



**ENERGY
DEVELOPMENT
COMPANY LTD.**

EDCL HOUSE
1 A, ELGIN ROAD
KOLKATA - 700020
TEL : 033-4041 1983 / 1990
FAX : 033- 2290 3298
CIN: L85110KA1995PLC017003
e-mail: edclcal@edclgroup.com
website : www.edclgroup.com

Ref : EDCL/SE/Comp./2023-24/011

Date : 30th May, 2023

- | | |
|---|--|
| 1. The Manager,
Department of Corporate Services
BSE Limited,
Phiroze Jeejeebhoy Towers, 25 th Floor,
Dalal Street, Mumbai - 400 001 | 2. The Secretary,
National Stock Exchange of India Ltd.
"Exchange Plaza",
Bandra - Kurla Complex, Bandra (E),
Mumbai - 400 051 |
|---|--|

Dear Sir,

Ref : Compliance with Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Sub : Outcome of the Board Meeting

Please be informed that the Board of Directors of the Company in its adjourned Board meeting held on 30th May, 2023 (Original Board meeting held on 25th May, 2023), has inter-alia, approved the Audited Standalone and Consolidated Financial Results for the quarter and year ended on 31st March, 2023 along with Statement of Assets and Liabilities and Statement of Cash Flow. The Statutory Auditors of the Company, M/s. ALPS & Co., have issued Audit Reports with modified opinion on the Standalone and Consolidated Audited Financial Results of the Company for the year ended 31st March, 2023.

The copy of Results along with Statement of Assets and Liabilities, Statement of Cash Flow, Auditors Reports on the Audited Financial Results and the Statements on Impact of Audit Qualifications are enclosed.

The Board meeting commenced on 25th May, 2023 at 01:00 p.m. then adjourned at 10:30 p.m. on 25th May 2023, the Board reassembled at the adjourned Board Meeting on 30th May, 2023 at 12:30 p.m. and concluded at 08:15 p.m. on 30th May, 2023.

This is for your information and record.

Thanking you,

Yours faithfully,
for Energy Development Company Limited

Vijayshree Binnani
(Company Secretary)
Encl: a/a

INDEPENDENT AUDITORS' REPORT

**THE BOARD OF DIRECTORS
ENERGY DEVELOPMENT COMPANY LIMITED**

REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL RESULTS

ADVERSE OPINION

We have audited the accompanying standalone financial results of **Energy Development Company Limited** (hereinafter referred to as the "Company") for the year ended 31st March, 2023 and the notes thereon (hereinafter referred to as the "standalone financial results") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time (hereinafter referred to as "the Listing Regulations"). The standalone financial results have been initialled by us for the purpose of identification.

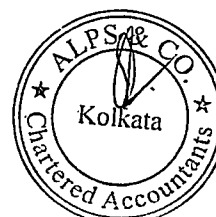
In our opinion and to the best of our information and according to the explanations given to us:

- a) Except for the matters dealt with in the Basis for Adverse Opinion paragraph given below, the standalone financial results have been presented in accordance with the requirements of Regulations 33 of the Listing Regulations in this regard; and
- b) Due to the significance of the matters described in the Basis for Adverse Opinion paragraph given herein below, the standalone financial results do not give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit for the year ended 31st March, 2023 and other comprehensive income and other financial information for the year ended on that date.

BASIS FOR ADVERSE OPINION

Attention is drawn to the following notes of the standalone financial results:

- a. Note 7(a), 7(b) and 7(c) regarding investments, loans and other receivables aggregating to Rs. 2,927.60 lakhs in Arunachal Pradesh and Uttarakhand Undertaking transferred pursuant to the agreement dated 9th November, 2015 and consideration of Rs. 4,994.52 lakhs recoverable in this respect. In view of the uncertainty and non-fulfilment of the conditions precedent to the agreement, amount recoverable thereagainst is doubtful of recovery and considering the progress of underlying projects, value of investments and loans in these companies have been significantly impaired. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results;
- b. Note 8(a) regarding non-determination of terms and conditions of repayment and realisable amount in respect of outstanding loans of Rs. 2,748.08 lakhs from wholly owned subsidiary companies. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results;
- c. Note 8(b) regarding impairment in the value of investments aggregating to Rs. 5,200.00 lakhs in one of the wholly owned subsidiary company. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results;
- d. Note 9(a), 9(b) and 9(c) regarding outstanding amount of Rs. 3,394.38 lakhs in respect of trade receivables, loan amounting to Rs. 313.50 lakhs (including interest accrued thereon) and security deposits/ retention money amounting to Rs. 161.17 lakhs given/ recoverable to/ from certain companies which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the Company. In absence of the provision thereagainst, the profit for the year and amount of "financial assets- current" is overstated to that extent. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results;
- e. Note 10 regarding payment of remuneration amounting to Rs. 40.20 lakhs to an erstwhile director, pending necessary approvals, being shown as recoverable as stated in the said note;



- f. Note 11 regarding non-reconciliation of certain debit and credit balances including loans, advances, creditors, with confirmation thereof. Adjustments/ impact with respect to these are currently not ascertainable and as such cannot be commented upon by us;
- g. Note 12 regarding receipt of demand notices aggregating to Rs. 18,817.47 lakhs pertaining to Income Tax Assessment Order for Assessment Years 2011-2012 to 2020-2021 and stay of demand pursuant to application filed by the Company. The Company has preferred necessary appeals before the Commissioner of Income Tax (Appeals). Impact in this respect is presently not ascertainable;
- h. Overall impact with respect to above, except in case of (d) above, even though likely to be material, are not ascertainable and as such cannot be commented upon by us.

We conducted our audit in accordance with the Standards on Auditing (hereinafter referred to as "SAs") notified under section 143(10) of the Companies Act, 2013, as amended from time to time (hereinafter referred to as "the Act"). Our responsibilities under those SAs are further described in the "Auditors' Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (hereinafter referred to as "the ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial results 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 adverse opinion on the standalone financial results.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE STANDALONE FINANCIAL RESULTS

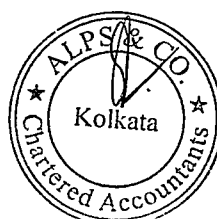
These standalone financial results have been prepared based on the standalone financial statements. The Company's Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net profit for the year ended 31st March, 2023 and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standard notified under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE STANDALONE FINANCIAL RESULTS

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these standalone financial results.



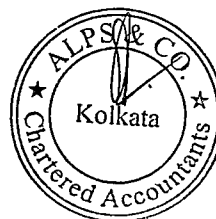
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing an opinion whether the Company has adequate internal financial controls with respect to standalone financial statements in place and the operating effectiveness of such controls but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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.

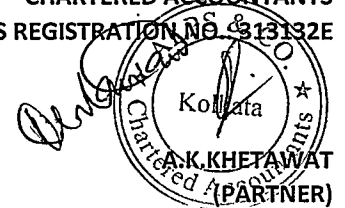
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



OTHER MATTERS

These standalone financial results include the results for the quarter ended 31st March, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to 31st December of the relevant financial year, which were subject to limited review by us as required under the Listing Regulations. Our opinion is not modified in respect of this matter.

FOR A L P S & CO.
CHARTERED ACCOUNTANTS
FIRM'S REGISTRATION NO. 313132E



A.K. KHETAWAT
(PARTNER)
MEMBERSHIP NO.: 052751
UDIN: 23052751BGQJKZ8413

PLACE OF SIGNATURE: Kolkata

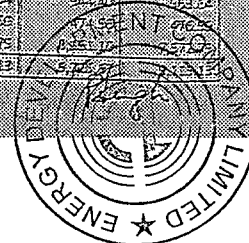
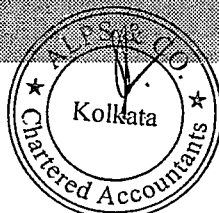
DATE: 30th May, 2023

INDEPENDENT AUDITORS' REPORT
ON THE FINANCIAL STATEMENTS OF THE COMPANY
FOR THE YEAR ENDED 31-03-2022
IN ACCORDANCE WITH THE REQUIREMENTS OF THE COMPANIES ACT, 2013
AND THE COMPANIES (FINANCIAL STATEMENTS) REGULATIONS, 2017
AND THE COMPANIES (AMENDMENT) ACT, 2019

