%
Deferred Tax Assets/(Liabilities) as at Year End	519,069	660,852
Deferred Tax Charged/ (Credit) to Profit and Loss	-	-

20.1) The Company has Deferred Tax Assets (net) from the prior years, which are not recognised in the Balance Sheet on account of uncertainty.

During the year, the Company has made reassessment of historical pre-tax earnings, future probable taxable profits and came to the conclusion that no deferred tax assets needs to be recognised, since there is uncertainty about the future taxable profits against which the carried forward unused tax losses and unused tax credits shall be adjusted.

20.2) Reconciliation of effective tax rate as a numerical reconciliation between tax expense and the product of book profit multiplied by the applicable tax rate :

(Amount in Thousands)

Particulars	FY 2024-25	FY 2023-24
Profit / (Loss) before tax	530,970	156,178
Applicable tax rate	25.17%	29.12%
Tax using the applicable tax rate		
Tax effect of:		
Add: Non deductible tax expenses	426,005	426,384
Less: Deductible tax expenses	(696,810)	(272,839)
Less: utilization of unabsorbed depreciation	(260,164)	(309,724)
Taxable Income	-	-
Current tax expense recognised in the Statement of Profit and Loss	-	-
Weighted average Tax rate	0%	0%

20.3) During the year, the Company has exercised the option permitted under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019. Accordingly, the Company has re-measured its deferred tax at the rate prescribed in the said section. There was no impact of this change on the Statement of Profit and Loss.

Note: 21**TRADE PAYABLE****(Amount in Thousands)**

Particulars	As at 31 March, 2025	As at 31 March, 2024
Trade Payable		
- Due to Micro and Small Enterprises	-	-
- Others	29,020	35,951
Total	29,020	35,951



Note: 21

21.1) Details of Dues to Micro and Small Enterprises

Disclosure in accordance with Section 22 of the Micro, Small and Medium Enterprises Act, 2006:

The Company has not received any intimation from “suppliers and service providers” regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the year-end together with interest paid or payable as required under the said Act have reflected as Nil.

Particulars	(Amount in Thousands)	
	As at 31.03.2025	As at 31.03.2024
a i) Principal amount remaining unpaid to supplier under the MSMED Act 2006	Nil	Nil
a ii) Interest on a) (i) above	Nil	Nil
b i) Amount of Principal paid beyond the appointed Date	Nil	Nil
b ii) Amount of interest paid beyond the appointed date (as per Section 16 of the said Act)	Nil	Nil
c) Amount of Interest due and payable for the period of delay in making payment, but without adding the interest specified under section 16 of the said Act	Nil	Nil
d) Amount of Interest accrued and due	Nil	Nil
e) Amount of further interest remaining due and payable Even in succeeding years	Nil	Nil

21.2) Balances as on 31st March 2025 of Trade Payables are subject to confirmations from the respective vendors.

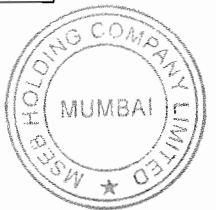
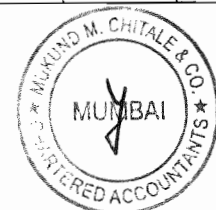
21.3) Trade Payables ageing schedule

Ageing schedule of Trade Payables outstanding as at 31st March 2025: (Amount in Thousands)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	-	28,517	503	-	-	29,020
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	-	28,517	503	-	-	29,020

Ageing schedule of Trade Payables outstanding as at 31st March 2024: (Amount in Thousands)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	-	35,742	209	-	-	35,951
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	-	35,742	209	-	-	35,951



Note: 22**OTHER CURRENT FINANCIAL LIABILITIES**

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Earnest Money Deposit	1,946	2,038
Security Deposit	14,759	16,075
Retention Money	1,056	659
Liability in relation to Corporate Financial Guarantee to Subsidiaries (Note 18)	456,514	-
Total	474,275	18,772

Note: 23**OTHER CURRENT LIABILITIES**

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
(a) Inter Company Payables		
MSETCL (Note 23.1.i)	762,878	747,933
MSPGCL (Note 23.1.ii)	2,226,978	2,233,220
MSEDCL	115	-
MSEB Residual (Bonds) (Note 23.2)	4,846	4,846
MSEB CPF	547	347
(b) Other Payables		
Statutory Dues Payable	60,638	59,861
Others	86	324
Creditors for expenses	6,347	32,157
Total	3,062,435	3,078,688

The Company has elected to continue with the carrying amount of Inter Company Payables and use that carrying amount as their fair value.

23.1) Inter Company Payables:

i) Inter Company Payables: MSETCL of Rs. 7,62,878 Thousands (Rs. P.Y. 7,47,933 Thousands) includes transfer of common and specific liabilities, assets and reserves amounting to net difference of Rs. 5,17,638 Thousands. Balances with MSETCL are under reconciliation, discussions and deliberations.

ii) Inter Company Payables: MSPGCL of Rs. 22,26,978 Thousands (Rs. P.Y. 22,33,220 Thousands) includes transfer of common and specific liabilities, assets and reserves amounting to net difference of Rs. 31,62,786 Thousands. Balances with MSPGCL are under reconciliation, discussions and deliberations.

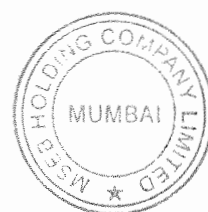
23.2) MSEB Residual (Bonds)

Bonds were issued by erstwhile MSEB, liability for which were transferred to the Company under provisional Transfer Scheme vide GR No. Reform 2010/Pr.Ka.117/Urja dated 31st March 2016. No details of the bond holders are available with the Company for determination of the liability (including interest liability) recorded in the books of accounts.

