

Date: 14th August, 2024

Bombay Stock Exchange Limited
PJ Towers, Dalal Street,
Mumbai - 400 001.

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Ex Bandra East,
Mumbai – 400 051.

Dear Sir,

Sub : Un-audited Financial results for the quarter ended 30th June,2024

**Ref : 1) BSE Scrip Code:532708, NSE Scrip Code: GVKPIL.
2) Regulation 33 & 52 of the SEBI (LODR) Regulations, 2015.**

In furtherance of the letter dated August 07, 2024 and pursuant to Regulation 33(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Statement of Unaudited Standalone and Consolidated Financial Results for the quarter ended on June 30, 2024, along with Report submitted by the Statutory Auditors of the Company.

The above financial results were approved by the Directors of the Company at a meeting held on August 14, 2024. Given that the Company is under corporate insolvency resolution process pursuant to the provisions of the Insolvency and Bankruptcy Code, 2016, and with effect from July 15, 2024 its affairs are managed by the Interim Resolution professional (IRP), quarterly results as approved by the Board are taken on record by IRP.

The Board Meeting commenced at 10:30 a.m. and concluded at 2:30 p.m.

Please acknowledge receipt of the above.

Thanks & regards,

For GVK Power & Infrastructure Ltd


T Ravi Prakash
Company Secretary

GVK Power & Infrastructure Limited (Under CIRP)
Darshak Chambers, Plot No.32, Ground Floor
House No.1-8-303/48/32, Street No:1
Penderghast Road, Secunderabad-500003
Telangana, India
CIN: L74999TG2005PLC059013 www.gvk.com



ENERGY
TRANSPORTATION
HOSPITALITY
LIFE SCIENCES
REALTY
CSR

GVK Power & Infrastructure Limited
(In CIRP under the provisions of Insolvency & Bankruptcy Code, 2016)
CIN: L74999TG2005PLC059013

Registered office: Darshak Chambers, Plot No.32,Ground Floor, Street No.1, Penderghast Road
Secunderabad - 500003, Telangana

Phone No: 040-2790 2663/64, Fax: 040-2790 2665

Website: www.gvk.com; Email: sanjeevkumar.singh@gvk.com

Statement of Standalone Financial Results for the quarter ended June 30, 2024

(Rs. In Lakhs)

S. No.	Particulars	Quarter ended (Unaudited)			Year ended (Audited)
		30.06.2024	31.03.2024	30.06.2023	31.03.2024
1	Income				
	Revenue from operations	-	260	250	760
2	Other income	134	338	269	1,208
3	Total revenue	134	598	519	1,968
4	Expenses				
	Employee benefit expenses	21	46	46	191
	Other expenses	116	215	324	933
	Impairment of Deemed investment	-	2,284	-	2,284
	Depreciation	2	2	3	11
	Total Expenses	139	2,547	373	3,419
5	Profit/(loss) from ordinary activities but before exceptional items (3-4)	(5)	(1,949)	146	(1,451)
6	Exceptional items	-	-	-	-
7	Profit/(loss) from ordinary activities (5+6)	(5)	(1,949)	146	(1,451)
8	Tax Expenses	-	252	-	343
9	Profit/(loss) from ordinary activities after tax (7-8)	(5)	(2,201)	146	(1,794)
10	Other comprehensive income (net of tax)	-	-	-	-
11	Total comprehensive income (after tax) (9+10)	(5)	(2,201)	146	(1,794)
12	Paid-up equity share capital (Face value of share: Re 1/- each)	15,792	15,792	15,792	15,792
13	Earnings per share (EPS)				
	a) Basic (in Rs.)	(0.00)	(0.14)	0.01	(0.11)
	b) Diluted (in Rs.)	(0.00)	(0.14)	0.01	(0.11)

GVK Power & Infrastructure Limited

Place: Hyderabad
Date : August 14, 2024

P V Prasanna Reddy
P V Prasanna Reddy
Whole-time Director



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GVK Power & Infrastructure Limited
(In CIRP under the provisions of Insolvency & Bankruptcy Code, 2016)
CIN: L74999TG2005PLC059013

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Phone No: 040-2790 2663/64, Fax: 040-2790 2665

Website: www.gvk.com; Email: sanjeevkumar.singh@gvk.com

Statement of Consolidated Financial Results for the quarter ended June 30, 2024

(Rs. in lakhs)