Sl. No.	Particulars	Amount in Rs.				
		Quarter ended		Year ended		
		31-03-2021 (Audited) (Note-13)	31-03-2022 (Unaudited)	31-03-2021 (Audited) (Note-13)	31-03-2022 (Audited)	31-03-2022 (Audited)
1	Operating income	12.35	12.35	12.35	12.35	12.35
2	Other income	15.75	15.75	15.75	15.75	15.75
3	Total income	28.10	28.10	28.10	28.10	28.10
4	Expenses					
a	Cost of materials consumed			1.71	1.71	1.71
b	Purchase of stock-in-trade					
c	Change in inventory of finished goods, work-in-progress and stock-in-trade			(1.50)	(1.50)	(1.50)
d	Employee benefits expense	36.75	36.75	36.75	36.75	36.75
e	Finance costs	14.42	14.42	14.42	14.42	14.42
f	Depreciation and amortisation expense	11.34	11.34	11.34	11.34	11.34
g	Other expenses	147.80	147.80	147.80	147.80	147.80
h	Total expenses	222.06	222.06	222.06	222.06	222.06
5	Profit/(loss) before tax/(after tax)	6.04	6.04	6.04	6.04	6.04
6	Tax expense					
a	Current tax					
b	Deferred tax	(0.50)	(0.50)	(0.50)	(0.50)	(0.50)
7	Profit/(loss) for the period/(year)	5.54	5.54	5.54	5.54	5.54
8	Other comprehensive income					
a	Items that will not be reclassified to profit or loss	15.75	15.75	15.75	15.75	15.75
b	Items that will be reclassified to profit or loss	1.71	1.71	1.71	1.71	1.71
9	Total other comprehensive income for the period/(year)	17.46	17.46	17.46	17.46	17.46
10	Total comprehensive income for the period/(year)	23.00	23.00	23.00	23.00	23.00
11	Profit or equity share capital/(loss) of each equity share	0.55	0.55	0.55	0.55	0.55
12	Other equity					
a	Reserves and surplus	10.70	10.70	10.70	10.70	10.70
b	Reserves	(0.75)	(0.75)	(0.75)	(0.75)	(0.75)
c	Other equity					

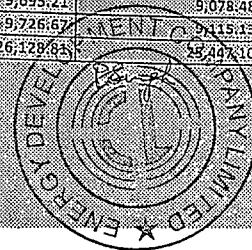
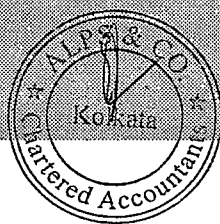
INDEPENDENT AUDITORS' REPORT ON THE FINANCIAL STATEMENTS OF THE COMPANY FOR THE YEAR ENDED 31-03-2022

Sl. No.	Particulars	Amount in Rs.				
		Quarter ended		Year ended		
		31-03-2021 (Audited) (Note-13)	31-03-2022 (Unaudited)	31-03-2021 (Audited) (Note-13)	31-03-2022 (Audited)	31-03-2022 (Audited)
1	Segment revenue					
a	Generating division	22.35	22.35	22.35	22.35	22.35
b	Contract division					
c	Trading division					
d	Revenue from operations	22.35	22.35	22.35	22.35	22.35
2	Segment results					
a	Profit/(loss) before tax and finance costs from each segment					
b	Generating division	12.35	12.35	12.35	12.35	12.35
c	Contract division	15.75	15.75	15.75	15.75	15.75
d	Trading division	1.71	1.71	1.71	1.71	1.71
e	Profit/(loss) before tax	29.81	29.81	29.81	29.81	29.81
f	Finance costs	14.42	14.42	14.42	14.42	14.42
g	Profit/(loss) after tax	15.39	15.39	15.39	15.39	15.39
3	Segment assets					
a	Generating division	1,577.51	1,577.51	1,577.51	1,577.51	1,577.51
b	Contract division	1,152.45	1,152.45	1,152.45	1,152.45	1,152.45
c	Trading division	2,551.87	2,551.87	2,551.87	2,551.87	2,551.87
d	Other assets	12,112.42	12,112.42	12,112.42	12,112.42	12,112.42
e	Total	15,394.25	15,394.25	15,394.25	15,394.25	15,394.25
4	Segment liabilities					
a	Generating division	1,577.51	1,577.51	1,577.51	1,577.51	1,577.51
b	Contract division	1,152.45	1,152.45	1,152.45	1,152.45	1,152.45
c	Trading division	2,551.87	2,551.87	2,551.87	2,551.87	2,551.87
d	Other liabilities	12,112.42	12,112.42	12,112.42	12,112.42	12,112.42
e	Total	15,394.25	15,394.25	15,394.25	15,394.25	15,394.25



Note 1: Statement of Audited Standalone Assets and Liabilities as at 31-03-2023

Particulars	(Rs. in lakhs)	
	As at 31-03-2023 (Audited)	As at 31-03-2022 (Audited)
(1) Non-current assets		
(a) Property, plant and equipment		
(b) Intangible assets	2,566.19	2,830.07
(c) Financial assets	0.17	0.21
(i) Investments		
(ii) Other financial assets	7,901.03	7,901.03
(d) Non-current tax assets (net)	184.89	1.69
(e) Deferred tax assets (net)	569.25	568.61
(f) Other non-current assets	572.83	561.26
	603.41	0.20
TOTAL NON-CURRENT ASSETS	12,397.77	11,863.07
(2) Current assets		
(a) Inventories		
(b) Financial assets	53.75	52.46
(i) Trade receivables		
(ii) Cash and cash equivalents	3,994.57	3,779.97
(iii) Other bank balances	85.43	212.60
(iv) Loans	134.74	135.21
(v) Other financial assets	3,743.51	3,744.20
(c) Other current assets	5,416.98	5,369.18
	302.06	290.41
TOTAL CURRENT ASSETS	13,731.04	13,584.03
TOTAL ASSETS	26,128.81	25,447.10
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital		
(b) Other equity	4,750.00	4,750.00
	11,652.14	11,581.97
TOTAL EQUITY	16,402.14	16,331.97
LIABILITIES		
(1) Non-current liabilities		
(a) Financial liabilities		
Lease liabilities		
(b) Provisions	11.16	11.48
	20.30	25.17
TOTAL NON-CURRENT LIABILITIES	31.46	36.65
(2) Current liabilities		
(a) Financial liabilities		
(i) Borrowings		
(ii) Lease liabilities	2,394.50	2,092.96
(iii) Trade payables	1.92	1.92
Total outstanding dues of micro-enterprises and small enterprises		
Total outstanding dues of creditors other than micro-enterprises and small enterprises	1,601.61	1,370.37
(iv) Other financial liabilities	5,204.58	5,046.56
(b) Other current liabilities	492.49	560.73
(c) Provisions	0.11	5.94
TOTAL CURRENT LIABILITIES	9,695.21	9,078.48
TOTAL LIABILITIES	9,726.67	9,115.13
TOTAL EQUITY AND LIABILITIES	26,128.81	25,447.10



ENERGY DEVELOPMENT COMPANY LIMITED

CIN: L8510KA1995PLC017003

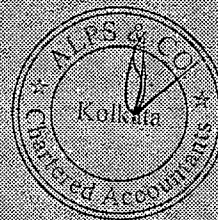
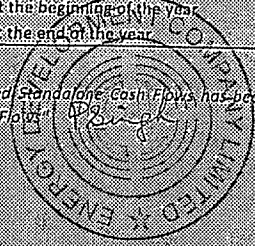
Regd. Office: Harangi Hydro Electric Project, Village: Hulugunda, Taluka: Somawarpet, District: Kodagu, Karnataka-571-233
E-mail: edclcal@edclgroup.com; Website: www.edclgroup.com

Note 2: Statement of Audited Standalone Cash Flows for the year ended 31-03-2023

Particulars	(Rs. In lakhs)	
	For the year ended 31-03-2023 (Audited)	For the year ended 31-03-2022 (Audited)
A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	51.96	294.91
Adjustments for:		
Depreciation and amortisation expense	264.51	263.81
Finance costs	254.81	261.86
Financial assets written off		25.84
Loss on fair valuation of financial instruments	2.77	13.66
Provision for doubtful debt balances	2.04	
Provision for doubtful investment		2.29
Interest income on financial instruments	(14.99)	(319.60)
Liabilities no longer required written back	(6.71)	(0.33)
Amortisation of deferred gain on fair valuation of financial instruments	(66.53)	(66.53)
Operating profit before working capital changes	487.86	475.91
Movement in working capital:		
(Increase)/decrease in inventories	(1.29)	14.86
(Increase) in trade and other receivables	(877.47)	(229.56)
Increase/(decrease) in trade, other payables and provisions	234.46	(9.23)
Cash (utilised in)/generated from operations	(156.44)	251.98
Taxes paid (net)	(0.64)	(1.00)
Net cash (utilised in)/generated from operating activities (A)	(157.08)	250.98
B) CASH FLOW FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(0.59)	(6.79)
Proceeds from repayment of loan		71.50
Fixed deposits placed with banks	(180.00)	
Interest received on fixed deposits	7.88	3.11
Net cash (utilised in)/generated from investing activities (B)	(172.71)	67.82
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from/ (repayment) of borrowings	225.00	(81.28)
Interest and other borrowing costs paid	(20.46)	(32.21)
Payment of lease liabilities	(1.92)	(1.92)
Net cash generated from/ (utilised in) financing activities (C)	202.62	(115.41)
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(127.17)	203.39
Cash and cash equivalents as at the beginning of the year	212.60	9.21
Cash and cash equivalents as at the end of the year	85.43	212.60

Footnote:

The above Statement of Audited Standalone Cash Flows has been prepared under "Indirect method" as set out in Indian Accounting Standard 7 "Statement of Cash Flows".