Note: 24**CURRENT PROVISIONS**

(Amount in Thousands)

Particulars	As at 31 March, 2025	As at 31 March, 2024
Provision for Employee Benefits		
Provision for compensated absences (Note 32)	13,169	6,849
Provision for gratuity (Note 32)	13,992	8,886
Other Provisions	6,491	7,373
Total	33,652	23,108



Note: 25

REVENUE FROM OPERATION

(Amount in Thousands)

Particulars	For the Year ended 31st March 2025	For the Year ended 31st March 2024
Income from Rentals	861,146	861,146
Total	861,146	861,146

Note: 26

OTHER INCOME

(Amount in Thousands)

Particulars	For the Year ended 31st March 2025	For the Year ended 31st March 2024
Interest income		
- on Fixed Deposits with bank	41,666	33,673
- on Other Deposits	181	138
Rent from Staff quarters	777	566
Other miscellaneous receipts	428	549
Sale of Scrap	3,360	531
Profit on Sale of Property, Plant & Equipments (Net)	3	62
Corporate Guarantee Notional Income	443,127	-
Reversal of Provision for Expected Credit Loss	-	10,278
Excess Provision Written Back	-	22
Total	489,542	45,819

Note: 27

EMPLOYEE BENEFITS EXPENSES

(Amount in Thousands)

Particulars	For the Year ended 31st March 2025	For the Year ended 31st March 2024
Salaries, Bonus and allowances	76,466	68,479
Contribution to Provident Fund (Note 32)	6,194	5,339
Staff welfare Expenses	381	231
Total	83,041	74,049

27.1) Salary and Contribution to Provident Fund includes payment made to employees of MSPGCL, MSEDCL and MSETCL working with the Company on deputation basis. Further gratuity and leave encashment in respect of these employees have been considered from date of their joining instead of the date when they were deputed in MSEBHCL.

Note: 28

DEPRECIATION AND AMORTISATION EXPENSES

(Amount in Thousands)

Particulars	For the Year ended 31st March 2025	For the Year ended 31st March 2024
Depreciation and amortisation expense on		
Property, Plant & Equipments (Note 6)	51,095	50,074
Investment Properties (Note 7)	359,074	366,003
Total	410,169	416,077



Note: 29

OTHER EXPENSES

(Amount in Thousands)

Particulars	For the Year ended 31st March 2025	For the Year ended 31st March 2024
Rent, Rate & Taxes (Note 31)	33,223	32,781
Legal & Professional Fees	10,054	10,172
Audit Fees		
- As an auditor	750	750
Printing & Stationery	390	458
Conveyance Expenses	85	62
Fees and Subscriptions	10,972	7,598
Telephone Expenses	134	158
Insurance on fixed assets	84	112
Repairs and Maintenance		
- Office Equipments	35,894	41,123
- Vehicles	238	548
- Buildings	34,915	34,364
- Furniture	956	2,466
Meeting Expenses	248	337
Travelling Expenses	291	385
Advertisement	1,285	826
Vehicle Hiring Charges	8,180	8,051
Vehicle Running Expenses	1,007	1,297
Electricity Charges	45,457	37,731
Water Charges	7,624	7,207
Security Charges	31,462	32,943
Upkeep of Office Premises	33,057	34,923
Other Miscellaneous Expenses	1,160	1,068
Interest on Deposits as per BMC Directives (Note 7.6)	1,266	1,266
Profession Tax	3	3
Prior Period Expenses	1,028	87
Provision for Expected Credit Loss	31,813	-
Provision for Doubtful Advances	2,680	2,000
CSR Expenses (Note 35)	2,138	1,945
Total	296,392	260,661

29.1) As per Memorandum of Understanding dated 25th May 2023, the expenditure amounting to Rs. 40,825 Thousands (P.Y. Rs 31,489 Thousands) on account of Electricity Charges, Water Charges, Housekeeping, Security Measures, Consultancy Charges, Legal Charges, Printing & Stationery, Expenditure on Civil and Electrical Maintenance work, expenses of Civil Division Bandra including salary, Chief Engg. (C) Corporate Office MSEDCL have been borne by MSEBHCL on the basis of advices received from MSEDCL Civil Circle Bandra.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 30: Contingent Liabilities and commitments

a) Contingent Liabilities

30.1) Income Tax Dues: The position of Income Tax Dues as on 31st March 2025 is as follows:

(Amount in Thousands)

Nature of Dues (1)	Gross Demand (2)	Taxes Paid under protest (3)	Refund Adjusted (4)	Balance Demand (5) = (2-3-4)
A.Y. 2007-08 - Penalty	1,371,737	250,000	-	1,121,737
A.Y. 2009-10- Penalty	1,134,815	100,000	-	1,034,815
A.Y. 2012-13- Tax and Interest	158,289	75,802	82.487*	-
A.Y. 2013-14 - Tax and Interest	115,899	115,899	-	-
A.Y. 2018-19 - Tax and Interest	1,229	-	-	1,229
Total	2,781,969	541,701	83,736	2,157,781

* excluding interest adjustment of Rs. 1,249 thousands

The position of Income Tax Dues as on 31st March 2024 is as follows:

(Amount in Thousands)

Nature of Dues (1)	Gross Demand (2)	Taxes Paid under protest (3)	Refund Adjusted (4)	Balance Demand (5) = (2-3-4)
A.Y. 2007-08 - Penalty	1,371,737	250,000	-	1,121,737
A.Y. 2009-10- Penalty	1,134,815	100,000	-	1,034,815
A.Y. 2012-13- Tax and Interest	158,289	75,802	82.487*	-
A.Y. 2013-14 - Tax and Interest	115,899	115,899	-	-
A.Y. 2018-19 - Tax and Interest	1,229	-	-	1,229
Total	2,781,969	541,701	83,736	2,157,781