S. No.	Particulars	Quarter ended (Unaudited)			Year ended (Audited)
		30.06.2024	31.03.2024	30.06.2023	31.03.2024
1	Income				
	Revenue from operations	22,395	6,870	50,036	108,014
2	Other income	1,703	2,355	1,514	7,499
3	Total Income	24,098	9,225	51,550	115,513
4	Expenses				
	(a) Employee benefit expenses	411	439	519	1,936
	(b) Finance costs	12,983	13,315	13,619	53,373
	(c) Depreciation and amortisation	5,598	5,572	5,704	22,702
	(d) Other expenses	4,175	3,351	4,185	13,414
	Total expenses	23,167	22,677	24,027	91,425
5	Profit/ (Loss) from ordinary activities but before exceptional items (3-4)	931	(13,452)	27,523	24,088
6	Exceptional items	-	-	-	-
7	Profit/ (Loss) from ordinary activities (5+6)	931	(13,452)	27,523	24,088
8	Add: Share of profit/ (loss) from associates/ jointly controlled entities	-	-	(43)	(71)
9	Profit/ (Loss) before tax for the period (7+8)	931	(13,452)	27,480	24,017
10	Tax expense	444	842	(47)	2,896
11	Profit/ (Loss) after tax for the period (9-10)	487	(14,294)	27,527	21,121
12	Other comprehensive (expense)/income	-	63	20	90
13	Total comprehensive Profit/ (Loss) for the period (11+12)	487	(14,231)	27,547	21,211
14	Profit/ (Loss) for the period attributable to:				
	- Owners of the Company	(1,115)	(10,088)	11,867	2,040
	- Non controlling interests	1,602	(4,206)	15,660	19,081
		487	(14,294)	27,527	21,121
15	Other comprehensive (expenses)/ income for the period attributable to:				
	- Owners of the Company	-	62	15	88
	- Non controlling interests	-	1	5	2
		-	63	20	90
16	Total comprehensive Profit/ (Loss) for the period attributable to:				
	- Owners of the Company	(1,115)	(10,026)	11,882	2,128
	- Non controlling interests	1,602	(4,205)	15,665	19,083
		487	(14,231)	27,547	21,211
17	Paid-up equity share capital (Face value of share: Re 1/- each)	15,792	15,792	15,792	15,792
	- Basic and Diluted earnings per share in Rs	(0.07)	(0.63)	0.75	0.13

GVK Power & Infrastructure Limited

P V Prasanna Reddy

P V Prasanna Reddy
Whole Time Director

Place: Hyderabad
Date : August 14, 2024



GVK Power & Infrastructure Limited
(In CIRP under the provisions of Insolvency & Bankruptcy Code, 2016)
Segment Reporting (Consolidated) for the Quarter ended June 30, 2024

(Rs In Lakhs)

Sr No	Particulars	Quarter ended (Unaudited)			Year ended (Audited)
		30.06.2024	31.03.2024	30.06.2023	31.03.2024
1	Segment Revenue				
	Power	23,075	7,335	49,387	109,297
	Roads	-	-	1,192	1,192
	Others	-	260	250	760
	Total	23,075	7,595	50,829	111,249
	Less: Inter segment revenue	680	725	793	3,235
	Net sales / income	22,395	6,870	50,036	108,014
2	Segment Result				
	Power	12,866	(1,826)	40,701	72,970
	Roads	(469)	(633)	(1,201)	(2,872)
	Others	(200)	(41,931)	(138)	(42,364)
	Total	12,197	(44,390)	39,362	27,734
	Less:				
	Interest Expense	12,984	13,324	13,619	53,382
	Add:				
	Other unallocable income net off unallocable	1,718	44,262	1,737	49,665
	Total Loss before tax	931	(13,452)	27,480	24,017
3	Capital Employed				
	(Segment Assets)				
	Power	504,753	495,027	506,335	495,027
	Roads	111,765	112,101	115,415	112,101
	Others*	137,885	147,682	150,074	147,682
	Unallocated	26,340	26,112	28,921	26,112
	Total Segment Assets	780,743	780,922	800,745	780,922
	(Segment Liabilities)				
	Power	383,911	387,895	426,762	387,895
	Roads	222,368	219,085	186,664	219,085
	Others*	117,294	117,450	109,607	117,450
	Unallocated	656	215	5,162	215
	Total Segment Liabilities	724,229	724,645	728,195	724,645
	Net Capital employed	56,514	56,277	72,550	56,277

*Others include Investment, Manpower, SEZ and Other companies

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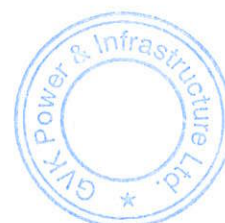


GVK Power & Infrastructure Limited

(In CIRP under the provisions of Insolvency & Bankruptcy Code, 2016)