ENERGY DEVELOPMENT COMPANY LIMITED

CIN: LK5110KA1995PLC017003

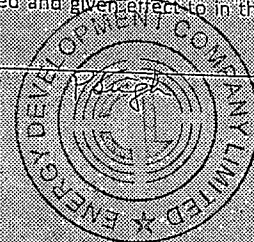
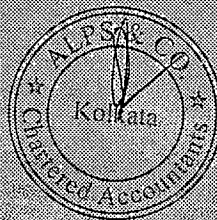
Regd. Office: Harangi Hydro Electric Project, Village: Hulugunda, Taluka: Somawarpet,

District: Kodagu, Karnataka- 571 233

E-mail: edclcal@edclgroup.com; Website: www.edclgroup.com

Notes to the Audited Standalone Financial Results

3	The above Statement of Audited Standalone Financial Results for the quarter and year ended 31st March, 2023 along with notes thereupon including the Statement of Audited Standalone Assets and Liabilities and Statement of Audited Standalone Cash Flows as given in Note 1 and Note 2 respectively, were reviewed by the Audit Committee and thereafter, approved by the Board of Directors and were taken on record at their respective meetings held on 30th May, 2023.																												
4	<p>The generation of electricity, through the Company's Hydel and Wind Power Projects, is seasonal in nature. Information relating to the quarter and year ended 31st March, 2023 and 31st March, 2022 respectively and quarter ended 31st December, 2022 are given herein below:</p> <table><tr><th rowspan="3">Period</th><th colspan="5">Total generation and sales</th></tr><tr><th colspan="3">Quarter ended</th><th colspan="2">Year ended</th></tr><tr><th>31st March, 2023</th><th>31st December, 2022</th><th>31st March, 2022</th><th>31st March, 2023</th><th>31st March, 2022</th></tr><tr><td>Million Units</td><td>1.48</td><td>10.22</td><td>2.57</td><td>39.40</td><td>40.19</td></tr><tr><td>Sale Value (Rs. in lakhs)</td><td>48.90</td><td>348.30</td><td>79.82</td><td>1,300.40</td><td>1,293.15</td></tr></table>	Period	Total generation and sales					Quarter ended			Year ended		31st March, 2023	31st December, 2022	31st March, 2022	31st March, 2023	31st March, 2022	Million Units	1.48	10.22	2.57	39.40	40.19	Sale Value (Rs. in lakhs)	48.90	348.30	79.82	1,300.40	1,293.15
Period	Total generation and sales																												
	Quarter ended			Year ended																									
	31st March, 2023	31st December, 2022	31st March, 2022	31st March, 2023	31st March, 2022																								
Million Units	1.48	10.22	2.57	39.40	40.19																								
Sale Value (Rs. in lakhs)	48.90	348.30	79.82	1,300.40	1,293.15																								
5	Cost of materials consumed represents steel, cement and other construction materials utilized for construction activities.																												
6	<p>The Company's business segment comprises of:</p> <p>a. Generating Division- Generation and Sale of electricity;</p> <p>b. Contract Division- Construction, development, implementation, operation and maintenance of projects and consultancies; and</p> <p>c. Trading Division- Trading of power equipments, metals etc.</p>																												
7(a)	In terms of an agreement dated 9th November, 2015, for transfer of 76% of the Company's investment in various erstwhile wholly owned subsidiaries undertaking hydel power plants in the State of Arunachal Pradesh and Uttarakhand having aggregate capacity of 660 MW approximately (herein referred to as Arunachal Pradesh and Uttarakhand Undertaking respectively), to another strategic investor, investment of Rs. 2,200.03 lakhs as on 31st March, 2023 representing 24% and 51% of the equity in Arunachal Pradesh and Uttarakhand Undertaking respectively and 24% in preference shares have been continued to be held by the Company.																												
7(b)	The investment in subsidiaries/ associate have been carried at cost. Memorandum of Agreement for execution of two of the hydel power plants undertaken in Arunachal Pradesh transferred as per note no. 7(a) above have been terminated by the State Government. Pending evaluation of the status of the project, impairment in the value of investment of Rs. 2,200.03 lakhs as given under note no. 7(a) above, loans of Rs. 681.16 lakhs and other receivables of Rs. 46.41 lakhs outstanding from the aforesaid subsidiaries/ associate have not been determined and given effect to in the standalone financial results.																												



ENERGY DEVELOPMENT COMPANY LIMITED

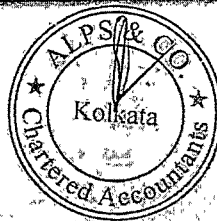
CIN- L85110KA1995PLC017003

Regd. Office: Harangi Hydro Electric Project, Village- Hulugunda, Taluka- Somawarpet,

District- Kodagu, Karnataka- 571 233

E-mail: edclcal@edclgroup.com; Website: www.edclgroup.com

7(c)	Sale consideration of Rs. 4,994.52 lakhs pertaining to Arunachal Pradesh Undertaking in terms of note no. 7(a) above is outstanding as on 31st March, 2023. Pending fulfilment of conditions and approvals etc. in terms of the agreement and pending recovery thereof, the said amount has been considered good and recoverable and is included under "Other financial assets- current" in Note 1 "Statement of Audited Standalone Assets and Liabilities".
8(a)	In respect of loans granted to wholly owned subsidiary companies, terms and conditions of repayment, etc and amount realisable thereagainst have not been determined as on the reporting date. Pending determination of the same, loans of Rs 2,748 08 lakhs outstanding as on 31st March, 2023 have been carried at book value and adjustments required in this respect have not been ascertained.
8(b)	In respect of one of the wholly owned subsidiary company, the net worth has been completely eroded and the current liabilities have exceeded current assets as on 31st March, 2023. Impairment in the value of investments in equity and preference shares aggregating to Rs 5,200.00 lakhs of the said subsidiary, considering these to be strategic in nature, pending determination thereof has not been considered necessary.
9(a)	Trade receivables, as disclosed in Note 1 "Statement of Audited Standalone Assets and Liabilities" include balances of Rs. 3,349.38 lakhs which are outstanding for a considerable period of time.
9(b)	Loans, as disclosed in Note 1 "Statement of Audited Standalone Assets and Liabilities" include Rs. 313.50 lakhs (including interest accrued thereon) recoverable from a company which is lying outstanding as on 31st March, 2023.
9(c)	"Other financial assets- current" in Note 1 "Statement of Audited Standalone Assets and Liabilities" include security deposits/ retention money amounting to Rs. 161.17 lakhs which are lying outstanding for a considerable period of time.
9(d)	Pending outcome of the recovery of the above amounts, no provision against these have been considered necessary.
10	Remuneration amounting to Rs. 40.20 lakhs paid to an erstwhile director of the Company, considering the profitability for the year ended 31st March, 2023 and provisions of section 197 of the Companies Act, 2013 read with Schedule V to the Companies Act, 2013, have been considered recoverable during the quarter and year ended 31st March, 2023. The above amount, pending necessary approvals, being held in trust, has been included under "Other financial assets- current" in Note 1 "Statement of Audited Standalone Assets and Liabilities".
11	Various debit and credit balances including in respect of loans, advances, creditors are subject to confirmation and consequential reconciliation thereof.

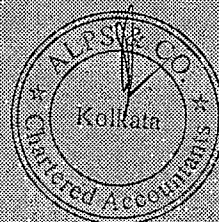


12	Income Tax Authorities had conducted search under section 137 of the Income Tax Act, 1961 at the Company's Corporate Office. During the year ended 31st March, 2023, the Company has received Assessment Orders for assessment of Income Tax for the years 2013-2017 to 2020-2021 and demand notices aggregating to Rs. 1,60,17.47 lakhs have been issued to the Company. Necessary appeals against these notices have been filed before the Commissioner of Income Tax (Appeals) and the matter is pending as on this date. Further, pursuant to the application made by the Company in respect of various demands aggregating to Rs. 12,039.44 lakhs (including demands pertaining to other matters) pending in appeals, etc. before Income Tax Authorities, the demands have been stayed. Pending resolution of the matters, Rs. 603.30 lakhs (including Rs. 153.30 lakhs recovered from the bank accounts of the Company) have been deposited till 31st March, 2023 in installments as agreed upon with the Income Tax Authorities and shown as "Duties and Taxes paid under protest" under "Other non-current assets" in Note 1 "Statement of Audited Standalone Assets and Liabilities". As per the legal and professional advice received, the allegations and contentions made by the Income Tax Authorities are legally not tenable and no liability as such is expected to arise in this respect. Matter being pending in appeal, impact in this respect as such are not determinable.
13	The figures for the quarter ended 31st March, 2023 and 31st March, 2022 are the balancing figures between audited figures in respect of full financial years ended 31st March, 2023 and 31st March, 2022 and unaudited year to date figures up to 31st December, 2022 and 31st December, 2021, being the end of third quarter of respective financial years, which were subjected to limited review by the Statutory Auditor of the Company.
14	Previous periods' figures have been regrouped/ rearranged wherever necessary to make them comparable with those of the current periods' figures.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF
 ENERGY DEVELOPMENT COMPANY LIMITED


RANKANA KUMAR SINGH
 (DIRECTOR)
 DIN: 00199454

PLACE OF SIGNATURE: NEW DELHI
 DATE: 30TH MAY, 2023



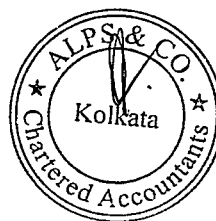
ANNEXURE I

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted
along-with Annual Audited Financial Results - Standalone**