* excluding interest adjustment of Rs. 1,249 thousands

30.2) The Company has given Corporate Guarantee in favour of Rural Electrification Corporation (REC) amounting to Rs. 4,500 crores, Power Finance Corporation (PFC) amounting to Rs. 3,300 crores and to Central Bank of India amounting to Rs. 1,000 crores plus Interest, Liquidated damages as may be levied by Central Bank of India in case of any default, on behalf of MSEDCCL for grant of loan. (P.Y. Rs. 8,400 crores in favour of REC Ltd. and Rs. 1,000 crores plus Interest, Liquidated damages in favour of Central Bank of India)



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

- 30.3) The Company has given Corporate Guarantee of amounting Rs 1,284 crores in favour of Rural Electrification Corporation (REC) on behalf of MSPGCL for grant of loan. (P.Y. Rs 2,160 crores in favour of PFC, Rs. 2,160 crores in favour of REC and Rs. 1,000 crores plus Interest, Liquidated damages in favour of Bank of Baroda)
- 30.4) MSEBHCL has given corporate guarantee to PFC, REC and Central Bank in favour of its fully owned Subsidiary MSEDCL. Further MSEBHCL has also given corporate guarantee to REC and Bank of Baroda in favour of another fully owned subsidiary MSPGCL

MSBEHCL has neither given so far nor intend to give such corporate guarantee to any entity in the open market. There is no intention of MSEBHCL, of whatsoever nature, to gain commercial benefits out of such Corporate Guarantees.

Charge has already been created on assets of the subsidiaries companies for the loans availed by them. Corporate guarantee provided by MSEBHCL is an 'additional cover' to secure the liability.

Hence, there is very little risk to the company as a result of which company has not charged any guarantee fees being no business expediency. During the year, MSEBHCL has done fair valuation of such Corporate Financial Guarantee as per Ind AS 109 as no Corporate Guarantee Fees have been charged from Subsidiary companies.

- 30.5) Following Legal Cases are outstanding as on 31-03-2025 and as on 31-03-2024

Sr.	Details of Case	Petitioner	Respondent
1	Sub-Division of Plot of Dharavi Office Building at Estrella Batteries compound. Case No. 1663/2004.	MSEB Holding Co. Ltd.	Estrella Batteries Ltd
2	Regarding vacation of 2nd floor in possession of Central Excise Dept in Dharavi Office Building at Estrella Batteries compound. Case No. RAE 533/801/2009.	MSEB Holding Co. Ltd.	Union Of India
3	Hon. High Court, Mumbai has passed order dtd.17.12.2024 to vacate the premises of HSBC building up to 31.12.2025,	MSEB Holding Co. Ltd.	The Hongkong Shanghai Bank
4	Regarding vacation of the Dadar Guest House premises from Gurusingh Sabha Gurudwara bldg. Dadar, Case no RAD/533/2022	MSEB Holding Co. Ltd.	Gurusingh Sabha

Amount of liability that may arise out of the above legal cases is not quantified hence no contingent liability has been disclosed.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

- 30.6) Pursuant to the financial arrangement dated May 2023 between Maharashtra State Electricity Distribution Company Limited (MSEDCL) and MSEB Holding Company Limited, it has been agreed that MSEDCL shall bear any additional rent demanded by the Mumbai Port Authority (MPA).

As of the balance sheet date, the MPA has raised an increased demand for rent amounting to ₹ 1.50 crore. While this amount is payable to the MPA, it is fully recoverable from MSEDCL under the aforementioned arrangement. Accordingly, there is no anticipated net financial outflow for the Company.

Commitments:

Redevelopment of Saudamini Building: The Company has undertaken the redevelopment of the **Saudamini Building** located at Haji Ali, Mahalaxmi, Mumbai. The existing structure has been demolished by the Company to facilitate new construction.

The estimated cost for this project is ₹ 191.81 crores (inclusive of GST and Insurance). The contract for the construction has been awarded and a formal Work Order has been issued to **M/s Vascon Engineers Limited** (Work Order No. CEC/MSEBHCL/Mum/Tech/T-43/2024-25/00799 dated 10.11.2025).

Note 31: Leases

The Company has Right-of-use (ROU) relating to land and premises.

- i) Set out below are the carrying amounts of assets and the movement:

Particulars	(Amount in thousands)	
	2024-2025	2023-2024
Opening Balance	14,81,725	15,14,660
Additions (including modifications)	-	-
Depreciation	(32,937)	(32,935)
Closing balance	14,48,788	14,81,725

- ii) Carrying amounts of lease liabilities and the movement:

The Company has ROU assets pertaining to leasehold land while no lease liability is recognised as the amount was paid at the inception of lease by the Company.

- iii) The following amounts are recognized in the Statement of Profit and Loss relating to lease expenses:

Particulars	(Amount in thousands)	
	2024-2025	2023-2024
Depreciation expense on right-of-use asset (Note 6)	32,937	32,935
Expense relating to short term leases (Note 29)	4,947	5,049
Closing balance	37,884	37,984



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

iv) The Company had total cash outflows for leases of Rs. 4,947 thousand (P.Y. Rs. 5,049 thousand) for the year ended 31st March 2025. The Company did not have any non-cash additions to right-of-use assets and lease liabilities for the year ended 31st March 2025.

v) There are no future cash outflows relating to leases that have not yet commenced as at 31st March 2025 (31st March 2024 - undiscounted value of the leases not yet commenced was Rs. Nil).

vi) There are leases wherein litigations are ongoing with the lessors, due to which there is reasonable uncertainty about the lease period as well as the future lease payments etc. of these leasehold land / premises. Due to these reasons, there are no right-of-use assets and corresponding lease liabilities recognised in the Ind AS financial statements of the Company and no disclosures are provided for these.

