

Independent Auditor's Report to the members of GFCL Solar and Green Hydrogen Products Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **GFCL Solar and Green Hydrogen Products Limited** ("the Company"), which comprise the Balance Sheet as at 31 March 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information ("the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2025, its loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Information other than the Financial Statements and Auditor's Report Thereon ("Other Information")

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report, including Annexures thereto. The Board's Report, including Annexures thereto is expected to be made available to us after the date of this auditor's report.

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

Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited on the financial statements for the year ended 31 March 2025 (*continued*)

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Board's Report, including Annexures thereto, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions as per the applicable laws and regulations.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited on the financial statements for the year ended 31 March 2025 (*continued*)

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure I a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

**Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited
on the financial statements for the year ended 31 March 2025 (continued)**

2. As required by Section 143(3) of the Act, based on our audit, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity, and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31 March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2025 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure II wherein we have expressed an unmodified opinion.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 - (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

**Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited
on the financial statements for the year ended 31 March 2025 (continued)**

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has neither declared nor paid any dividend during the year.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For Patankar & Associates
Chartered Accountants
Firm's Registration No. 107628W

sd/-

Place: Pune
Date: 26 May 2025

Sandesh S Malani
Partner
Membership No. 110051 UDIN:
25110051BMKUFS2417

Annexure I to Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited on the financial statements for the year ended 31 March 2025 - referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date.

In terms of the Companies (Auditor's Report) Order, 2020 ("the Order"), on the basis of information and explanation given to us and the books and records examined by us in the normal course of the audit and such checks as we considered appropriate, to the best of our knowledge and belief, we state as under:

- i. (a) (A) The Company does not have any property, plant and equipment. The Company has maintained proper records showing full particulars including quantitative details and situation of its capital-work-in-progress.
(a) (B) The Company does not have any intangible assets.
(b) The capital-work-in-progress has been physically verified by the management at the year end and no material discrepancies have been noticed on such verification.
(c) The Company does not have any immovable properties.
(d) The Company has not revalued its property, plant and equipment (including right of use assets) during the year.
(e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and the Rules made thereunder.
- ii. (a) The Company does not have any inventory and accordingly, the requirement to report on clause 3(ii)(a) of the Order is not applicable to the Company.
(b) The Company has not been sanctioned any working capital limit in excess of five crore rupees, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. (a) The Company has not made investments, provided any guarantee or security or granted any loan or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties during the year and accordingly, the requirement to report on clause 3(iii)(a) and 3(iii)(b) of the Order is not applicable to the Company.
(b) The Company has not granted any loans or advances in nature of loans and accordingly, the requirement to report on clause 3(iii)(c) to 3(iii)(f) of the Order is not applicable to the Company.
- iv. The Company has not made any investments in or granted any loans or provided any guarantees or security covered under section 185 and section 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act, and the Rules framed thereunder. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- vi. The Company is yet to commence commercial activity and hence the Company is not required to maintain cost records under section 148(1) of the Act.

Annexure I to Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited on the financial statements for the year ended 31 March 2025 (continued)

- vii. (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Goods and service tax, income-tax, provident fund, and other material statutory dues applicable to it. There are no undisputed dues relating to Employees' State Insurance, sales tax, service tax, duty of excise, value added tax and cess. There are no undisputed amounts payable in respect of such statutory dues which are in arrears as at 31 March 2025 for a period of more than six months from the date they became payable.
- (b) There are no statutory dues referred to in sub-clause (a) above which have not been deposited on account of disputes.
- viii. There are no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix. (a) The Company has not defaulted in repayment of loans and other borrowings or in payment of interest thereon to any lender.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
- (c) The term loans were applied for the purpose for which the loans were obtained.
- (d) There are no funds raised on short term basis and accordingly, the requirement to report on clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) The Company does not have any subsidiaries, associates or joint venture and accordingly, the requirement to report on clause 3(ix)(e) and 3(ix)(f) of the Order is not applicable to the Company.
- x. (a) The Company did not raise moneys by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally).
- xi. (a) No fraud by the Company or on the Company has been noticed or reported during the year.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) The Company is not required to establish Vigil mechanism and accordingly, the requirement to report on clause 3(xi)(c) of the Order is not applicable to the Company.
- xii. The Company is not a Nidhi Company and accordingly, the requirement to report on clause 3(xii) of the Order is not applicable to the Company.
- xiii. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc. as required by the applicable accounting standards.