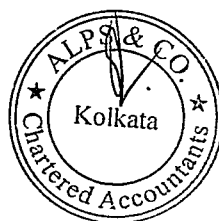
Statement on Impact of Audit Qualifications for the Financial Year ended 31st March 2023 [Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (Audited figures after adjusting for qualifications)
	1.	Turnover / Total income	Rs. 1,410.05 lakhs	Not Ascertainable
	2.	Total Expenditure	Rs. 1,358.09 lakhs	
	3.	Net Profit/(Loss) (excluding other comprehensive income)	Rs. 65.26 lakhs	
	4.	Earnings Per Share	Rs. 0.14	
	5.	Total Assets	Rs. 26,128.81 lakhs	
	6.	Total Liabilities	Rs. 9,726.67 lakhs	
	7.	Net Worth	Rs. 16,402.14 lakhs	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	Qualification 1			
	a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 7(a), 7(b) and 7(c) regarding investments, loans and other receivables aggregating to Rs. 2,927.60 lakhs in Arunachal Pradesh and Uttarakhand Undertaking transferred pursuant to the agreement dated 9th November, 2015 and consideration of Rs. 4,994.52 lakhs recoverable in this respect. In view of the uncertainty and non-fulfilment of the conditions precedent to the agreement, amount recoverable thereagainst is doubtful of recovery and considering the progress of underlying projects, value of investments and			



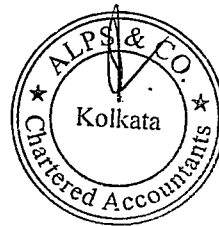
	loans in these companies have been significantly impaired. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: There is uncertainty regarding implementation of the projects at Arunachal Pradesh and Uttarakhand Undertaking and fulfilment of the conditions precedent of the agreement entered into with respect to the same.
	(iii) Auditors' Comments on (i) or (ii) above: As stated herein above, the impact with respect to above and consequential adjustments cannot be ascertained by the management and as such cannot be commented upon by us.
	Qualification 2 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023 - Note 8(a) regarding non-determination of terms and conditions of repayment and realisable amount in respect of outstanding loans of Rs. 2,748.08 lakhs from wholly owned subsidiary companies. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Pending determination of terms and conditions of repayment and amount



	realisable thereagainst, outstanding loans have been carried at book value and adjustments required in this respect have not been ascertained.
	(iii) Auditors' Comments on (i) or (ii) above: As stated herein above, the impact with respect to above and consequential adjustments has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 3 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 8(b) regarding impairment in the value of investments aggregating to Rs. 5,200.00 lakhs in one of the wholly owned subsidiary company. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Considering the investments to be strategic in nature, impairment has not been determined and given effect to in the standalone financial results.
	(iii) Auditors' Comments on (i) or (ii) above: As stated herein above, the impact with respect to above and consequential adjustments cannot be ascertained by the management and as such cannot be commented upon by us.
	Qualification 4 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 9(a), 9(b) and 9(c) regarding outstanding amount of Rs. 3,394.38 lakhs in respect of trade receivables, loan amounting to Rs. 313.50 lakhs (including interest accrued thereon) and security deposits/ retention money amounting to Rs. 161.17 lakhs given/ recoverable to/ from certain companies which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the Company. In absence of the provision thereagainst, the profit for the year and amount of "financial assets- current" is overstated to that extent. Impact in this respect have not been ascertained by the management and recognised in the standalone financial results.

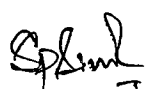
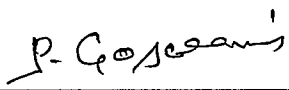
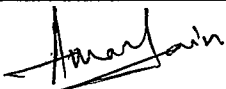
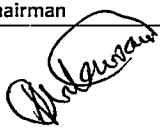


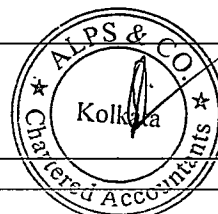
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Pending outcome of the recovery of the above amounts, no provision against the same have been considered necessary.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable
	(iii) Auditors' Comments on (i) or (ii) above: Not Applicable
	Qualification 5
	a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 10 regarding payment of remuneration amounting to Rs. 40.20 lakhs to an erstwhile director, pending necessary approvals, being shown as recoverable as stated in the said note
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: The above amount, pending necessary approvals, being held in trust, has been included under "Other financial assets- current" in Note 1 "Statement of Audited Standalone Assets and Liabilities".
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 6
	a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023-



	Note 11 regarding non-reconciliation of certain debit and credit balances including loans, advances, creditors, with confirmation thereof. Adjustments/ impact with respect to these are currently not ascertainable and as such cannot be commented upon by us.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Impact will become ascertainable only upon reconciliations and confirmations.
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 7
	a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 12 regarding receipt of demand notices aggregating to Rs. 18,817.47 lakhs pertaining to Income Tax Assessment Order for Assessment Years 2011-2012 to 2020-2021 and stay of demand pursuant to application filed by the Company. The Company has preferred necessary appeals before the Commissioner of Income Tax (Appeals). Impact in this respect is presently not ascertainable.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: As per the legal and professional advice received, the allegations and contentions made by the Income Tax Authorities are legally not tenable and no liability as such is expected to arise in this respect. Matter being pending in appeal, impact in this respect as such are not determinable.
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.



	Signatories:
	 <input checked="" type="checkbox"/> GEO/Managing Director
	 <input checked="" type="checkbox"/> CFO
	 <input checked="" type="checkbox"/> Audit Committee Chairman
	 <input checked="" type="checkbox"/> Statutory Auditor
	Place: New Delhi / Kolkata
	Date: 30th May, 2023



INDEPENDENT AUDITORS' REPORT

**THE BOARD OF DIRECTORS
ENERGY DEVELOPMENT COMPANY LIMITED**

REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL RESULTS

ADVERSE OPINION

We have audited the accompanying consolidated financial results of **Energy Development Company Limited** (hereinafter referred to as "the Parent Company"), its subsidiaries (the Parent Company and its subsidiaries together referred to as "the Group") and associate for the year ended 31st March, 2023 and the notes thereon (hereinafter referred to as "the consolidated financial results") attached herewith, being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time (hereinafter referred to as "the Listing Regulations"). The consolidated financial results have been initialled by us for the purpose of identification.

In our opinion and to the best of our information and according to the explanations given to us:

- i. The consolidated financial results include the annual financial results of the following entities:

Name of the subsidiaries

Ayyappa Hydro Power Limited
EDCL Power Projects Limited
EDCL Arunachal Hydro Project Private Limited
Eastern Ramganga Valley Hydel Projects Company Private Limited
Sarju Valley Hydel Projects Company Private Limited

Name of the associate

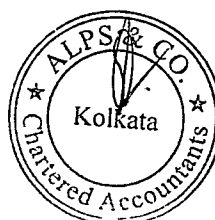
Arunachal Hydro Power Limited

- ii. Except for the matters dealt with in the Basis for Adverse Opinion given below, the consolidated financial results are presented in accordance with the requirements of Regulation 33 of the Listing Regulations this regard; and
- iii. Due to the significance of the matter described in the Basis for Adverse Opinion paragraph given herein below, the consolidated financial results do not give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit for the year ended 31st March, 2023 and other comprehensive income and other financial information of the Group and its associate for the year ended on that date.

BASIS FOR ADVERSE OPINION

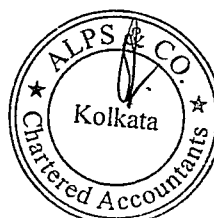
Attention is drawn to the following notes of the consolidated financial results:

- a. Note 3 regarding non-consolidation of financial results of two subsidiary companies viz, Eastern Ramganga Valley Hydel Projects Company Private Limited and Sarju Valley Hydel Projects Company Private Limited and associate companies namely Arunachal Hydro Project Limited for the quarter and year ended 31st March, 2023 due to non-availability of audited financial statements of these companies for the year ended 31st March, 2023. Figures pertaining to these subsidiaries for the period up to 31st December, 2022 were considered based on unaudited financial statements submitted by the management of the Parent Company and results for the quarter ended 31st December, 2022 as included in these consolidated financial results have been taken as reported earlier based on the same. Consolidation of these subsidiaries for the purpose of these consolidated financial results have been considered as stated in note no. 3. Impact in this respect are presently not ascertainable and as such cannot be commented upon by us;