Note 32: Employee Benefits

The Company has classified the various benefits provided to employees as under:

Defined Contribution Plan:

The Company has recognized the following amounts in the Statement of Profit and Loss which are included under contribution to Provident Fund:

Particulars	(Amount in Thousands)	
	2024-2025	2023-2024
Contribution to Provident Fund	6,194	5,339

Defined Benefit Plan:

The Company carry out Actuarial Valuation of Gratuity and Leave Encashment. Short/Excess provision arising out of the same is charged/credited to Statement of Profit and Loss Account and Other Comprehensive Income.

Disclosures as per IND AS 19 has been given to the extent available in the Report of Actuary.

Particulars	Gratuity		Leave Encashment	
	(Unfunded)		(Unfunded)	
	2024-2025	2023-2024	2024-2025	2023-2024
Discount	6.80%	7.23%	6.80%	7.23%
Salary Increase Rate	6.00%	6.00%	6.00%	6.00%
Withdrawal Rate	2.00%	2.00%	2.00%	2.00%
Retirement Age	58 yrs	58 yrs	58 yrs	58 yrs



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

(Amount in Thousands)

Particulars	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	2024-25	2023-24	2024-25	2023-24
	Table 1. Total Expenses Recognised in the Statement of Profit & Loss Account			
Service cost				
a. Current Service cost	1,491	1,354	1,670	1,530
b. Past Service Cost	-	-	-	-
c. (Gain)/Loss on settlements	-	-	-	-
d. Total Service cost	1,491	1,354	1,670	1,530
Net Interest Cost				
a. Interest expense on DBO	1,956	1,832	1,902	1,810
b. Interest (income) on plan assets	-	-	-	-
c. Interest expense on effect of (asset ceiling)	-	-	-	-
d. Total net interest cost	1,956	1,832	1,902	1,810
Immediate Recognition of (Gains)/Losses- Other Long-Term Benefits	-	-	2,821	(164)
Other expenses/adjustments	-	-	-	-
Defined Benefit cost included in P & L	3,447	3,186	6,393	3,176
Table 2: Remeasurement Effects Recognized in other Comprehensive Income (OCI)				
a. Actuarial (Gain)/Loss due to Demographic Assumption changes in DBO	-	-	-	-
b. Actuarial (Gain)/Loss due to Financial Assumption changes in DBO	756	468	-	-
c. Actuarial (Gain)/Loss due to Experience on DBO	422	218	-	-
d. Return on Plan Assets (Greater)/Less than Discount rate	-	-	-	-
e. Changes in asset ceiling / onerous liability (excluding interest income)	-	-	-	-
Total Actuarial (Gain)/ Loss included in OCI	1,178	686	-	-
Table 3: Total Cost Recognised in Comprehensive Income				
Cost Recognised in P&L	3,447	3,186	6,393	3,176
Amounts Recognised in OCI	1,178	686	-	-
Total cost Recognised in Comprehensive Income	4,625	3,872	6,393	3,176
Table 4: Change in Defined Benefit Obligation				
Defined Benefit Obligation as of Prior Year End	31,500	27,628	29,735	26,559
Service Cost				
a. Current Service cost	1,491	1,354	1,670	1,530
b. Past service cost	-	-	-	-
c. (Gain)/Loss on settlements	-	-	-	-
Interest Cost	1,956	1,832	1,902	1,810
Benefit payments from plan assets	-	-	-	-
Benefit payments directly by employer	(1,160)	-	-	-
Settlements	-	-	-	-
Participant contribution	-	-	-	-
Acquisition/ Divestiture	-	-	-	-
Actuarial (Gain)/ Loss –Demographic Assumptions	-	-	-	-
Actuarial (Gain)/ Loss – Financial Assumption	756	468	871	521



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Particulars	Gratuity		Leave Encashment	
	(Unfunded)		(Unfunded)	
	2024-25	2023-24	2024-25	2023-24
Actuarial (Gain)/ Loss –Experience	422	218	1,950	(685)
Other Expenses/adjustments				
Defined Benefit Obligation as of Current Year End	34,965	31,500	36,128	29,735
Table 5: Change in Fair Value of Plan Assets				
Fair value of plan assets at end of prior year	-	-	-	-
Expected Return on Plan Assets	-	-	-	-
Employer contributions	-	-	-	-
Participant contributions	-	-	-	-
Benefit payments from plan assets	-	-	-	-
Settlements	-	-	-	-
Acquisition/ Divestiture	-	-	-	-
Actuarial (Gain)/ Loss on Plan Assets	-	-	-	-
Fair value of plan assets at end of year	-	-	-	-
Table 6: Net Defined Benefit Asset/ (Liability)				
Defined Benefit Obligation	34,965	31,500	36,128	29,735
Fair Value of Plan Assets	-	-	-	-
(Surplus)/ Deficit	34,965	31,500	36,128	29,735
Effect of Asset Ceiling	-	-	-	-
Net Defined Benefit Liability/ (Asset)	34,965	31,500	36,128	29,735
Table 7: Reconciliation of Amounts in Balance Sheet				
Net defined benefit liability (asset) at prior year end	31,500	27,628	29,735	26,559
Defined benefit cost included in P&L	3,447	3,186	6,393	3,176
Total remeasurements included in OCI	1,178	686	-	-
Other significant events/ One-time Ind AS 19 Adjustment	-	-	-	-
Acquisition/ Divestiture	-	-	-	-
Amounts recognized due to plan combinations	-	-	-	-
Employer contributions	-	-	-	-
Direct benefit payments by Employer	(1,160)	-	-	-
Effect of changes in foreign exchange rates	-	-	-	-
Net defined benefit liability (asset) - end of period	34,965	31,500	36,128	29,735
Table 8: Reconciliation of Statement of Other Comprehensive Income				
Cumulative OCI- (Income) /Loss, Beginning of Period	(1,862)	(2,548)	-	-
Total remeasurements included in OCI	1,178	686	-	-
Cumulative OCI - (Income)/ Expenses, End of Period	(684)	(1,862)	-	-
Table 9: Current / Non-Current Liability				
Current Liability	13,992	8,886	13,169	6,849
Non-Current Liability	20,973	22,614	22,959	22,886
Non-Current asset	-	-	-	-
Total	34,965	31,500	36,128	29,735