Annexure I to Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited on the financial statements for the year ended 31 March 2025 (continued)

- xiv. (a) The Company has an internal audit system commensurate with the size and the nature of its business.
(b) The provision of section 138 of the Act in respect of appointment of an internal auditor is not applicable to the Company and accordingly, the requirement to report on clause 3(xiv)(b) of the Order is not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with directors or persons connected with them and accordingly, the requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- xvi. a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).
b) The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
d) The Group of which the Company is a part has only one CIC.
- xvii. The Company has incurred cash losses in the current financial year and the immediately preceding financial year amounting to Rs. 14.48 lakhs and Rs. 10.75 lakhs respectively.
- xviii. There has been no resignation of the statutory auditors during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts upto the date of the audit report and we neither give any guarantee nor any assurance that all the liabilities following due within a period of one year, from the balance sheet date will get discharged by the Company as and when they fall due.
- xx. The provisions of section 135 of the Act in respect of Corporate Social Responsibility (CSR) are not applicable to the Company and accordingly, the requirement to report on clause 3(xx) of the Order is not applicable to the Company.

For Patankar & Associates
Chartered Accountants
Firm's Registration No. 107628W

SD/-

Place: Pune
Date: 26 May 2025

Sandesh S Malani
Partner
Membership No. 110051

Annexure II to Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited on the financial statements for the year ended 31 March 2025 - referred to in paragraph 2(f) under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date

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

We have audited the internal financial controls with reference to financial statements of **GFCL Solar and Green Hydrogen Products Limited** ("the Company") as of 31 March 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("the ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls, and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness.

Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Annexure II to Independent auditor's report to the members of GFCL Solar and Green Hydrogen Products Limited on the financial statements for the year ended 31 March 2025 - referred to in paragraph 2(f) under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date (*continued*)

Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2025 based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For Patankar & Associates,
Chartered Accountants
Firm's Registration No. 107628W

SD/-

Place: Pune
Date: 26 May 2025

Sandesh S Malani
Partner
Membership No. 110051

GFCL Solar and Green Hydrogen Products Limited
Balance Sheet as at 31 March 2025

(Rs. in Lakhs)			
Particulars	Note No.	As at 31 March 2025	As at 31 March 2024
ASSETS			
1) Non-current assets			
(a) Capital work-in-progress	5	1,126.54	831.22
(b) Right-of-use assets	21	60.16	67.76
(c) Other non-current assets	6	234.00	183.82
Sub-total		1,420.70	1,082.80
2) Current assets			
(a) Financial assets			
(i) Cash and cash equivalents	7	29.36	17.11
(ii) Other current financial assets	8	0.10	0.10
(b) Other current assets	9	2.16	2.22
Sub-total		31.62	19.43
Total Assets		1,452.32	1,102.23
EQUITY AND LIABILITIES			
1) Equity			
(a) Equity share capital	10	1.00	1.00
(b) Other equity	11	(38.34)	(23.86)
Sub-total		(37.34)	(22.86)
LIABILITIES			
2) Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	12	1,358.35	311.64
(ii) Lease liabilities	21	59.74	65.45
(b) Provisions	13	2.74	1.23
Sub-total		1,420.83	378.32
3) Current liabilities			
(a) Financial liabilities			
(i) Borrowings	12	-	690.79
(ii) Lease liabilities	21	5.71	5.17
(iii) Trade payables	14		
(a) total outstanding dues of micro enterprises and small enterprises		-	1.26
(b) total outstanding dues of creditors other than micro enterprises and small enterprises		36.01	26.34
(iv) Other current financial liabilities	15	22.55	20.86
(b) Other current liabilities	16	4.17	2.31
(c) Provisions	13	0.39	0.04
Sub-total		68.83	746.77
Total Equity and Liabilities		1,452.32	1,102.23

GFCL Solar and Green Hydrogen Products Limited
Balance Sheet as at 31 March 2025 - Continued

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For Patankar & Associates

Chartered Accountants

Firm's Registration No. 107628W

**For GFCL Solar and Green Hydrogen Products
Limited**

SD/-

Sandesh S Malani

Partner

Membership No. 110051

Place: Pune

Date: 26 May 2025

SD/-

V. K. Jain Director

DIN: 00029968

Place: Noida Date:

26 May 2025

SD/-

V. K. Soni

Director

DIN: 01819331

GFCL Solar and Green Hydrogen Products Limited
Statement of Profit and Loss for the year ended 31 March 2025