- b. Note 7(a), 7(b) and 7(c) regarding investments and loans aggregating to Rs. 1,817.26 lakhs in Arunachal Pradesh Undertaking transferred pursuant to the agreement dated 9th November, 2015 and consideration of Rs. 4,994.52 lakhs recoverable in this respect. In view of the uncertainty and non-fulfilment of the conditions precedent to the agreement, amount recoverable thereagainst is doubtful of recovery and considering the progress of underlying projects, value of investments and loans in these companies have been significantly impaired. Impact in this respect have not been ascertained by the management and recognised in the consolidated financial results;
- c. Note 8(a), 8(b) and 8(c) regarding outstanding amount of Rs. 3,394.38 lakhs in respect of trade receivables, loan amounting to Rs. 586.50 lakhs (including interest accrued thereon) and security deposits/ retention money amounting to Rs. 196.17 lakhs given/ recoverable to/ from certain companies which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the Group. In absence of the provision there against, the profit for the year and amount of "financial assets- current" is overstated to that extent. Impact in this respect have not been ascertained by the management and recognised in the consolidated financial results;
- d. Note 9(a) and 9(b) regarding payment of remuneration amounting to Rs. 40.20 lakhs and Rs. 4.22 lakhs to an erstwhile director of the Parent Company and Director of one of the wholly owned subsidiary company respectively, which is pending necessary approvals in this respect;
- e. Note 10 regarding non-provision of interest, pending finalisation of terms and conditions of the loan and determination of amount thereof, in respect of loan of Rs. 2,000.00 lakhs taken from a body corporate by a subsidiary company;
- f. Note 11 regarding non-reconciliation of certain debit and credit balances including loans, advances, creditors, with confirmation thereof. Adjustments/ impact with respect to these are currently not ascertainable and as such cannot be commented upon by us;
- g. Note 12 regarding capital projects pertaining to Uttarakhand Undertaking pertaining to two subsidiary companies carried forward as capital work-in-progress amounting to Rs. 2,971.24 lakhs. In this respect, the auditor of the respective subsidiary companies has given Disclaimer of Opinion in respect of financial statements for the year ended 31st March, 2022 stating that they have not been able to receive the required information and details and in absence of necessary audit evidences, they were unable to express any opinion;
- h. Note 14(a) regarding receipt of demand notices aggregating to Rs. 18,817.47 lakhs pertaining to Income Tax Assessments Order for Assessment Years 2011-2012 to 2020-2021 and stay of demand pursuant to application filed by the Parent Company. The Parent Company has preferred necessary appeals before the Commissioner of Income Tax (Appeals). Impact in this respect is presently not ascertainable;
- i. Note 14(b) regarding receipt of demand notices aggregating to Rs. 4,285.09 lakhs and Rs. 59.10 lakhs in two subsidiary companies viz, EDCL Power Projects Limited and Ayyappa Hydro Power Limited respectively. The management of respective subsidiary companies have preferred necessary appeals before the Commissioner of Income Tax (Appeals). Impact in this respect is presently not ascertainable;
- j. Overall impact with respect to above, except in case of (c) above, even though likely to be material, are not ascertainable and as such cannot be commented upon by us.

We conducted our audit in accordance with the Standards on Auditing (hereinafter referred to as "SAs") notified under section 143(10) of the Companies Act, 2013, as amended from time to time (hereinafter referred to as "the Act"). Our responsibilities under those SAs are further described in the "Auditors' Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group and its associate in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (hereinafter referred to as "the ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial results 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 adverse opinion on the consolidated financial results.



RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED FINANCIAL RESULTS

These consolidated financial results have been prepared based on the consolidated financial statements. The Parent Company's Board of Directors are responsible for the preparation of these consolidated financial results that give a true and fair view of the net profit for the year ended 31st March, 2023 and other comprehensive income and other financial information of the Group and its associate in accordance with the recognition and measurement principles laid down in Indian Accounting Standards notified under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associate 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Parent Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors are responsible for assessing the Group and its associate'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 the respective Board of Directors either intends to liquidate the Group and its associate or to cease operations, or has no realistic alternative but to do so.

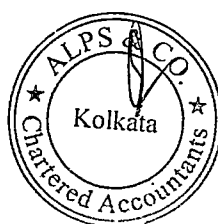
The respective Board of Directors are also responsible for overseeing the financial reporting process of the companies included in the Group and its associate.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL RESULTS

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these consolidated financial results.

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

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion whether the Group and its associate has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls but not for the purpose of expressing an opinion on the effectiveness of the Group and its associate's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors;



- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group and its associate's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group and its associate to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation; and
- Obtain sufficient appropriate audit evidence regarding the financial results/ financial information of the entities within the Group and its associate to express an opinion on the consolidated financial results. We are responsible for the direction, supervision, and performance of the audit of the financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Parent Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.

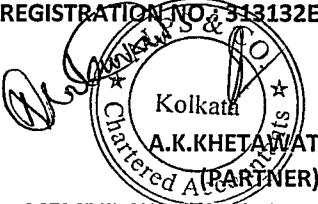
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

OTHER MATTERS

Attention is drawn to following:

- Note 13 regarding restatement of certain items of consolidated financial results for the quarter and year ended 31st March, 2022 consequent to receipt of audited financial statements of two subsidiary companies.
- These consolidated financial results include the results for the quarter ended 31st March, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to 31st December of the relevant financial year, which were subject to limited review by us as required under the Listing Regulations.

Our opinion is not modified in respect of this matter.

FOR A L P S & CO.
CHARTERED ACCOUNTANTS
FIRM'S REGISTRATION NO.: 313132E

A.K. KHETAWAT
(PARTNER)
MEMBERSHIP NO.: 052751
UDIN: 23052751BGQJLB3800

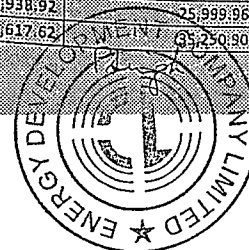
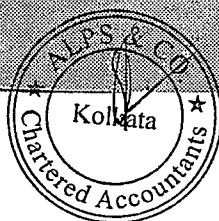
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DATE: 30th May, 2023

		Quarter ended		Year ended	
Sl. no.	Particulars	31-03-2022 (Audited) (Note-15)	31-03-2021 (Unaudited) (Note-15)	31-03-2022 (Unaudited) (Note-15)	31-03-2021 (Unaudited) (Note-15)
1	Revenue from operations	355.12	364.26	499.49	1,711.41
2	Other income	172.30	68.00	62.35	1,711.41
3	Total Income	527.42	432.26	561.84	4,268.22
4	Expenses	478.03	1,014.14	347.15	2,793.22
5	a) Cost of materials consumed			8.29	1.73
6	b) Purchase of stock-in-trade				21.31
7	c) Change in inventory of finished goods, work-in-progress and other trade				
8	d) Employee benefits expense			14.53	11.03
9	e) Finance costs	35.90	78.04	94.37	438.41
10	f) Depreciation and amortisation expense	144.72	355.03	179.98	412.88
11	g) Other expenses	178.21	258.47	255.66	1,179.17
12	Total expenses	334.62	1,066.12	316.11	1,030.50
13	Total surplus	192.80	(633.88)	245.73	3,237.72
14	Profit/(loss) before share of profit/(loss) of associate and tax (14.8.1)	(192.80)	633.88	(245.73)	3,237.72
15	Share of profit/(loss) of associate				
16	Profit/(loss) before tax (14.8)	(192.80)	633.88	(245.73)	3,237.72
17	Tax expense				
18	a) Current tax				
19	b) Deferred tax				
20	Profit/(loss) for the period/year (14.8.2)	(192.80)	633.88	(245.73)	3,237.72
21	Other comprehensive income	(526.37)	(24.42)	(67.81)	421.37
22	a) Items that will not be reclassified to profit or loss				
23	b) Income tax relating to above	(5.74)	4.73	8.13	8.03
24	Total other comprehensive income for the period/year (net of tax)	(1.50)	(12.69)	(2.18)	(2.14)
25	Total comprehensive income for the period/year (net of tax)	(4.24)	621.19	(257.91)	3,235.58
26	Profit/(loss) for the period/year attributable to:	(380.41)	121.35	(61.62)	427.76
27	a) Owners of the parent				
28	b) Non-controlling interest	(638.58)	163.08	(179.57)	421.37
29	Other comprehensive income for the period/year attributable to:	112.41	(15.88)	111.76	825.46
30	a) Owners of the parent				
31	b) Non-controlling interest	(4.24)	(2.65)	6.19	8.33
32	Total comprehensive income for the period/year attributable to:				
33	a) Owners of the parent				
34	b) Non-controlling interest				
35	Paid-up equity share capital (face value of Rs. 10 each)				
36	Other equity	4,750.00	4,750.00	4,750.00	4,750.00
37	Reserves per share (face value of Rs. 10 each) (not annualised for quarterly figures)				
38	a) Basic (Rs.)	(1.11)	0.26	(0.14)	0.59
39	b) Diluted (Rs.)	(1.11)	0.26	(0.14)	0.59