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Table 10: Expected Future Cashflows

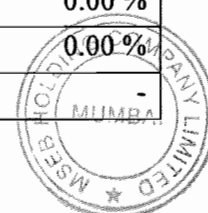
Particulars	Gratuity		Leave Encashment	
	2024-2025	2023-2024	2024-2025	2023-24
Year 1	13,992	8,886	13,169	6,849
Year 2	3,142	7,448	2,837	6,428
Year 3	600	2,484	634	2,286
Year 4	5,790	510	5,469	525
Year 5	505	4,519	548	4,379
Year 6 to 10	8,508	6,860	9,701	7,336
Above 10 Years	24,248	22,871	29,269	27,299
Average Expected Future Working life (Years)	12.36	12.52	12.36	12.52

Table 11: Components of Defined Benefit Cost for Next Year

Particulars	Gratuity	Leave Encashment
	(Unfunded)	(Unfunded)
	2025-2026	2025-2026
Service Cost		
a. Current Service Cost	1,755	2,113
b. Past service cost	--	--
c. (Gain)/ loss on settlements	--	--
d. Total Service Cost	1,755	2,113
Net interest cost		
a. Interest expense on DBO	1,902	2,009
b. Interest (income) on plan assets	-	-
c. Interest expense on effect of (asset ceiling)	-	-
d. Total net interest cost	1,902	2,009
Other Adjustments	-	-
Defined benefit cost included in P&L	3,657	4,122

Plan Assets - The weighted- average asset allocations at the year-end were as follows:

Particulars	Gratuity		Leave Encashment	
	(Unfunded)		(Unfunded)	
	2024-2025	2023-2024	2024-2025	2023-2024
Equities	0.00 %	0.00 %	0.00 %	0.00 %
Bonds	0.00 %	0.00 %	0.00 %	0.00 %
Gilts	0.00 %	0.00 %	0.00 %	0.00 %
Pooled assets with an insurance company	0.00 %	0.00 %	0.00 %	0.00 %
Other	0.00 %	0.00 %	0.00 %	0.00 %
Total	0.00 %	0.00 %	0.00 %	0.00 %
Actual return on plan assets	-	-	-	-



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Sensitivity Analysis

Defined Benefit Obligation	Gratuity		Leave Encashment	
	(Unfunded)		(Unfunded)	
	2024-2025	2023-2024	2024-2025	2023-2024
Discount rate				
a. Discount rate - 100 basis points	36,910	33,268	38,374	31,713
a. Discount rate - 100 basis points impact (%)	5.56%	5.61%	6.22%	6.65%
b. Discount rate + 100 basis points	33,272	29,960	34,180	28,025
b. Discount rate + 100 basis points impact (%)	(4.84%)	(4.89%)	(5.39%)	(5.75%)
Salary increase rate				
a. Rate – 100 basis points	33,245	29,939	34,149	27,992
a. Rate - 100 basis points impact (%)	(4.92%)	(4.96%)	(5.48%)	(5.86%)
b. Rate+ 100 basis points	36,906	33,262	38,370	31,717
b. Rate + 100 basis points impact (%)	5.55%	5.60%	6.21%	6.67%

Note 33: Segment Reporting

The Company operates in a single operating segment which is earning rental income. Hence, disclosure under Indian Accounting Standard 108 is not applicable.

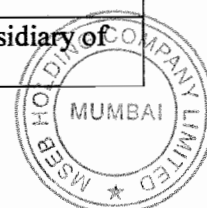
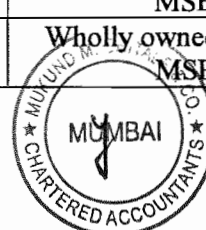
Further, following are the details of revenue from transaction with external customers amounting to 10% or more of the Company's revenue are as following:

Particulars	(Amount in Thousands)	
	FY 2024-25	FY 2023-24
Revenue from Operations with single external customer amounting to 10% of the Company's revenue:	860,528 (Total 3 customers)	860,528 (Total 3 customers)
Customer – 1	391,409	391,409
Customer – 2	284,589	284,589
Customer – 3	184,530	184,530

Note 34: Related Party Disclosure

a) Subsidiary Companies

Sr	List of related parties over which control exists	Relationship
1	Maharashtra State Electricity Distribution Co. Ltd. (MSEDCL)	Wholly owned subsidiary
2	Maharashtra State Electricity Transmission Co. Ltd. (MSETCL)	Wholly owned subsidiary
3	Maharashtra State Power Generation Co. Ltd. (MSPGCL)	Wholly owned subsidiary
4	MSEB Solar Agro Power Ltd. (MSAPL) (from 31.05.2023)	Wholly owned subsidiary
5	Aurangabad Power Company Ltd.	Wholly owned Subsidiary of MSEDCL
6	Mahagenco Renewable Energy Ltd.	Wholly owned Subsidiary of MSPGCL