(Rs. in Lakhs)			
Particulars	Note No.	Year ended 31 March 2025	Year ended 31 March 2024
Other income	17	-	0.52
Total income		-	0.52
Expenses			
Finance costs	18	0.25	-
Depreciation	19	-	-
Other expenses	20	14.23	11.27
Total expenses		14.48	11.27
Loss before tax		(14.48)	(10.75)
Tax expense	27	-	-
Loss for the year		(14.48)	(10.75)
Other comprehensive income		-	-
Total comprehensive income for the year (comprising loss and other comprehensive income for the year)		(14.48)	(10.75)
Basic and Diluted loss per equity share of Re. 1 each (in Rs.)	31	(14.48)	(10.75)

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For Patankar & Associates

Chartered Accountants

Firm's Registration No. 107628W

For GFCL Solar and Green Hydrogen Products Limited

SD/-

Sandesh S Malani

Partner

Membership No. 110051

Place: Pune

Date: 26 May 2025

SD/-

V. K. Jain Director

DIN: 00029968

Place: Noida

Date: 26 May 2025

SD/-

V. K. Soni

Director DIN:

01819331

GFCL Solar and Green Hydrogen Products Limited
Statement of Changes in Equity for the year ended 31 March 2025

A: Equity Share Capital

Particulars	(Rs. in Lakhs)
Balance as at 1 April 2023	1.00
Changes in equity share capital during the year	-
Balance as at 31 March 2024	1.00
Changes in equity share capital during the year	-
Balance as at 31 March 2025	1.00

B: Other Equity

Particulars	(Rs. in Lakhs)
	Retained earnings
Balance as at 1 April 2023	(13.11)
Loss for the year	(10.75)
Total comprehensive income for the year	(10.75)
Balance as at 31 March 2024	(23.86)
Loss for the year	(14.48)
Total comprehensive income for the year	(14.48)
Balance as at 31 March 2025	(38.34)

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For Patankar & Associates

Chartered Accountants

Firm's Registration No. 107628W

For GFCL Solar and Green Hydrogen Products Limited

SD/-

Sandesh S Malani

Partner

Membership No. 110051

Place: Pune

Date: 26 May 2025

SD/-

V. K. Jain Director

DIN: 00029968

Place: Noida

Date: 26 May 2025

SD/-

V. K. Soni

Director DIN:

01819331

GFCL Solar and Green Hydrogen Products Limited
Statement of Cash Flows for the year ended 31 March 2025

(Rs. in Lakhs)

	Particulars	Year ended 31 March 2025	Year ended 31 March 2024
A	Cash flow from operating activities		
	Loss for the year	(14.48)	(10.75)
	Adjustments for:		
	Finance costs	0.25	-
	Operating loss before working capital changes	(14.23)	(10.75)
	Movements in working capital:		
	(Increase)/decrease in other assets	(31.50)	(48.88)
	Increase/(decrease) in provisions	1.86	1.27
	Increase/(decrease) in trade payables	8.41	21.54
	Increase /(decrease) in other financial liabilities	9.45	2.35
	Increase /(decrease) in other liabilities	1.86	(7.41)
	Net cash used in operating activities	(24.15)	(41.88)
B	Cash flow from investing activities		
	Purchase of property, plant and equipment (including changes in capital work in progress and capital creditors/capital advances)	(228.46)	(306.11)
	Net cash used in investing activities	(228.46)	(306.11)
C	Cash flow from financing activities		
	Proceeds from inter-corporate deposits received from holding company	285.00	300.00
	Payment of lease liabilities	(12.00)	(12.00)
	Finance costs	(8.14)	(6.01)
	Net cash generated from financing activities	264.86	281.99
	Net increase/(decrease) in cash and cash equivalents	12.25	(66.00)
	Cash and cash equivalents as at the beginning of the year	17.11	83.11
	Cash and cash equivalents as at the end of the year	29.36	17.11

GFCL Solar and Green Hydrogen Products Limited
Statement of Cash Flows for the year ended 31 March 2025 - Continued

Changes in liabilities arising from financing activities during the year ended 31 March 2025

(Rs. in Lakhs)

Particulars	Non-current Borrowings	
	Year ended 31 march 2025	Year ended 31 March 2024
Opening balance	1,002.43	648.26
Cash flows (net)	285.00	300.00
Interest expense	78.81	60.18
Interest paid	(7.89)	(6.01)
Closing balance	1,358.35	1,002.43

Notes:

1. The above statement of cash flows has been prepared under the Indirect method.
2. Components of cash and cash equivalents are as per note 7
3. The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For Patankar & Associates

Chartered Accountants

Firm's Registration No. 107628W

**For GFCL Solar and Green Hydrogen Products
Limited**

SD/-

Sandesh S Malani

Partner

Membership No. 110051

Place: Pune

Date: 26 May 2025

SD/-

V. K. Jain

Director DIN:

00029968

Place: Noida

Date: 26 May 2025

SD/-

V. K. Soni

Director DIN:

01819331

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

1. Company information

GFCL Solar and Green Hydrogen Products Limited (the "Company" or "GFCL Solar") is incorporated under the Companies Act, 2013 and is a wholly owned subsidiary of Gujarat Fluorochemicals Limited ("the Holding Company").

The Company is in the process of setting up a plant for manufacturing PVDF Films, back-sheet used in solar panel and allied products and is also going to manufacture Fluoropolymers required for the hydrogen electrolyzers, fuel cells and charging stations. The Company is yet to commence its commercial operations.

The Company's registered office is located at Survey No 16/3, 26 & 27 Village Ranjitnagar, Taluka Ghoghamba, District Panchmahal, Gujarat 389380. The CIN of the Company is U24305GJ2021PLC127822.

2. Statement of compliance and basis of preparation and presentation

2.1 Statement of Compliance

These financial statements of the Company comply in all material aspects with the Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act, 2013 ("the Act"), read together with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time, relevant provisions of the Act and other accounting principles generally accepted in India. The accounting policies have been consistently applied except where a newly issued accounting standard initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use (see Note 2.3).

These financial statements were authorized for issue by the Company's Board of Directors on 26 May 2025.

2.2 Basis of preparation, presentation and measurement

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakhs, up to two decimal places, unless otherwise indicated.

These financial statements have been prepared on an accrual basis and the historical cost basis except for certain financial assets and liabilities are measured at fair value or amortised cost (refer accounting policy regarding financial instruments).

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis and measurements that have some similarities to fair value but are not fair value, such as value in use in Ind AS 36.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

Any asset or liability is classified as current if it satisfies any of the following conditions:

- the asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- the asset is intended for sale or consumption;
- the asset/liability is held primarily for the purpose of trading;
- the asset/liability is expected to be realized/settled within twelve months after the reporting period;
- the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- in the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months.

2.3 Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards.

- a) Following changes are effective for accounting periods beginning on or after 1 April 2024 vide notification dated 9 September 2024 and 28 September 2024 issued by MCA:
- New accounting standard Ind AS 117: Insurance contracts
 - Amendments to Ind AS 116: Leases – relating to sale and leaseback transactions

The above changes did not have any impact on the financial statements of the Company.

- b) Following changes are effective for accounting periods beginning on or after 1 April 2025 vide notification dated 7 May 2025 issued by MCA:
- Amendments to Ind AS 21: The Effects of Changes in Foreign Exchange Rates - These amendments provide guidance regarding estimating the spot exchange rate when the currency is not exchangeable and relevant disclosures.

The above amendments will not have any impact on the financial statements of the Company.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

3. Material Accounting Policies

3.1 Property, plant and equipment (including capital-in-work-progress)

An item of Property, Plant and Equipment (PPE) that qualifies as an asset is measured on initial recognition at cost. Following initial recognition, property, plant and equipment are carried at cost, as reduced by accumulated depreciation and impairment losses, if any.

The Company identifies and determines cost of each part of an item of property, plant and equipment separately, if the part has a cost which is significant to the total cost of that item of property, plant and equipment and has useful life that is materially different from that of the remaining item.

Cost comprises of purchase price / cost of construction, including non-refundable taxes or levies and any expenses attributable to bring the PPE to its working condition for its intended use. Project pre-operative expenses and expenditure incurred during construction period are capitalized to various eligible PPE. Borrowing costs directly attributable to acquisition or construction of qualifying PPE are capitalized.

Spare parts, stand-by equipment and servicing equipment that meet the definition of property, plant and equipment are capitalized at cost and depreciated over their useful life. Costs in nature of repairs and maintenance are recognized in the Statement of Profit and Loss as and when incurred.

Cost of assets not ready for intended use, as on the Balance Sheet date, is shown as capital work in progress. Expenses those are capitalised are considered as pre-operative expenses and are disclosed under capital work-in-progress until the project is capitalised. Advances given towards acquisition of property, plant and equipment outstanding at each Balance Sheet date are disclosed as 'Other Non-Current Assets'.