Notes for standalone & consolidated financial results

1. The above Statement of Standalone and Consolidated unaudited Financial Results and the notes of the GVK Power & Infrastructure Limited ("GVKPIL" or "The Company" or "The parent company") has been drawn up in accordance with Indian Accounting Standards (IND AS) notified under the Companies (Indian Accounting Standards) rules, 2015 as amended from time to time and other accounting principles generally accepted in India (Financial results). The financial results have been prepared in accordance with the recognition and measurement principles prescribed under section 133 of the Companies Act, 2013 and other recognized accounting practices generally accepted in India.
2. The Company carries its businesses in various segments viz., Power, Roads and others through various subsidiaries, associates, and jointly controlled entities, being special purpose vehicles exclusively formed to build and operate various infrastructure projects. The consolidated financial results published above present the full revenues and expenses of the Company, its subsidiaries, share of profits / (losses) of associates and jointly controlled entities (collectively "the GVKPIL Group").
3. The above published consolidated financial results have been prepared in accordance with principles and procedures as set out in the IND-AS 110 on "Consolidated financial statements" and IND - AS 28 on "Investment in associate and joint venture" notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Indian Accounting Standards) Rules, 2015, as amended.
4. The above standalone & consolidated financial results have been approved by board of directors at their meeting held on August 14, 2024 and have been subjected to limited review by the statutory auditors of the Company. Interim Resolution Professional (IRP) has relied upon the results provided by the board members in review of the financials results and certifications, representations and statements made by the directors of the company in relation to these financial results and has taken on record accordingly.
5. The figure for the quarter ended March 31, 2024 of the Standalone and consolidated financial results are the balancing figure between the audited figures in respect of the full financial year ended March 31, 2024 and the unaudited published year-to-date figures up to December 31, 2023 which were subjected to review by the statutory auditors.
6. As of June 30, 2024, the GVKPIL Group had accumulated losses. The GVKPIL Group's current liabilities are in excess of current assets. Three of the subsidiary companies where the project has been terminated are following liquidation basis of accounting. The GVKPIL group has delayed/defaulted in repayments of loans and interest thereon and various loan accounts have been classified as non-performing assets by banks/ lenders including recall of loans /filing of cases under the Insolvency and Bankruptcy Code in certain cases. The Interim Resolution Professional (IRP) / Resolution Professional (RP) have also been appointed in certain cases by National Company Law Tribunal (NCLT). There are various litigations going on in the GVKPIL Group. The GVKPIL Group has also provided guarantees and commitments and/or has undertaken to provide financial assistance on behalf of various entities and as further detailed in notes 8, 9, 10(a) and 10(b) (referring to notes on GVK Coal Developers (Singapore) Pte Limited, GVK Energy Limited, GVK Bagodara Vasad Expressway Private Limited and GVK Deoli Kota Expressway Private Limited), uncertainties are being faced by various



projects such as delays / non development of coal mines in an overseas project where the parent Company has provided guarantees and commitments for the borrowings, losses incurred by gas based power plant in the absence of gas and litigations on rights to claim capacity charge, arbitration on delay of commencement of road projects, termination of various projects etc. Various guarantees given by GVKPIL and GVK Energy Limited (GVKEL) on behalf of their subsidiaries, associates and joint controlled entity have been invoked by the lenders. The company has been admitted into CIRP vide NCLT order dated 12th July 2024 in CP. 260/2022 and order uploaded on the portal on July 15, 2024 (Insolvency Commencement Date). These factors indicate significant doubt on going concern ability of the GVKPIL group. Notwithstanding the above, the financial results of the GVKPIL Group have been prepared on going concern basis as management believes that the GVKPIL Group would be able to ultimately meet its commitments, reduce debt by stake sale and the entities on whose behalf guarantees/ commitments have been extended would be able to meet their obligations. Further, the Management is confident that aforesaid entities would win litigations; will reach an optimal solution with non-controlling shareholders and lenders etc. as required despite current macro-economic environment challenges.

7. The Company and its erstwhile subsidiary GVK Airport Developers Limited (GVK ADL) had entered into a binding agreement comprising a co-operation agreement and other related agreements with Adani Airport Holdings Limited (AAHL) on August 31, 2020 and subsequent dates. This includes acquisition of the debt by AAHL from various lenders of GVKADL with a view to release pledge on certain shares of GVK Airport Holdings Limited (GVKAHL) and with an ability for AAHL to convert the acquired debt from the lenders of GVKADL to equity so as to acquire equity interest in Mumbai International Airport Limited (MIAL) and also acquiring Company's equity and other instruments in GVKADL and also possible acquisition/ settlement of debt of GVK Coal Developers (Singapore) Pte Ltd (GVK Coal) (with a view to release pledge on remaining shares of GVKAHL). AAHL has since acquired the debt of GVKADL from lenders and has converted the same to equity acquiring controlling interest in GVKADL on July 13, 2021. Consequently GVKADL, Bangalore Airport & Infrastructure Developers Limited (BAIDL), GVKAHL, MIAL and Navi Mumbai International Airport Limited (NMIAL) are no longer subsidiaries of the Company from July 13, 2021.