NOTE 1: Statement of Audited Consolidated Assets and Liabilities at 31-03-2023

Particulars	(Rs. in Lakhs)	
	As at 31-03-2023 (Audited)	As at 31-03-2022 (Audited)
(1) Non-current assets		
(a) Property, plant and equipment	14,719.18	15,573.74
(b) Capital work-in-progress	1,473.74	1,471.74
(c) Intangible assets	404.59	566.35
(d) Financial assets		
(i) Investments	1,228.55	1,228.55
(ii) Other financial assets	478.13	35.04
(e) Non-current tax assets (net)	590.11	592.15
(f) Deferred tax assets (net)	1,618.34	1,720.21
(g) Other non-current assets	603.43	1.10
TOTAL NON-CURRENT ASSETS	22,613.57	22,700.38
(2) Current assets		
(a) Inventories	68.42	75.30
(b) Financial assets		
(i) Trade receivables	4,119.92	3,977.58
(ii) Cash and cash equivalents	584.48	470.72
(iii) Other bank balances	1,334.74	1,210.21
(iv) Loans	1,175.99	1,176.68
(v) Other financial assets	5,358.36	5,282.77
(c) Other current assets	362.14	357.26
TOTAL CURRENT ASSETS	13,004.05	12,550.52
TOTAL ASSETS	35,617.62	35,250.90
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity share capital	4,750.00	4,750.00
(b) Other equity	5,589.86	5,162.10
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	10,339.86	9,912.10
Non-controlling interest	(661.16)	(661.16)
TOTAL EQUITY	9,678.70	9,250.94
LIABILITIES		
(1) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	9,395.79	9,840.11
(ii) Lease liabilities	11.16	11.48
(b) Provisions	35.33	36.42
TOTAL NON-CURRENT LIABILITIES	9,442.28	9,888.01
(2) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	6,440.85	6,162.65
(ii) Lease liabilities	1.92	1.92
(iii) Trade payables	1,619.19	1,608.17
Total outstanding dues of micro-enterprises and small enterprises	7,924.25	7,639.93
Total outstanding dues of creditors other than micro-enterprises and small enterprises	510.26	693.31
(iv) Other financial liabilities	0.17	5.97
(b) Other current liabilities	16,496.64	16,111.95
(c) Provisions	25,938.92	25,999.96
TOTAL CURRENT LIABILITIES	25,938.92	25,999.96
TOTAL LIABILITIES	35,617.62	35,250.90
TOTAL EQUITY AND LIABILITIES	35,617.62	35,250.90



ENERGY DEVELOPMENT COMPANY LIMITED

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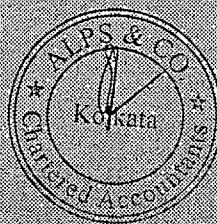
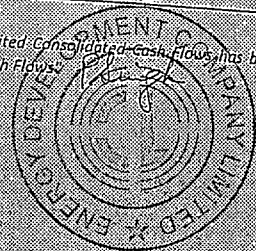
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Note 2: Statement of Audited Consolidated Cash Flows for the year ended 31-03-2023

Particulars	(Rs. in lakhs)	
	For the year ended 31-03-2023	For the year ended 31-03-2022
	(Audited)	(Audited)
A) CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax		
Adjustments for:		
Depreciation and amortisation expense	529.00	791.86
Finance costs	1,030.90	1,032.04
Loss on fair valuation of financial instruments	1,379.17	1,492.38
Provision for doubtful debt balances	4.85	24.95
Provision for doubtful investment	4.48	-
Interest income on financial instruments	-	2.29
Liabilities no longer required written back	(82.23)	(58.00)
Amortisation of deferred gain on fair valuation of financial instruments	(9.11)	(0.33)
Operating profit before working capital changes	(180.74)	(180.74)
Movement in working capital:		
Decrease in inventories	2,676.32	3,104.45
(Increase) in trade and other receivables	6.89	5.28
Increase/ (decrease) in trade, other payables and provisions	(798.25)	(213.61)
Cash generated from operations	21.89	(80.29)
Taxes paid (net)	1,906.85	2,815.83
Net cash generated from operating activities (A)	(7.96)	(5.49)
B) CASH FLOW FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	1,898.89	2,810.34
Fixed deposits placed with banks	(0.59)	(9.54)
Interest received on fixed deposits	(580.00)	(1,075.00)
Net cash utilised in investing activities (B)	58.61	19.73
C) CASH FLOW FROM FINANCING ACTIVITIES		
(Repayment) of borrowings	(521.98)	(1,064.84)
Interest and other borrowing costs paid	(406.77)	(488.04)
Payment of lease liabilities	(854.46)	(989.78)
Net cash utilised in financing activities (C)	(1,783.21)	(2,542.66)
Net increase in cash and cash equivalents (A+B+C)	(1,263.15)	(1,479.74)
Cash and cash equivalents as at the beginning of the year	113.76	265.79
Cash and cash equivalents as at the end of the year	470.72	204.93
	584.48	470.72

Footnote:

The above Statement of Audited Consolidated Cash Flows has been prepared under indirect method as set out in Indian Accounting Standard 7- "Statement of Cash Flows".



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(10)

Notes to the Audited Consolidated Financial Results

3 The above Statement of Audited Consolidated Financial Results for the quarter and year ended 31st March, 2023 along with notes thereupon including the Statement of Audited Consolidated Assets and Liabilities and Statement of Audited Consolidated Cash Flows as given in Note 1 and Note 2 respectively, were reviewed by the Audit Committee and thereafter, approved by the Board of Directors and were taken on record at their respective meetings held on 30th May, 2023.

The Audited Consolidated Financial Results for the quarter and year ended 31st March, 2023 include the financial results of Energy Development Company Limited (hereinafter referred to as "the Parent Company") and its three wholly owned subsidiary companies.

The Audited Consolidated Financial Results for the quarter and year ended 31st March, 2023 have been prepared without considering the financial results of two subsidiary companies viz. Eastern Ramganga Valley Hydel Projects Company Private Limited and Sarju Valley Hydel Projects Company Private Limited (hereinafter referred to as "the subsidiaries") and one associate company "Arunachal Hydro Project Limited" (hereinafter referred to as "the associate") since financial statements of these companies have not been made available to the Parent Company. The balances as available from the audited financial statements for the year ended 31st March, 2022 have therefore been carried forward for the purpose of consolidation. The figures pertaining to the subsidiaries and the associate shall be considered for consolidation and incorporation in the consolidated financial results upon receiving the financial statements duly approved by the Board of Directors of the respective subsidiaries and associate and audited thereof by the Statutory Auditors of the subsidiaries and the associate.

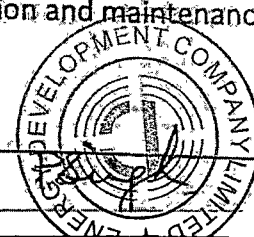
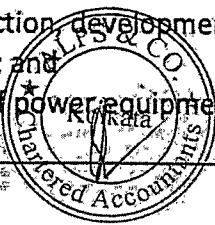
4 The generation of electricity, through the Group's Hydel and Wind Power Projects, is seasonal in nature. Information relating to the quarter and year ended 31st March, 2023 and 31st March, 2022 respectively and quarter ended 31st December, 2022 are given herein below:

Period	Total generation and sales				
	Quarter ended			Year ended	
	31st March, 2023	31st December, 2022	31st March, 2022	31st March, 2023	31st March, 2022
Million Units	10.59	27.63	14.63	108.11	124.32
Sale Value (Rs. in lakhs)	374.76	976.90	510.48	3,811.00	4,356.81

5 Cost of materials consumed represents steel, cement and other construction materials utilized for construction activities.

6 The Group's business segment comprises of:

- Generating Division- Generation and Sale of electricity;
- Contract Division- Construction, development, implementation, operation and maintenance of projects and consultancies; and
- Trading Division- Trading of power equipment's, metals etc.



ENERGY DEVELOPMENT COMPANY LIMITED

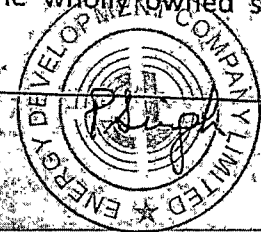
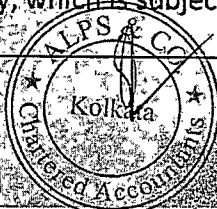
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7(a)	In terms of an agreement dated 9th November, 2015, for transfer of 76% of the Parent Company's investment in various erstwhile wholly owned subsidiaries undertaking hydel power plants in the State of Arunachal Pradesh and Uttarakhand having aggregate capacity of 660 MW approximately (herein referred to as Arunachal Pradesh and Uttarakhand Undertaking respectively), to another strategic investor, investment of Rs. 1,228.55 lakhs as on 31st March, 2023 representing 24% of the equity and preference shares in Arunachal Pradesh Undertaking have been continued to be held by the Parent Company.
7(b)	The investment in subsidiaries/ associate have been carried at cost. Memorandum of Agreement for execution of two of the hydel power plants undertaken in Arunachal Pradesh transferred as per note no. 7(a) above have been terminated by the State Government. Pending evaluation of the status of the project, impairment in the value of investment of Rs. 1,228.55 lakhs as given under note no. 7(a) above and loans of Rs. 588.71 lakhs outstanding from the aforesaid associate have not been determined and given effect to in the consolidated financial results.
7(c)	Sale consideration of Rs. 4,994.52 lakhs pertaining to Arunachal Pradesh Undertaking in terms of note no. 7(a) above is outstanding as on 31st March, 2023. Pending fulfilment of conditions and approvals etc. in terms of the agreement and pending recovery thereof, the said amount has been considered good and recoverable and is included under "Other financial assets- current" in Note 1 "Statement of Audited Consolidated Assets and Liabilities".
8(a)	Trade receivables, as disclosed in Note 1 "Statement of Audited Consolidated Assets and Liabilities" include balances of Rs. 3,349.38 lakhs which are outstanding for a considerable period of time.
8(b)	Loans, as disclosed in Note 1 "Statement of Audited Consolidated Assets and Liabilities" include Rs. 586.50 lakhs (including interest accrued thereon) recoverable from a company which is lying outstanding as on 31st March, 2023.
8(c)	"Other financial assets- current" in Note 1 "Statement of Audited Consolidated Assets and Liabilities" include security deposits/ retention money amounting to Rs. 196.17 lakhs which are lying outstanding for a considerable period of time.
8(d)	Pending outcome of the recovery of the above amounts, no provision against these have been considered necessary.
9(a)	Remuneration amounting to Rs. 40.20 lakhs paid to an erstwhile director of the Parent Company, considering the profitability for the year ended 31st March, 2023 and provisions of section 197 of the Companies Act, 2013 read with Schedule V to the Companies Act, 2013, have been considered recoverable during the quarter and year ended 31st March, 2023. The above amount, pending necessary approvals, being held in trust, has been included under "Other financial assets- current" in Note 1 "Statement of Audited Consolidated Assets and Liabilities".
9(b)	Employee benefits expense for the quarter and year ended 31st March, 2023 include Rs. 4.22 lakhs, being remuneration payable to the Director of one of the wholly owned subsidiary company, which is subject to necessary approvals.