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Sr	List of related parties over which control exists	Relationship
7	Mahaguj Collieries Ltd.	Subsidiary of MSPGCL
8	Dhopave Coastal Power Ltd.	Wholly owned Subsidiary of MSPGCL
9	MSKVY First Solar SPV Ltd. (from 09.06.2023 to 30.04.2024)	Wholly owned Subsidiary of MSAPL
10	MSKVY Second Solar SPV Ltd. (from 09.06.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
11	MSKVY Third Solar SPV Ltd. (from 12.06.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
12	MSKVY Fourth Solar SPV Ltd. (from 12.06.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
13	MSKVY Fifth Solar SPV Ltd. (from 09.06.2023 to 30.04.2024)	Wholly owned Subsidiary of MSAPL
14	MSKVY Sixth Solar SPV Ltd. (from 09.06.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
15	MSKVY Saptam Saur SPV Ltd. (from 16.06.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
16	MSKVY Eighth Solar SPV Ltd. (from 12.06.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
17	MSKVY Ninth Solar SPV Ltd. (from 10.08.2023 to 18.04.2024)	Wholly owned Subsidiary of MSAPL
18	MSKVY Tenth Solar SPV Ltd. (from 18.08.2023 to 30.04.2024)	Wholly owned Subsidiary of MSAPL
19	MSKVY Eleventh Solar SPV Ltd. (from 09.08.2023 to 30.04.2024)	Wholly owned Subsidiary of MSAPL
20	MSKVY Twelfth Solar SPV Ltd. (from 09.08.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
21	MSKVY Thirteenth Solar SPV Ltd. (from 09.08.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
22	MSKVY Chaturdash Saur SPV Ltd. (from 10.08.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
23	MSKVY Fifteenth Solar SPV Ltd. (from 10.08.2023 to 05.12.2024)	Wholly owned Subsidiary of MSAPL
24	MSKVY Sixteenth Solar SPV Ltd. (from 09.08.2023)	Wholly owned Subsidiary of MSAPL
25	MSKVY Seventeenth Solar SPV Ltd. (from 17.10.2023)	Wholly owned Subsidiary of MSAPL
26	MSKVY Eighteenth Solar SPV Ltd. (from 17.10.2023)	Wholly owned Subsidiary of MSAPL
27	MSKVY Nineteenth Solar SPV Ltd. (from 16.10.2023 to 24.04.2024)	Wholly owned Subsidiary of MSAPL
28	MSKVY Twentieth Solar SPV Ltd. (from 18.10.2023 to 30.04.2024)	Wholly owned Subsidiary of MSAPL
29	MSKVY Twenty First Solar SPV Ltd. (from 20.10.2023)	Wholly owned Subsidiary of MSAPL



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

In view of the exemption given in Para 25 of the Indian Accounting Standard – 24, the Company is not required to disclose transactions with its subsidiaries since they are state-controlled enterprises.

b) Enterprise over which Key Management Personnel, Relatives of Key Management Personnel etc are able to exercise significant influence.

1. Ratnagiri Gas and Power Private Limited

2. Konkan LNG Limited

Name of related party	Nature of Transaction	Amount in Thousands
Ratnagiri Gas and Power Private Limited	Dividend Received	Nil
	Investment made during the year	Nil
	Closing Balance Investment	442,226,131 shares of Rs. 10/- each and net realisable value is Nil
Konkan LNG Private Limited	Dividend Received	Nil
	Investment made during the year	Nil
	Closing Balance Investment	74,053,869 shares of Rs. 10/- each and net realisable value is Nil

c) Key Management Personnel:

Smt. Abha Shukla	Managing Director
Shri. Anudeep Shrinivas Dighe	Director (Finance) (Additional Charge) (from 21.02.2024)
Shri. Rajiv Arunkumar Malewar	Director (I/C) (Security & Enforcement) (Upto 26.11.2024)
Smt. Aparna Sudhakar Gitay	Director (I/C) (Security & Enforcement) (From 26.11.2024)
Smt. Rupali Bhaskar Gole	Chief Financial Officer (up to 18.02.2025)
Shri. Subodh Rameshrajji Zare	Company Secretary

The Company Secretary has drawn salary of Rs. 3,527 Thousands (P.Y. Rs. 2,872 Thousands) during the year.

Expenses towards gratuity and leave encashment provisions are determined actuarially on an overall basis at the Company level at the end of each year and accordingly, have not been considered in the above information. Further, the provision towards pay fixation for current year have also not been considered in the above disclosure.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 35: Corporate Social Responsibility (CSR)

The Provisions of Section 135 regarding CSR are applicable to the Company. The details of expenditure incurred are as under:

(Amount in Thousands)

Particulars	For the Year Ended 31 st March 2025	For the Year Ended 31 st March 2024
Average net profits over the last three years	1,06,902	97,246
2% of average net profits over the last three years	2,138	1,945
Amount expended on CSR activity for the year	2,138	1,945
Pending obligations towards expenditure on CSR at year End	-	-
Amount expended in next year	-	-

Disclosure with regards to CSR activities

(Amount in Thousands)

Particulars	F.Y.2024-2025	F.Y.2023-2024
(a) Amount required to be spent by the company during the year	2,138	1,945
(b) Amount of expenditure incurred	2,138	1,945
(c) Shortfall/ (Excess) at the end of the year	-	-
(d) Total of previous years shortfall	-	-
(e) Reason for shortfall	-	-
(f) Nature of CSR activities	The amount is spent through implementing agency Sanjeevan Socio Medical Foundation for activity as specified under clause (i) and (iii) of Schedule VII to the Company Act 2013.	The amount is spent through implementing agency Sanjeevan Socio Medical Foundation for activity as specified under clause (i) and (iii) of Schedule VII to the Company Act 2013.
(g) Details of related party transactions	Not Applicable	Not Applicable
(h) Provision made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year.	-	-



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 36: Earnings Per Share

Particulars	For the Year Ended 31 st March 2025	For the Year Ended 31 st March 2024
Number of Equity Shares	92,067,621,602	90,980,572,502
Weighted Average Number of equity shares outstanding	91,582,348,606	90,674,374,111
Face Value of Equity Shares Rs/share	10	10
Net Profit attributable to equity shareholders - Before Exceptional items (net of taxes) (Amount in thousands)	5,61,086	1,56,178
Earnings per share (basic) (Rs.)	0.005	0.002
Earnings per share (diluted) (Rs.)	0.005	0.002
Net Profit attributable to equity shareholders - Ater Exceptional items (net of taxes) (Amount in thousands)	5,30,970	1,56,178
Earnings per share (basic) (Rs.)	0.006	0.002
Earnings per share (diluted) (Rs.)	0.006	0.002

Note 37: Financial Instruments – Accounting, Classification and Fair Value Measurements

The fair values of the financial assets and financial liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair value.