The broad contours of the co-operation and related agreements is detailed below:

- (i) Acquisition of debt and related accrued interest with carrying value in the financial statements of GVKADL of Rs. 255,107 lakhs by AAHL.
- (ii) AAHL acquiring certain securities of Sutara Roads & Infra Limited, a subsidiary of the Company and another Company of the promoter group to be used exclusively for financial support of any of its affiliates and affiliates of GVKPIL post the date of co-operation agreement.
- (iii) Acquiring equity of Rs. 30,000 lakhs and other instruments of Rs.100,000 lakhs held by GVKPIL and its subsidiary in GVKADL by AAHL to be settled by transfer of securities held by AAHL referred to in (ii) above. The said security as held by AAHL will be transferred on the date when GVKPIL transfers the balance shares of GVKADL.
- (iv) GVKPIL and AAHL have also agreed on certain steps to be taken in respect of lenders of GVK Coal.

GVKPIL has sold its majority holding in GVKADL to AAHL and AAHL has acquired and hold the securities as per Para (ii) above during the financial year ended March 31, 2022. The balance shares of GVKADL are yet to be acquired by AAHL. The management of the group considered GVKPIL as beneficial owner of the Optionally Convertible Debentures (OCDs) of Rs.137,464 Lakhs held by AAHL as per Para (ii) above in view of the terms of arrangement. Accordingly, the securities held in the name of AAHL have been classified as



Current Investments of GVKPIL at Rs.137,464 Lakhs in the standalone financial statements and Rs.112, 464 Lakhs in the Consolidated financial statements.

8. The GVKPIL Group has an investment in GVK Coal Developers (Singapore) Pte. Limited (GVK Coal) which is assessed as an associate to the parent Company. The GVKPIL exercises significant influence on GVK Coal as per Ind AS 28.

The GVKPIL Group has provided for impairment Rs 79,048 Lakhs for full value of its investment and receivable in earlier years in the absence of any certainty of realization either by use or from the settlement that may be reached.

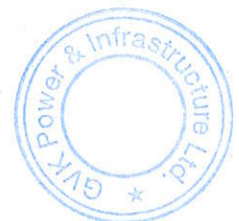
The Group has also given guarantees and commitments for loans amounting to USD 1132.45 Million (Rs. 945,068 lakhs as at June 30, 2024) of principal amount (GVKPIL itself guaranteed towards the repayment of limits which shall be lower of either 53.9% (including in respect of the Hedging Agreements if any) of all principal amounts outstanding under the finance documents or USD 692.61 Million) taken by GVK Coal part of which is collateralized by pledge of 155,587,500 (March 31, 2024: 155,587,500), 130,287,382 (March 31, 2024: 130,287,382) and 48,000,000 (March 31, 2024: 48,000,000) shares of GVK Energy Limited, GVK Transportation Private Limited and GVK Airport Developers Limited respectively for securing loan obtained by GVK Coal Developers (Singapore) Pte. Limited and has also undertaken to provide financial assistance of USD 3.11 million (Rs. 2,595 lakhs) as at June 30, 2024, with respect to which there are multiple significant uncertainties including outlook on the sector, non-achieving of financial closure and clearances for the project, concluding an appropriate solution with various stakeholders including lenders, and necessary environmental and regulatory clearances etc. The entity's current liabilities exceeded current assets by USD 2,624 million (Rs. 2,187,713 lakhs) as of March 31, 2024 (March 31, 2023: USD 2,845 million (Rs. 2,339,320 lakhs)) and accumulated losses as of March, 2024 is USD 1,386 million (Rs. 11,55,562 Lakh) based on audited special purpose consolidated financial statements of GVK Coal.

The GVK Coal lenders had also filed a claim in the High Court of Justice Business and Property Courts of England and Wales Commercial Courts (England Court) on November 09, 2020, and have sought to recover the amounts advanced to GVK Coal. During the financial year 2023-24, the England court vide its order dated October 19, 2023, has crystalized the amount payable by the defendants (GVKPIL and other guarantors/ stakeholders in GVK Coal) at USD 2.19 billion including the amount towards interest.

As per legal opinion obtained by the parent company, the order dated 19th October 2023 passed by the England court is not speaking order. It has also been opined that the Order dated 19th October 2023 cannot be enforced in India and is contrary to the substantive law of India and is also in violation of the principles of natural justice.

Management has made several attempts were made by the company to have a solution with the lenders including an agreement dated March 23, 2017, wherein a non-binding framework solution was agreed upon for a settlement. Subsequently also there were several efforts to engage with the lenders to arrive at a settlement. The GVK Coal having failed to repay debt obligation, ICICI bank has invoked CG of GVKPIL on Nov 02, 2020 and demanding to pay the GVK Coal dues.