3.2 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

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

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

3.3 Impairment of non-financial assets

At the end of each reporting period, the Company reviews the carrying amounts of its PPE (including capital work in progress) and right of use assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If it is not possible to measure fair value less cost of disposal because there is no basis for making a reliable estimate of the price at which an orderly transaction to sell the asset would take place between market participants at the measurement dates under market conditions, the asset's value in use is used as recoverable amount.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

3.4 Leases

At inception of a contract, the Company assesses whether a contract is, or contains, a lease viz. whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Company as lessee

The Company recognises a right-of-use asset and a lease liability at the lease commencement date.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, company's incremental borrowing rate.

The carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

"Lease liabilities" and "Right of use assets" have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

The Company applies the short-term lease recognition exemption to its short-term leases (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Variable lease payments that are not included in the measurement of lease liabilities is charged as expense in the statement of profit and loss under the head 'Rent'. Rent concessions that are not assessed as lease modification are recognised in the statement of profit and loss.

3.5 Taxation

Income tax expense comprises of current tax and deferred tax. It is recognized in Statement of profit and loss except to the extent that it relates to an item recognized directly in equity or in other comprehensive income.

Current tax:

Current tax comprises amount of tax payable in respect of the taxable income or loss for the year determined in accordance with Income Tax Act, 1961 and any adjustment to the tax payable or receivable in respect of previous years. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax:

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Presentation of current and deferred tax:

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

Current and deferred tax are recognised in the statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company.

3.6 Provisions and contingencies

The Company recognizes provisions when a present obligation (legal or constructive) as a result of a past event exists and it is probable that an outflow of resources embodying economic benefits will be required to settle such obligation and the amount of such obligation can be reliably estimated. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events, whose existence would be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. Contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are not recognized in the financial statements. However, it is disclosed only when an inflow of economic benefits is probable.

3.7 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are measured at fair value in initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

A] Financial assets

a) Initial recognition and measurement:

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument. On initial recognition, a financial asset is recognised at fair value, except for trade receivables which are initially measured at transaction price. In case of financial assets which are recognised at fair value through profit and loss (FVTPL), its transaction costs are recognised in the statement of profit and loss. In other cases, the transaction costs are attributed to the acquisition value of the financial asset.

b) Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the 'Other income' line item.

c) Subsequent measurement:

For subsequent measurement, the Company classifies a financial asset in accordance with the below criteria:

- i. The Company's business model for managing the financial asset and
- ii. The contractual cash flow characteristics of the financial asset.

Based on the above criteria, the Company classifies its financial assets into the following categories:

i. Financial assets measured at amortized cost:

A financial asset is measured at the amortized cost if both the following conditions are met:

- a) The Company's business model objective for managing the financial asset is to hold financial assets in order to collect contractual cash flows, and
- b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Such financial assets are subsequently measured at amortized cost using the effective interest method. The amortized cost of a financial asset is also adjusted for loss allowance, if any.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

ii. Financial assets measured at FVTOCI:

A financial asset is measured at FVTOCI if both of the following conditions are met:

- a) The Company's business model objective for managing the financial asset is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Investments in equity instruments, classified under financial assets, are initially measured at fair value. The Company may, on initial recognition, irrevocably elect to measure the same either at FVTOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument are recognised as other income in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVTOCI.

The Company does not have any financial assets in this category.

iii. Financial assets measured at FVTPL:

A financial asset is measured at FVTPL unless it is measured at amortized cost or at FVTOCI as explained above. This is a residual category applied to all other investments of the Company excluding investments in subsidiaries, associates and joint controlled entity. Such financial assets are subsequently measured at fair value at each reporting date. Fair value changes are recognized in the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised as 'other income' in the Statement of Profit and Loss.

The Company does not have any financial assets in this category.

a) Foreign exchange gains and losses

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

For foreign currency denominated financial assets measured at amortised cost and FVTPL, the exchange differences are recognised in profit or loss except for those which are designated as hedging instruments in a hedging relationship.

b) Derecognition:

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized (i.e. removed from the Company's Balance Sheet) when any of the following occurs:

- i. The contractual rights to cash flows from the financial asset expires;
- ii. The Company transfers its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risks and rewards of ownership of the financial asset;
- iii. The Company retains the contractual rights to receive cash flows but assumes a contractual obligation to pay the cash flows without material delay to one or more recipients under a 'pass-through' arrangement (thereby substantially transferring all the risks and rewards of ownership of the financial asset);

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

- iv. The Company neither transfers nor retains substantially all risk and rewards of ownership and does not retain control over the financial asset.