- 1) Fair value of cash and short-term deposits, trade and other short-term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to the short-terms maturities of these instruments.
- 2) Financial instruments with fixed and variables interest rates are evaluated by the Company based on parameters such as interest and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for the expected losses of these receivables.

The Company uses the following hierarchy for the determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) process in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Particulars	(Amount in Thousands)					
	As at 31 st March 2025			As at 31 st March 2024		
	Carrying Amount	Level of input used in		Carrying Amount	Level of input used in	
Level 1		Level 2	Level 1		Level 2	
Financial Assets						
At Amortised Cost						
Trade Receivables	4,971,688	-	-	4,527,939	-	-
Cash & cash Equivalents	21,880	-	-	22,803	-	-
Other Bank Balances	508,905	-	-	415,500	-	-
Other financial assets	21,789	-	-	29,797	-	-
At Cost						
Investments	851,788,167	-	-	850,318,159	-	-
Financial Liabilities						
At Amortised Cost						
Trade Payables	29,020	-	-	35,951	-	-
Other financial Liabilities	10,44,641	-	-	18,772	-	-

Note 38: Financial risk management objectives and policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, receivables, payables and loans and borrowings.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of financial instrument will fluctuate because of changes in market interest rates.

The Company is not exposed to significant interest rate risk at the respective reporting dates.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Foreign currency risk

The Company is not exposed to foreign currency risk at the respective reporting dates.

Credit risk

Credit risk arises from the possibility that customer or counter party may not be able to settle their contractual obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers,

taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an on-going basis throughout each reporting period. To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as the date of initial recognition. It consists reasonable and supportive forwarding looking information such as:

- 1) Actual or expected significant adverse changes in business.
- 2) Actual or expected significant changes in the operating results of the counterparty.
- 3) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligations.
- 4) Significant increases in credit risk on other financial instruments of the same counterparty.
- 5) Significant changes in the value of the collateral supporting the obligation or in the quality of third party guarantees or credit enhancements.

Financial assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Company. The Company categorises a loan or receivable for write off when a debtor fails to make contractual payments. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt the recovery of dues. When recoveries are made, these are recognised in the Statement of Profit and Loss.

No significant changes in estimation techniques or assumptions were made during the year. Information about the exposure to credit risk relating to trade receivables and measurement of loss allowances using the life-time expected credit loss is provided in Note no. 10 of the Ind AS financial statements.

The Company is not exposed to credit risk relating to cash and cash equivalents and other bank balances which are shown in the Ind AS financial statements as the balances are held with reputed banks.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Liquidity risk

Liquid risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The following table shows the maturity analysis of financial liabilities of the Company based on contractually agreed undiscounted cash flows as at the reporting date:

(Amount in Thousands)

Particulars	Carrying amount	Contractual cash flows				
		Up to 1 year	1-2 years	2-5 years	More than 5 years	Total
As at 31st March 2025						
Non-derivative financial liabilities						
Trade payables	29,020	29,020	-	-	-	29,020
Others	10,44,641	474,276	3,34,428	2,35,937	-	10,44,641
As at 31st March 2024						
Non-derivative financial liabilities						
Trade payables	35,951	35,951	-	-	-	35,951
Others	18,772	18,772	-	-	-	18,772

Note 39: Financial Derivative Instruments

- There are no derivative contracts entered into by the Company and outstanding as on 31st March 2025 (P.Y. - Nil) for Hedging currency and interest related risks.
- There are no foreign currency receivables and payables as on 31st March 2025 (P.Y. - Nil) that are not hedged by derivative instruments.
- The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



MSEB HOLDING COMPANY LIMITED
Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 40: Disclosure of Fully depreciated Assets as per para 79 of Ind As 16

As at 31st March 2025

(Amount in Thousands)

Category	Gross Block	Residual value 5%	Accu. Deprecation	Depreciation for FY 24-25	WDV as on 31st March 2025
Residential Building	420,371	21,019	399,352	-	21,019
Vehicles	5,458	273	5,033	152	273
Furniture & Fixture	118,523	5,926	115,749	389	2,385
Computers	5,953	298	5,532	123	298
Plant & Machinery	93,537	4,677	88,860	-	4,677
Total	643,842	32,193	614,526	664	28,652

As at 31st March 2024

(Amount in Thousands)

Category	Gross Block	Residual value 5%	Accu. Deprecation	Depreciation for FY 23-24	WDV as on 31st March 2024
Furniture & Fixture	110,980	5,549	108,736	237	2,007
Computers	5,392	270	4,812	311	269
Plant & Machinery	93,529	4,676	88,853	-	4,676
Vehicles	5,169	258	4,931	-	238
Total	215,070	10,753	207,332	548	7,190

Note 41: Relationship with struck off Companies

The Company has not undertaken any transactions with Companies struck off under section 248 of the Companies Act 2013 or Section 560 of the Companies Act 1956.