Further, one of the lenders has filed an application under Section 7 of the Insolvency and Bankruptcy Code 2016 to initiate Corporate Insolvency Resolution Process against the parent company (being guarantor for loan taken by GVK Coal) before National Company Law Tribunal, Hyderabad on July 14, 2022. Interim Resolution



professional (IRP) appointed by NCLT vide order dated July 12, 2024 in CP. 260/2022 uploaded on the portal on July 15, 2024 (Insolvency Commencement Date) and IRP has taken the possession of all assets of GVKPIL.

IRP has received claims to the extent of Rs.14,654 Crores from the GVK Coal Developers Financial Creditors and IRP has provisionally admitted the claims to the extent of Rs.7,404.36 Crores and balance Rs.7,249.64 Crores claims are under verification. In accordance with IBC code the IRP is in the process to receive, collate and final admission of the claims submitted by the creditors as part of CIRP process. The above provisionally admitted claims are under verification and the final outcome of the CIRP is pending. Accordingly, no provision has been made in the standalone and consolidated financial results.

The extent of the liability that may arise in respect of guarantees and commitments and the manner of such settlement is presently not ascertainable and accordingly no provision has been made in this regard in relation to any liability.

9. The parent company has wholly own subsidiary company viz. GVK Energy Limited ('GVKEL'), certain subsidiaries and jointly controlled entity (group companies) of GVKEL are facing uncertainties as detailed below:

a) The Hon'ble Supreme Court of India had deallocated dedicated coal mine allotted to GVK Power (Goindwal Sahib) Limited (GVKPGSL). GVK Coal (Tokisud) Private Limited (GVKCTPL), a subsidiary company of GVKEL and mine operator was offered compensation by the Nominated Authority of Rs. 11,129 Lakhs as against carrying value of assets of Rs. 31,113 Lakhs as at March 31, 2017. GVKCTPL had appealed against the said order in the Hon'ble High Court of Delhi. The aforesaid court vide its order dated March 09, 2017, directed GVKCTPL to submit its claim to the adjudicating authority constituted under the Coal Mines (Special Provisions) Act, 2015. Subsequently GVKCTPL submitted its claim for the balance amount of Rs. 19,882 Lakhs to the aforesaid authority. The nominated authority under the Ministry of Coal vide its order dated 16th March 2022 has further approved and released compensation of Rs.13,867 lakhs. Out of this an amount of Rs.8,883 lakhs have been deposited by nominated authority in interest bearing account with Registrar General of the Court as per the directions of the high court of Delhi dated 11th April 2022 and an amount of Rs.4,984 lakhs have been paid to lenders by nominated authority towards the balance dues payable as per the claims made by the lenders as on the date of vesting orders less the amount already paid to the lenders. Including the above amount of Rs 4,984 lakhs, a total of Rs 23,761 lakhs , being the due on vesting date has been paid to lenders. The nominated authority has advised in the above order to approach Coal Tribunal in respect of disputes including the compensation disallowed regarding R&R costs. The GVKCTPL has accordingly filed the appeal under sec. 27 of the Coal Mines (Special Provisions) Act, 2015 with Coal Tribunal for Rs 34,830 lakhs on August 01, 2022 and the next hearing of the case is scheduled on September 13, 2024 for evidence.

Based on the internal assessment, management believes that GVKCTPL will be appropriately reimbursed for cancelled coal mine. Additionally, the fund lying-in interest-bearing account with Registrar General of the Court will be sufficient to discharge all liabilities and accordingly no provision is required towards corporate guarantee given by GVKEL for loan taken by GVKCTPL and carrying value (Balance of claims) of Rs 6,015 Lakhs.

b) GVK Power (Goindwal Sahib) Limited ("GVKPGSL") a erstwhile subsidiary company of GVKEL, has been admitted into Corporate Insolvency Resolution Process on October 10, 2022 based on petition filed by Axis



Bank Ltd, one of the lenders in the consortium of GVKPGSL with the Hon'ble NCLT, Hyderabad invoking Corporate Insolvency Resolution Process against the company and the Hon'ble NCLT Hyderabad had approved resolution plan vide its order dated December 22, 2023. As per the said order, the secured lenders have received Rs.1,078 crores against their claims of Rs.6,585 Crores. i.e. with a deficit of Rs.5,507 Crores. The GVKEL has provided Corporate Guarantee to the lenders of GVKPGSL with respect to the amount lent by them. The lenders through security trustee (IDBI Trusteeship services limited) have invoked the corporate Guarantee. Further, during the financial year 2023-24, one of the lenders (IDBI) has filed the case against the GVKEL demanding the amount of Rs.1,494 Crores in the Hon'ble NCLT, Hyderabad and next date of hearing is fixed on September 17, 2024.