In cases where Company has neither transferred nor retained substantially all of the risks and rewards of the financial asset, but retains control of the financial asset, the Company continues to recognize such financial asset to the extent of its continuing involvement in the financial asset. In that case, the Company also recognizes an associated liability.

The financial asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

On derecognition of a financial asset, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in profit or loss if such gain or loss would have otherwise been recognised in profit or loss on disposal of that financial asset.

c) Impairment of financial assets

In case of financial assets measured at amortized cost, the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to 12-month ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

Subsequently, if the credit quality of the financial asset improves such that there is no longer a significant increase in credit risk since initial recognition, the Company reverts to recognizing impairment loss allowance based on 12-month ECL.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.

12-month ECL are a portion of the lifetime ECL which result from default events that are possible within 12 months from the reporting date. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset.

ECL are measured in a manner that they reflect unbiased and probability weighted amounts determined by a range of outcomes, taking into account the time value of money and other reasonable information available as a result of past events, current conditions and forecasts of future economic conditions.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as expense/income in the Statement of Profit and Loss under the head 'Other expenses' / 'Other income'.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

B] Financial liabilities and equity instruments

Debt and equity instruments issued by a Company entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

i. Equity instruments:

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Company entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Company's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

ii. Financial Liabilities: -

a) Initial recognition and measurement:

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at fair value.

b) Subsequent measurement:

Financial liabilities are subsequently measured at amortised cost using the effective interest rate method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

The Company has not designated any financial liability as at FVTPL.

c) Derecognition:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the Derecognition of the original liability and the recognition of a new liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid is recognized in the Statement of Profit and Loss.

3.8 Earnings Per Share

Basic earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

4. Critical accounting judgements and use of estimates

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision or future periods if the revision affects both current and future periods.

Following are the critical judgements, assumptions and use of estimates that have most significant effects on the amounts recognized in these financial statements.

a) Recognition and measurement of provisions and contingencies:

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances. In the normal course of business, contingent liabilities may arise from litigations and other claims against the Company. Judgment is required to determine the probability of such potential liabilities actually crystallising. In case the probability is low, the same is treated as contingent liabilities. Such liabilities are disclosed in the notes but are not provided for in the financial statements.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

Particulars	(Rs. in Lakhs)	
	As at 31 March 2025	As at 31 March 2024
5. Capital work-in-progress		
Capital work-in-progress	795.39	659.79
Pre-operative expenditure pending allocation	331.15	171.43
Total	1,126.54	831.22

Particulars of pre-operative expenditure incurred during the year are as under:

Particulars	(Rs. in Lakhs)	
	As at 31 March 2025	As at 31 March 2024
Opening balance	171.43	66.45
Add: Expenses incurred during the year:		
Employee benefits expense	61.33	13.53
Borrowing costs	85.64	67.50
Depreciation	7.60	7.60
Legal and professional fees and expenses	5.00	16.00
Other expenses	0.15	0.35
Closing balance	331.15	171.43

Capital work-in-progress (CWIP) ageing schedule as at 31st March, 2025 (Rs. in Lakhs)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	295.32	332.45	498.77	-	1,126.54
Projects temporarily suspended	-	-	-	-	-

Details of CWIP whose completion is overdue as compared to its original plan as at 31st March, 2025 (Rs. in Lakhs)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project 1	-	297.62	-	-	297.62
Project 2	-	828.92	-	-	828.92
Total	-	1,126.54	-	-	1,126.54

Capital work-in-progress (CWIP) ageing schedule as at 31st March, 2024 (Rs. in Lakhs)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	332.45	498.77	-	-	831.22
Projects temporarily suspended	-	-	-	-	-

Details of CWIP whose completion is overdue as compared to its original plan as at 31st March, 2024 (Rs. in Lakhs)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project 1	-	221.20	-	-	221.20
Project 2	-	610.02	-	-	610.02
Total	-	831.22	-	-	831.22