ENERGY DEVELOPMENT COMPANY LIMITED

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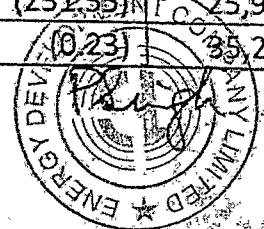
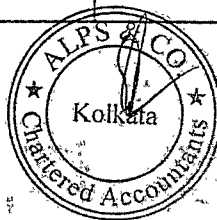
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- 10 Terms and conditions including interest in respect of loan of Rs. 2,000.00 lakhs taken from a body corporate by a subsidiary company have not been renewed by the said subsidiary company. No interest, pending determination of amount thereof has been recognised from year ended 31st March, 2022.
- 11 Various debit and credit balances including in respect of loans, advances, creditors are subject to confirmation and consequential reconciliation thereof.
- 12 Capital work-in-progress amounting to Rs. 2,971.24 lakhs as on 31st March, 2023, relates to two subsidiary companies, namely Eastern Ramganga Valley Hydel Projects Company Private Limited and Sarju Valley Hydel Projects Company Private Limited. There has been no progress in the projects undertaken in earlier years. As per physical verification of the assets carried out on 31st March, 2021, no adjustments in the carrying value has been considered necessary by the management of the said subsidiary companies.
- 13 During the current year, management of Parent Company has received audited financial statements of two subsidiary companies viz, Eastern Ramganga Valley Hydel Projects Company Private Limited and Sarju Valley Hydel Projects Company Private Limited for the year ended 31st March, 2022, and variations in figures in this respect have been given effect to in current year and figures for the quarter and year ended 31st March, 2022 have accordingly been restated. Since the restatement does not have any impact on opening balance sheet of previous year, figures as of 1st April, 2021 has not been presented.

The impact of above on each of the line items of financial statements are as follows:

(Rs. in lakhs)			
Statement of Audited Consolidated Assets and Liabilities	As at 31st March, 2022 (as previously reported)	Increase/ (decrease) due to restatement	As at 31st March, 2022
Cash and cash equivalents	470.95	(0.23)	470.72
Total current assets	12,550.75	(0.23)	12,550.52
Total assets	35,251.13	(0.23)	35,250.90
Other equity	5,078.22	83.88	5,162.10
Non-controlling interest	(808.60)	147.44	(661.16)
Total equity	9,019.62	231.32	9,250.96
Trade payables- Total outstanding dues of creditors other than micro enterprises and small enterprises	1,608.27	(0.10)	1,608.17
Other financial liabilities	7,871.38	(231.45)	7,639.93
Total current liabilities	16,343.50	(231.55)	16,111.95
Total liabilities	26,231.51	(231.55)	25,999.96
Total equity and liabilities	35,251.13	(0.23)	35,250.90



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(Rs. in lakhs, except otherwise stated)			
Statement of Audited Consolidated Financial Results	For the year ended 31st March, 2022 (as previously reported)	Increase/ (decrease) due to restatement	For the year ended 31st March, 2022
Finance costs	1,723.82	(231.44)	1,492.38
Other expenses	787.47	0.12	787.59
Profit/ (loss) before share of profit/ (loss) of associate and tax	560.54	231.32	791.86
Profit/ (loss) before tax	560.54	231.32	791.86
Profit/ (loss) for the period/ year	723.44	231.32	954.76
Total comprehensive income for the period/ year	737.62	231.32	968.94
Profit/ (loss) for the period/ year attributable to:			
- Owners of the parent	871.58	83.88	955.46
- Non-controlling interest	(148.14)	147.44	(0.70)
Total comprehensive income for the period/ year attributable to:			
- Owners of the parent	885.76	83.88	969.64
- Non-controlling interest	(148.14)	147.44	(0.70)
Earnings per share (in Rs.)			
- Basic	1.52	0.49	2.01
- Diluted	1.52	0.49	2.01

(Rs. in lakhs, except otherwise stated)			
Statement of Audited Consolidated Financial Results	For the quarter ended 31st March, 2022 (as previously reported)	Increase/ (decrease) due to restatement	For the quarter ended 31st March, 2022
Finance costs	299.42	(231.44)	67.98
Other expenses	313.99	0.12	314.11
Profit/ (loss) before share of profit/ (loss) of associate and tax	(405.70)	231.32	(174.38)
Profit/ (loss) before tax	(405.70)	231.32	(174.38)
Profit/ (loss) for the period/ year	(299.13)	231.32	(67.81)
Total comprehensive income for the period/ year	(292.94)	231.32	(61.62)
Profit/ (loss) for the period/ year attributable to:			
- Owners of the parent	(263.45)	83.88	(179.57)
- Non-controlling interest	(35.68)	147.44	111.76

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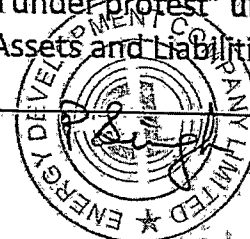
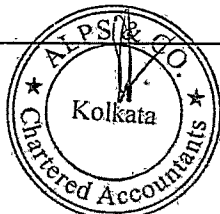
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Statement of Audited Consolidated Financial Results	For the quarter ended 31st March, 2022 (as previously reported)	Increase/ (decrease) due to restatement	For the quarter ended 31st March, 2022
Total comprehensive income for the period/ year attributable to:			
- Owners of the parent	(257.26)	83.88	(173.38)
- Non-controlling interest	(35.68)	147.44	111.76
Earnings per share (in Rs.)			
- Basic	(0.63)	0.49	(0.14)
- Diluted	(0.63)	0.49	(0.14)

(Rs. in lakhs)

Statement of Audited Consolidated Cash Flows	For the year ended 31st March, 2022 (as previously reported)	Increase/ (decrease) due to restatement	For the year ended 31st March, 2022
Profit before tax	560.54	231.32	791.86
Finance costs	1,723.82	(231.44)	1,492.38
Increase/ (decrease) in trade, other payables and provisions	(80.18)	(0.11)	(80.29)
Net cash generated from operating activities	2,810.57	(0.23)	2,810.34
Net increase in cash and cash equivalents	266.02	(0.23)	265.79
Cash and cash equivalents as at the end of the year	470.95	(0.23)	470.72

- 14(a) Income Tax Authorities had conducted search under section 132 of the Income Tax Act, 1961 at the Parent Company's Corporate Office. During the year ended 31st March, 2023, the Parent Company has received Assessment Orders for assessment of Income Tax for the years 2011-2012 to 2020-2021 and demand notices aggregating to Rs. 18,817.47 lakhs have been issued to the Parent Company. Necessary appeals against these notices have been filed before the Commissioner of Income Tax (Appeals) and the matter is pending as on this date. Further, pursuant to the application made by the Parent Company in respect of various demands aggregating to Rs. 18,939.44 lakhs (including demands pertaining to other matters) pending in appeals, etc before Income Tax Authorities, the demands have been stayed. Pending resolution of the matters, Rs. 603.30 lakhs (including Rs. 153.30 lakhs recovered from the bank accounts of the Parent Company) have been deposited till 31st March, 2023 in instalments as agreed upon with the Income Tax Authorities and shown as "Duties and taxes paid under protest" under "Other non-current assets" in Note 1 "Statement of Audited Consolidated Assets and Liabilities".