As per management, liability of Corporate Guarantor is co - extensive with the liability of the Principal Borrower. Further, as per GVKPIL management, Section 31(1) of the Code states that when a resolution plan is approved by the adjudicating authority the same is binding on all the creditors and the guarantors and all other stake holders and hence no claim is maintainable against them. Considering, the liability of the Principal Borrower stands discharged pursuant to the CIRP of the Principal Borrower, as per GVKPIL management, the liability of the Corporate Guarantor also extinguishes.

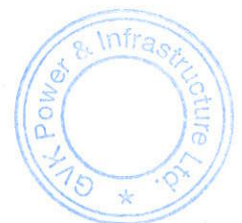
Based on internal assessment of the management there is an uncertainty on the outcome of the liability that may arise in respect of guarantee given by GVKEL. Therefore, no provision has been made against the likely impact of the claim against such guarantee.

- c) GVK Gautami Power Limited (GVKGPL), a jointly controlled entity of GVKEL, has been admitted into Corporate Insolvency Resolution Process (CIRP) during the financial year 2023-24, i.e on October 20, 2023 based on petition filed by Edelweiss Asset Reconstruction Company Ltd, one of the lenders in the consortium of GVKGPL with the Hon'ble NCLT, Hyderabad and Resolution professional appointed by NCLT has taken possession of all assets of GVKGPL. GVKEL has already provided for an impairment in the full value of investment in GVKGPL of Rs 51,897 Lakh.

The GVKEL has also provided Corporate Guarantee to the lenders of GVKGPL with respect to the amount lent by them. This Corporate Guarantee has not be invoked by the Lenders so far (account became NPA on 1st October 2016) and no demands have been raised on GVKEL. This Corporate Guarantee may be invoked the lenders of GVKGPL considering the default therein. In such an eventuality, GVKEL may need to reimburse the same, especially considering that the net assets of GVKGPL is negative. The extent of the liability that may arise in respect of guarantee given is presently not determinable at present and no provision has been made in this regard in relation to such liability.

Moreover, One of the GVKGPL lender has submitted the claim of Rs 1,797.04 Cr and IRP has not admitted the claim, pending verification as GVKGPL has fully repaid the facility of inter corporate deposit availed in the year 2010.

- d) Uttar Pradesh Electricity Commission (UPERC) vide its order dated April 20, 2023 has approved final tariff for Multi Year Tariff (MYT) for tariff period 2019-24 based on approved project cost of Rs 406,186 Lakhs. After evaluating the UPERC order and the based on opinion sought, Alaknanda Hydro Power Company Limited (AHPCL) has raised bills towards arrears against Uttar Pradesh Power Corporation Limited (UPPCL) for the tariff year 2019-20 to 2022-23 in previous quarter to the extent of Rs.31,916 Lakhs, UPPCL has paid entire dues in the month of July'23. UPPCL has filed an appeal in APTEL, challenging the determination of NAPAF by UPERC for the MYT 2015-19 and 2019-24. AHPCL submitted its response to



UPERC under the said appeal. AHPCL also filed an application before APTEL challenging UPERC order regarding the expenditure disallowed by them while approving the project cost.

- e) AHPCL has challenged the vires of the Uttarakhand Tax on Water Used for Generation of Electricity Act, 2012 ("Water Tax Act") before the Uttarakhand High Court. On July 12, 2022, the Uttarakhand High Court directed the company and all other Hydro Electric Projects (HEPs) to pay the Water Tax commencing from August 01, 2022. AHPCL has sought the Uttarakhand High Court to modify its order dated July 12, 2022, which was denied. Pursuantly, company has paid an amount of Rs.1,371 Lakhs to Uttarakhand Water Resources Management Regulatory Commission (UWRMRC), a nodal agency being appointed under the Water Tax Act, towards demand received against water tax for the period August, 2022 to October, 2022 and also made provision for Rs.9,140 Lakhs for the period November, 2022 to June, 2024. Impact on balance sheet the quarter ended June 2024 is Rs.1,371 Lakhs and for the year (April, 2023 - March, 2024) is Rs.5,484 Lakhs.

Further, UPPCL has also filed an application before the Uttarakhand High Court which also impugns the vires of the Water Tax Act. The same is pending for adjudication along with the AHPCL appeal and other batch of appeals.