Note 42: Borrowings and wilful defaulter

- a) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- b) The Company has not borrowed any funds including borrowing on the basis of security of current assets; hence the disclosure pertaining to borrowings are not applicable.

Note 43: Registration of charges or satisfaction with Registrar of Companies

There is no charge form filed beyond the statutory period for registration of charges or satisfaction with Registrar of Companies.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 44: Utilisation of Borrowed funds and share premium

- a. The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall 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 to or on behalf of the ultimate beneficiaries.
- b. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall 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.

Note 45: Loans to related parties

The Company has not granted any loans or advances in the nature of loans to its promoters, directors, Key Managerial Personnels and the related parties, either severally or jointly with any other person, that are repayable on demand and/or without specifying any terms or period of repayment except the following:

Without specifying any terms or period of repayment:

(Amount in Thousands)

Type of Borrower	2024-25		2023-24	
	Amount outstanding*	% to the total^	Amount outstanding*	% to the total^
Related Parties - - Wholly Owned Subsidiaries	3,67,98,599	100%	3,68,38,021	100%

* represents loans or advances in the nature of loan.

^ represents percentage to the total Loans and Advances in the nature of loans.

Note 46: Undisclosed income

There are no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

Note 47: Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the year and previous year.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 48: - Additional Regulatory Information – Ratios

Particulars	Numerator	Denominator	2024-2025	2023-2024	Variation	Reasons for huge Variation (more than 25% as compared to the preceding year.)
(a) Current Ratio (in times)	Total Current Assets	Total Current Liabilities	1.56	1.61	(3.15%)	
(b) Return on Equity Ratio (in Times)	Profit/(Loss) for the year less Preference dividend (if any)	Average Equity (Shareholder's Funds)	*	*	*	
(c) Trade Receivables turnover ratio (in times)	Net Credit Sales	Average Accounts Receivable	0.17	0.18	(3.35%)	
(d) Net capital turnover ratio	Net Sales	Average Working capital	0.44	0.45	(3.41%)	
(e) Net profit ratio	Net Profit After Tax	Net Sales	0.62	0.18	239.98	There is Increase in Net Profit ratio due to increase in Income on account of Corporate Guarantee Income.
(f) Return on Capital employed	EBIT	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	*	*	*	
(g) Return on investment (Measured in terms of Returns on Total Assets of the Company)	Net Profit after Taxes	Avg. Total Assets	*	*	*	

* Insignificant ratio.

Debt-Equity Ratio, Debt Service Coverage Ratio, Inventory Turnover Ratio and Trade Payables Turnover Ratio are not applicable, hence not provided.



MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 49: Exceptional Item

The Company has plan for redevelopment of Saudamini building located at Haji Ali, Mahalaxmi, Mumbai which was part of Investment Properties. During the year, the said building was demolished by the Company. The Company has recognised for loss on demolition of the said assets amounting to Rs. 30,116 (thousands) as exception loss during the year.

Note 50: Notification of Labour Codes and its impact on Company

The Government of India has recently consolidated 29 existing labour legislations into a unified framework comprising four Labour Codes, viz., Code on Wages, 2019, Code on Social Security, 2020, Industrial Relations Code, 2020 and Occupational Safety, Health and Working Conditions Code 2020 (collectively referred to as the 'New Labour Codes'). Whilst the New Labour Codes are effective from 21st November 2025, the supporting Rules are yet to be notified. These labour codes are relating to employee benefits during the employment and post-employment benefits. The Company is in the process of assessing the impact and is of the opinion that there will not be significant impact of the same on the financial statements of the Company.

Note 51: Approval of Financial Statements for previous year

The standalone Ind AS financial statements for the Financial Year 2023-24 were approved by the Board of Directors in the meeting held on 28th December 2024, however these standalone Ind AS financial statements are yet to be adopted by the members in the General Meeting. The Company has considered the closing balance as per the Board approved standalone Ind AS financial statements for the Financial Year 2023-24 to be the opening balance for the current year.

Note 52: Events after reporting date

There have been no significant events after the reporting date 27.03.2026 that requires disclosure in these Ind AS financial statements except information disclosed under Note no. 50 above.



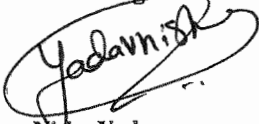
MSEB HOLDING COMPANY LIMITED

Notes to the Standalone Financial Statements for the F.Y. 2024-25

Note 53: Figures for the previous year have been regrouped / reclassified wherever necessary to confirm to current year classification.

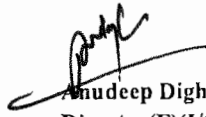
Signature on notes to accounts

For Mukund M Chitale & Co.
Chartered Accountants
Firm Registration No.: 106655W



Nisha Yadav
Partner
Membership No.: 135775

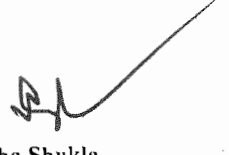
For and on behalf of Board of Directors of
MSEB Holding Company Limited



Anudeep Dighe
Director (F)(I/C)
(DIN: 10042623)

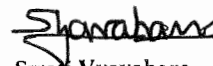


Vishwas Vasant Pathak
Director
(DIN: 00093771)

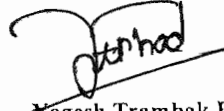


Abha Shukla
Managing Director
(DIN: 09054999)

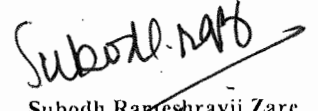
Place: Mumbai
Date: 27.03.2026



Swati Vyavahare
Chief General Manager
(Finance)(I/C)



Yogesh Trambak Phad
Chief Financial Officer



Subodh Ramreshravji Zare
Company Secretary
Mem. No. A22980

Place: Mumbai
Date: 27.03.2026