ENERGY DEVELOPMENT COMPANY LIMITED

CIN- L85110KA1995PLC017003

Regd. Office: Harangi Hydro Electric Project, Village- Hulugunda, Taluka- Somawarpet,

District- Kodagu, Karnataka- 571 233

E-mail: edclcal@edclgroup.com; Website: www.edclgroup.com

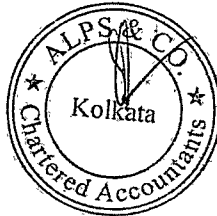
14(b)	Pursuant to search conducted as stated in note no. 14(a) above, two subsidiary companies namely EDCL Power Projects Limited and Ayyappa Hydro Power Limited have received Assessment Orders for assessment of Income Tax for the years 2013-2014 to 2021-2022 and 2015-2016 to 2020-2021 and demand notices aggregating to Rs. 4,285.09 lakhs and Rs. 59.10 lakhs respectively have been issued to subsidiary companies. Necessary appeals against these notices have been filed before the Commissioner of Income Tax (Appeals) and the matter is pending as on this date.
14(c)	As per the legal and professional advice received, the allegations and contentions made by the Income Tax Authorities are legally not tenable and no liability as such is expected to arise in respect of matters stated in note no. 14(a) and 14(b) hereinabove. Matters being pending in appeal, impact in this respect as such are not determinable.
15	The figures for the quarter ended 31st March, 2023 and 31st March, 2022 are the balancing figures between audited figures in respect of full financial years ended 31st March, 2023 and 31st March, 2022 and unaudited year to date figures up to 31st December, 2022 and 31st December, 2021, being the end of third quarter of respective financial years, which were subjected to limited review by the Statutory Auditors of the Parent Company.
16	Previous periods' figures have been regrouped/ rearranged wherever necessary to make them comparable with those of the current periods' figures.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS OF
ENERGY DEVELOPMENT COMPANY LIMITED


PANKAJ KUMAR SINGH
(DIRECTOR)
DIN: 00199454

PLACE OF SIGNATURE: NEW DELHI

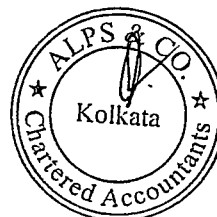
DATE: 30TH MAY, 2023



ANNEXURE I

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted
along-with Annual Audited Financial Results - Consolidated**

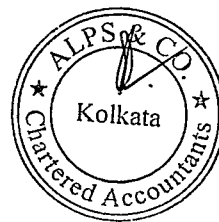
Statement on Impact of Audit Qualifications for the Financial Year ended 31st March 2023 [Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
1.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (Audited figures after adjusting for qualifications)
	1.	Turnover / Total income	Rs. 4,204.22 lakhs	Not Ascertainable
	2.	Total Expenditure	Rs. 3,675.22 lakhs	
	3.	Net Profit/(Loss) (excluding other comprehensive income)	Rs. 421.37 lakhs	
	4.	Earnings Per Share	Rs. 0.89	
	5.	Total Assets	Rs. 35,617.62 lakhs	
	6.	Total Liabilities	Rs. 25,938.92 lakhs	
	7.	Net Worth	Rs. 9,678.70 lakhs	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	Qualification 1 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 3 regarding non-consolidation of financial results of two subsidiary companies viz, Eastern Ramganga Valley Hydel Projects Company Private Limited and Sarju Valley Hydel Projects Company Private Limited and associate companies namely Arunachal Hydro Project Limited for the quarter and year ended 31st March, 2023 due to reasons stated in said note. Impact in this respect are presently not ascertainable and as such cannot be commented upon by us.			



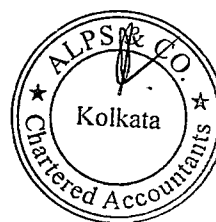
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Impact will be ascertainable only on receipt of Board approved financial statements and audited thereof of said subsidiary and associate companies.
	(iii) Auditors' Comments on (i) or (ii) above: As stated herein above, the impact with respect to above and consequential adjustments cannot be ascertained by the management and as such cannot be commented upon by us.
	Qualification 2
	a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 7(a), 7(b) and 7(c) regarding investments and loans aggregating to Rs. 1,817.26 lakhs in Arunachal Pradesh Undertaking transferred pursuant to the agreement dated 9th November, 2015 and consideration of Rs. 4,994.52 lakhs recoverable in this respect. In view of the uncertainty and non-fulfilment of the conditions precedent to the agreement, amount recoverable thereagainst is doubtful of recovery and considering the progress of underlying projects, value of investments and loans in these companies have been significantly impaired. Impact in this respect have not been ascertained by the management and recognised in the consolidated financial results.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable



	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: There is uncertainty regarding implementation of the projects at Arunachal Pradesh Undertaking and fulfilment of the conditions precedent of the agreement entered into with respect to the same.
	(iii) Auditors' Comments on (i) or (ii) above: As stated herein above, the impact with respect to above and consequential adjustments cannot be ascertained by the management and as such cannot be commented upon by us.
	Qualification 3 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 8(a), 8(b) and 8(c) regarding outstanding amount of Rs. 3,394.38 lakhs in respect of trade receivables, loan amounting to Rs. 586.50 lakhs (including interest accrued thereon) and security deposits/ retention money amounting to Rs. 196.17 lakhs given/ recoverable to/ from certain companies which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the Group. In absence of the provision there against, the profit for the year and amount of "financial assets- current" is overstated to that extent. Impact in this respect have not been ascertained by the management and recognised in the consolidated financial results.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Pending outcome of the recovery of the above amounts, no provision against the same have been considered necessary.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Not Applicable
	(iii) Auditors' Comments on (i) or (ii) above: Not Applicable
	Qualification 4 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 9(a) and 9(b) regarding payment of remuneration amounting to Rs. 40.20 lakhs and Rs. 4.22 lakhs to an erstwhile director of the Parent Company and Director of one



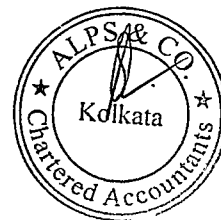
	of the wholly owned subsidiary company respectively, which is pending necessary approvals in this respect
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: The above amount pertaining to erstwhile Director of Parent Company, pending necessary approvals, being held in trust, has been included under "Other financial assets- current" in Note 1 "Statement of Audited Consolidated Assets and Liabilities". The amount of remuneration paid to Director of one of the wholly owned subsidiary company is subject to necessary approvals.
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 5
	a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 10 regarding non-provision of interest, pending finalisation of terms and conditions of the loan and determination of amount thereof, in respect of loan of Rs. 2,000.00 lakhs taken from a body corporate by a subsidiary company.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Impact will become ascertainable on finalisation of terms and conditions of loan.
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 6

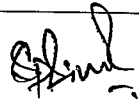
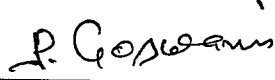
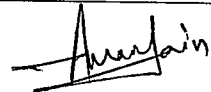
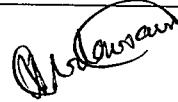


	<p>a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023-</p> <p>Note 11 regarding non-reconciliation of certain debit and credit balances including loans, advances, creditors, with confirmation thereof. Adjustments/ impact with respect to these are currently not ascertainable and as such cannot be commented upon by us.</p>
	f. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	g. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	h. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	i. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Impact will become ascertainable only upon reconciliations and confirmations.
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 7
	<p>a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023-</p> <p>Note 12 regarding capital projects pertaining to Uttarakhand Undertaking pertaining to two subsidiary companies carried forward as capital work-in-progress amounting to Rs. 2,971.24 lakhs. In this respect, the auditor of the respective subsidiary companies has given Disclaimer of Opinion in respect of financial statements for the year ended 31st March, 2022 stating that they have not been able to receive the required information and details and in absence of necessary audit evidences, they were unable to express any opinion.</p>
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive/ since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: Physical verification of assets have been carried out as on 31st March, 2021 and no adjustment in carrying value has been considered necessary.



	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 8 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 14(a) regarding receipt of demand notices aggregating to Rs. 18,817.47 lakhs pertaining to Income Tax Assessments Order for Assessment Years 2011-2012 to 2020-2021 and stay of demand pursuant to application filed by the Parent Company. The Parent Company has preferred necessary appeals before the Commissioner of Income Tax (Appeals). Impact in this respect is presently not ascertainable.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: As per the legal and professional advice received, the allegations and contentions made by the Income Tax Authorities are legally not tenable and no liability as such is expected to arise in this respect. Matter being pending in appeal, impact in this respect as such are not determinable.
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	Qualification 9 a. Details of Audit Qualification: Attention has been drawn by the Auditor in the Basis of Adverse Opinion para to the following notes of the financial results for the year ended 31st March 2023- Note 14(b) regarding receipt of demand notices aggregating to Rs. 4,285.09 lakhs and Rs. 59.10 lakhs in two subsidiary companies viz, EDCL Power Projects Limited and Ayyappa Hydro Power Limited respectively. The management of respective subsidiary companies have preferred necessary appeals before the Commissioner of Income Tax (Appeals). Impact in this respect is presently not ascertainable.
	b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable.



	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: Not Applicable
	(ii) If management is unable to estimate the impact, reasons for the same: As per the legal and professional advice received, the allegations and contentions made by the Income Tax Authorities are legally not tenable and no liability as such is expected to arise in this respect. Matter being pending in appeal, impact in this respect as such are not determinable.
	(iii) Auditors' Comments on (i) or (ii) above: Impact in this respect has not been ascertained by the management and as such cannot be commented upon by us.
	<u>Signatories:</u>
	 CEO/Managing Director
	 CFO
	 Audit Committee Chairman
	 Statutory Auditor
	Place: New Delhi / Kolkata
	Date: 30th May, 2023