AHPCL claim for reimbursement of the payments made to UWRMRC towards water tax of Rs.1,371 Lakhs has been denied by UPPCL vide their letter dated June 16, 2023, on the ground that AHPCL has not followed the change in law provision stipulations under the PPA. Subsequently, AHPCL has filed an application before the UPERC for declaring the imposition of Water Tax as a Change in Law UPERC vide its order dt. 01 April 2024 has directed UPPCL to make interim payment against proof of payment of water tax paid by AHPCL from August, 2022 onwards and continue to make interim payment. In case Hon'ble High Court of Uttarakhand decides levy of water tax is null & void, AHPCL shall be required to be claim refund from Uttarakhand Government along with carrying cost and the same shall be released immediately to UPPCL along with such carrying cost.

- f) During the earlier years, GVK Energy Ltd. (GVKEL) and Alaknanda Hydro Power Company Limited (AHPCL) have issued debentures vide respective Trust Deed and taken loans from ECL Finance Limited, Edelweiss Asset Reconstruction Company Limited, India Credit Fund II & Ecap Equities Limited (collectively referred to as "Edelweiss"). These Debentures and Loans are also secured by pledge of shares of GVK Power (Goindwal Sahib) Limited, GVK Coal Tokisud Company Private Limited and AHPCL held by GVKEL and shares of GVKEL held by GVKPIL as investment in respective companies. The loans were further secured by Corporate Guarantee given jointly by GVKEL and GVKPIL.

Since the repayment of loan and interest was defaulted, GVKEL and AHPCL have entered into settlement agreement with Edelweiss on October 31, 2020 which resulted in settlement of principal and interest outstanding of Rs.68,730 Lakhs (GVKEL Rs.12,139 Lakhs and AHPCL Rs.56,591 Lakhs) at Rs.52,500 Lakhs (GVKEL Rs.3,800 Lakhs and AHPCL Rs.48,700 Lakhs) along with interest rate of 12.50% pa compound monthly w.e.f. September 16, 2020 till July 31, 2021, which was further extended up to March 31, 2022. AHPCL and GVKEL has made total payments of Rs.33,059 Lakhs resulting in balance payable of Rs. 27,115 Lakhs including interest till May 16, 2022 (GVK EL Rs.3,506 Lakhs and AHPCL Rs.23,609 Lakhs). AHPCL and GVKEL has requested for further time till August 31, 2022 from Edelweiss for making balance payment and were in discussions with them.

However, Edelweiss has withdrawn the settlement agreement vide its mail dated April 11, 2022. Edelweiss has also written letter dated July 08, 2022 invoking the Corporate Guarantee issued by GVKEL and GVKPIL



Further, since GVKEL and AHPCL could not make the payment as per settlement terms, ECL Finance Limited (Edelweiss) has invoked the pledge of equity shares and transferred 46,60,11,000 Equity shares, each having face value of Rs 10, of AHPCL held by GVK Energy Limited on May 16, 2022. ECL Finance Limited will continue to hold these shares as security on behalf of Edelweiss for the loans taken/NCD issued by AHPCL & GVKEL. ECL Finance Limited reserved the right to sell the same as per the terms of the pledge agreement read with security sharing agreements.

GVKEL filed a suit before Delhi High Court on May 30, 2022, wherein GVKEL pleaded that because of the invocation and transfer of a valuable asset our liability towards the loan has been discharged and since the value of share is far in excess of the outstanding loan liability, the excess share to be returned. The Hon'ble High Court Delhi has given interim order dated May 31, 2022 wherein it is stated that while selling the shares of AHPCL by Lenders, the best offer received by them would be communicated to the GVKEL and GVKPIL as well as to the Court, and an opportunity would be given to them to match the said offer within five days. In the meanwhile, if GVKEL and GVKPIL get an offer for the aforesaid shares, they shall also inform the defendants as well as the Court. In the event GVKEL and GVKPIL are unable to match the offer of the lenders, the lenders would be free to sell the said shares at the best offer received by them. Till the time, the shares which are invoked are sold in the aforesaid manner, the lenders shall not sell any other shares that have been pledged by the GVKEL and GVKPIL with the lenders. However, the lenders shall be free to invoke the pledged shares. Next hearing of the case is scheduled in the month of December, 2024.

GVKEL has transferred the liability of AHPCL in its books of account relating to Edelweiss and based on legal opinion, GVKEL has shown the discharge of the loan liability of Edelweiss against the invoked shares till a settlement is arrived at with Edelweiss. GVKEL has not accounted for the impact of the annulment of settlement since they are confident of achieving settlement with Edelweiss. However, on conservative basis, a loss on invocation and transfer of shares, amounting to Rs.19,486 Lakhs during year ended March 31, 2023 (being difference in face value of pledged shares invoked by Edelweiss and the liability of Edelweiss appearing in books of GVKEL and AHPCL as per settlement terms) has been accounted in the books of accounts and reported as an exceptional item in the standalone results of GVKEL and consolidated financial results of GVKPIL.