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

Particulars	(Rs. in Lakhs)	
	As at 31 March 2025	As at 31 March 2024
6. Other Non-current assets		
(Unsecured, considered good, unless otherwise stated)		
Capital Advances	68.26	49.64
Balance with government authorities - Balance in GST accounts	165.74	134.18
Total	234.00	183.82
7. Cash and cash equivalents		
Balances with banks - in current account	29.36	17.11
Total	29.36	17.11
8. Other current financial assets (at amortised cost)		
(Unsecured, considered good, unless otherwise stated)		
Security deposit	0.10	0.10
Total	0.10	0.10
9. Other current assets		
(Unsecured, considered good, unless otherwise stated)		
Advance to suppliers	2.16	2.22
Total	2.16	2.22

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

Particulars	(Rs. in Lakhs)	
	As at 31 March 2025	As at 31 March 2024
10. Equity share capital		
Authorised capital		
1,00,000 (31 March 2024: 1,00,000) equity shares of Re. 1 each	1.00	1.00
Issued, subscribed and paid up		
1,00,000 (31 March 2024: 1,00,000) equity shares of Re. 1 each fully paid up	1.00	1.00
	1.00	1.00

(a) Rights, preferences and restrictions attached to equity shares

The Company has only one class of equity shares having par value of Re. 1 per share. Each shareholder is eligible for one vote per share held and entitled to receive dividend as declared from time to time. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, in proportion of their shareholding.

(b) Shares held by holding company

Particulars	As at 31 March 2025		As at 31 March 2024	
	No. of shares	(Rs. in Lakhs)	No. of shares	(Rs. in Lakhs)
Gujarat Fluorochemicals Limited (*)	1,00,000	1.00	1,00,000	1.00

(c) Details of shareholders holding more than 5% shares in the Company:

Name of shareholder	As at 31 March 2025		As at 31 March 2024	
	No. of shares	% of Holding	No. of shares	% of Holding
Gujarat Fluorochemicals Limited (*)	1,00,000	100.00%	1,00,000	100.00%

(d) Shareholding of promoters:

Disclosure of Shareholding of promoters as at 31 March 2025 is as follows:

Name of promoters	As at 31 March 2025		As at 31 March 2024		% Change during the year
	No. of Shares	% of holding	No. of Shares	% of holding	
Gujarat Fluorochemicals Limited (*)	1,00,000	100.00%	1,00,000	100.00%	-

Disclosure of Shareholding of promoters as at 31 March 2024 is as follows:

Name of promoters	As at 31 March 2024		As at 31 March 2023		% Change during the year
	No. of Shares	% of holding	No. of Shares	% of holding	
Gujarat Fluorochemicals Limited (*)	1,00,000	100.00%	1,00,000	100.00%	-

(*) Includes shares held by nominee shareholders.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

Particulars	(Rs. in Lakhs)	
	As at 31 March 2025	As at 31 March 2024
11. Other Equity		
Retained earnings	(38.34)	(23.86)
	(38.34)	(23.86)
11.1 Retained earnings:		
Balance at the beginning of the year	(23.86)	(13.11)
Loss for the year	(14.48)	(10.75)
Balance at the end of the year	(38.34)	(23.86)
12. Borrowings		
Non-current		
Unsecured		
Inter-corporate deposit from holding company	1,358.35	1,002.43
Less: Current maturities	-	(630.00)
Less: Interest accrued	-	(60.79)
Total	1,358.35	311.64
Current		
Unsecured		
Current maturities of long term borrowings	-	630.00
Interest accrued on long term borrowings	-	60.79
Total	-	690.79

Terms of unsecured borrowings:

a) The inter-corporate deposits from holding company were repayable after 2 years from the date of respective deposits till 31 March 2024. During the current year, the repayment terms are modified. As per the revised repayment terms, now all the inter-corporate deposits are repayable on 27 April 2025. The inter-corporate deposits are unsecured and carry interest @ 7.50% p.a.

b) There is no default in repayment of principal and payment of interest on borrowings.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

(Rs. in Lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
13. Provisions		
Non-Current		
Provision for employee benefits (see note 22)		
- for Gratuity	1.14	0.22
- for Compensated absences	1.60	1.01
Total	2.74	1.23
Current		
Provision for employee benefits (see note 22)		
- for Gratuity	*	*
- for Compensated absences	0.39	0.04
Total	0.39	0.04
(*) Amount is less than Rs. 0.01 lakhs.		
14. Trade Payables		
- total outstanding dues of micro enterprises and small enterprises (see Note 30)	-	1.26
- total outstanding dues of creditors other than micro enterprises and small enterprises	36.01	26.34
Total	36.01	27.60
For trade payable ageing - see note 29		
15. Other financial liabilities		
Current		
Creditors for capital expenditure (#)	10.75	18.51
Employees dues payable	11.61	2.35
Other payable	0.19	-
Total	22.55	20.86
(#) includes dues to micro enterprises and small enterprises (see Note 30).		
16. Other current liabilities		
Statutory dues and taxes payable	4.17	2.31
Total	4.17	2.31