Due to above mentioned default in the repayment of amount due on Loan / NCDs, Edelweiss (through its debentures trustee namely Catalyst Trusteeship Limited) has also filed petition with the Hon'ble NCLT, Hyderabad invoking Corporate Insolvency Resolution Process against GVKPIL (being the Guarantor of the Loan / NCDs) and GVKEL on October 21, 2022 and petition against GVKPIL was disposed of on July 23, 2024 as the GVKPIL is admitted into CIRP and in case of GVKEL, the next hearing of the case is scheduled on September 20, 2024.

Meanwhile, AHPCL, GVKEL and GVKPIL has entered into a settlement agreement with the lenders on October 09, 2023, which requires to pay Rs 33,000 Lakhs up to October 31, 2023 and simple interest @12.50% pa is payable w.e.f. 1st November 2023. The entire amount along with interest is to be paid on or before 30th November 2023 and due date further extended till July 31, 2024 with phased payments. On 27th February'24 the lead lender of Alaknanda Hydro Power Company Limited has approved the release of Rs 20,000 Lakhs out of Rs 33,000 lakhs and Rs.13,000 Lakhs to be brought in by GVKPIL group and till date GVKPIL group has paid an amount of Rs 13,000 lakhs as agreed. Management is discussing with lenders for further extension of time.



As per the terms of the settlement, lenders will release the securities including the transfer of 46,60,11,000 Equity shares, each having face value of Rs.10, of AHPCL to GVKEL on payment of amount due as per the settlement agreement.

However, with respect to the above matter, IRP has received claims to the extent of Rs.1,163.99 Crores from the financial creditors and IRP has provisionally admitted the claims to the extent of Rs.1,046.82 Crores and balance Rs.117.17 Crores claims are under verification. In accordance with IBC code the IRP is in the process to receive, collate and final admission of the claims submitted by the creditors as part of CIRP process. The above provisionally admitted claims are under verification and the final outcome of the CIRP is pending. Accordingly, no provision has been made in the standalone and consolidated financial results.

The parent company (GVKPIL) has assessed and based on the valuation carried out and other relevant factors including uncertainties involved, no provision is considered necessary in standalone books of accounts of GVKPIL towards the carrying value of investment in GVKEL of Rs 84,120 Lakhs (March 31, 2024 Rs.84,120 Lakhs) and interest free unsecured loan of Rs.19,611 Lakhs (March 31, 2024 Rs.10,565 Lakhs).

10. The parent company has wholly own subsidiary company viz. GVK Transportation Pvt. Ltd. (GVKTPL). Two of the subsidiaries of GVKTPL are facing uncertainties, detailed as below:

- a) **GVK Bagodara Vasad Expressway Private Limited (GVK BVEPL)**, a wholly owned step down subsidiary of the parent company has carried out project work towards the Concessionaire Agreement entered with Gujarat State Road Development Corporation Limited (GSRDC). During construction, there has been significant delays in fulfilling the obligations from GSRDC like providing Land required for construction, right of way, shifting of utilities etc., which has resulted in significant delays in construction. On March 27, 2018, GSRDC has issued a termination and arbitration notice as per which GSRDC has terminated the concession agreement and also has claimed an amount of Rs. 108,419 Lakhs. In response to the same, GVK BVEPL has written to GSRDC denying the claims from GSRDC and terminated the agreement. GVK BVEPL has also stated that the delay is due to the default from GSRDC. Also, GVK BVEPL has notified GSRDC that dispute settlement process will be as per the Concession Agreement.

GVK BVEPL has approached The International Centre for Alternative Dispute Resolution (ICADR) for appointment of Arbitration Tribunal (AT). Arbitration Tribunal is constituted, and the dispute is being addressed. GSRDC has filed a claim of Rs 108,419 lakhs and GVK BVEPL has filed its statement of Defense and a counter claim of Rs.91,325 lakhs as termination payment due to GSRDC default (apart from various other claims towards Loss of Profit, Interest Payment on Debts etc.) disputing the very process of termination and are also taking other necessary legal remedies in this regard. Initially GVK BVEPL intended to bring into substitution process, however despite best efforts of GVK BVEPL, substitution process could not be completed. Meanwhile GSRDC awarded project to two different contractors. Hence GVK BVEPL is no more going concern, and the financials are prepared accordingly since financial year ended March 31, 2020.

GVK BVEPL is closely working with the lenders by explaining to them the intricacies of the project and outlining support required to give effect to the process of arbitration. Tribunal having heard arguments of both sides has given a split verdict, Justice Thakkar and Justice Panchal have rendered a combined award of Rs 41,296 Lakhs in favor of GSRDC and Justice Deepak Varma had passed a dissenting award of Rs.27,438 Lakhs in favor of the Company. Till date GVK BVEPL not yet received the signed copy of the order. Considering this split award and based on the facts, the company has filed an appeal before