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
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17: Other Income

Gain on foreign currency transactions and translation (net) - 0.52

Total - **0.52**

18. Finance costs

Interest expenses

(a) Interest on financial liabilities carried at amortised cost

- Interest on inter-corporate deposit 78.81 60.18

(b) Interest on lease liability 6.83 7.32

(c) Other interest expenses 0.25 -

85.89 67.50

Less: Borrowing costs capitalised (85.64) (67.50)

Total **0.25 -**

Note: The weighted average capitalisation rate of funds borrowed is 7.50% per annum (previous year 7.50% p.a.)

19. Depreciation

Depreciation on right-of-use assets (see Note below) - -

Total - -

Note: Depreciation on right of use assets has been capitalised as pre-operative expenditure.

20. Other expenses

Rent 0.24 0.24

Legal and professional fees and expenses 12.73 10.54

Loss on foreign currency transactions and translation (net) 0.02 -

Miscellaneous expenses 1.24 0.49

Total **14.23 11.27**

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

21. Leases

Company as a lessee:

- (a) The Company's leasing arrangement is in respect of factory premise on lease.
(b) Particulars of right-of-use assets and lease liabilities:

i. Carrying value of right-of-use assets by class of underlying assets

(Rs. in Lakhs)

Particulars	Factory Premise
I. Gross Block	
Balance as at 1 April 2023	75.99
Balance as at 31 March 2024	75.99
Balance as at 31 March 2025	75.99
II. Accumulated depreciation	
Balance as at 1 April 2023	0.63
Depreciation for the year (see Note (i))	7.60
Balance as at 31 March 2024	8.23
Depreciation for the year (see Note (i))	7.60
Balance as at 31 March 2025	15.83

(Rs. in Lakhs)

Carrying amounts	Factory Premise
As at 31 March 2024	67.76
As at 31 March 2025	60.16

Notes:

- i) Depreciation on right of use assets has been capitalised as pre-operative expenditure.
ii) The Company has not revalued its right-of-use assets during the year.

ii. Movement in lease liability during year ended

(Rs. in Lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Balance at the beginning of the year	70.62	75.30
Addition during the year	-	-
Interest on lease liability	6.83	7.32
Payment of lease liability	(12.00)	(12.00)
Balance at the end of the year	65.45	70.62

(Rs. in Lakhs)

Break-up of lease liabilities:	As at 31 March 2025	As at 31 March 2024
Non-current lease liabilities	59.74	65.45
Current lease liabilities	5.71	5.17

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

21. Leases - continued

iii. Contractual maturities of lease liability as at reporting date on an undiscounted basis:

(Rs. in Lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Maturity analysis - contractual undiscounted cash flows		
Less than one year	12.00	12.00
One to five years	48.00	48.00
More than five years	35.00	47.00
Total undiscounted lease liability	95.00	107.00

iv. Amount recognized in statement of profit and loss

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Interest on lease liability	6.83	7.32
Expense relating to short-term leases - Included in Rent expense	0.24	0.24

Interest on lease liability capitalised as pre-operative expenditure	6.83	7.32
--	------	------

v. Amounts recognised in the statement of cash flows

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Total cash outflow for leases	12.00	12.00

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

22. Employee Benefits:

(a) Defined Contribution Plans

The Company contributes to government managed provident & pension fund for all qualifying employees. During the year, contribution of Rs. 2.50 lakhs (previous year Rs. 0.55 lakhs) to provident and pension fund is included in pre-operative expenses.

(b) Defined Benefit Plans:

The Company has defined benefit plan for payment of gratuity to all qualifying employees. It is governed by the payment of Gratuity Act, 1972. Under this Act, an employee who has completed five years of service is entitled to the specified benefit. The level of benefits provided depends on the employee's length of services and salary at retirement age. The Company's defined benefit plan is unfunded. There are no other post retirement benefits provided by the Company.

The most recent actuarial valuation of the present value of the defined benefit obligation was carried out as at 31 March 2025 by Mr. Charan Gupta, fellow member of the institute of the Actuaries of India. The present value of the defined benefit obligation, the related current service cost and past service cost, were measured using the projected unit credit method.

(i) Movement in the present value of the defined benefit obligation are as follows: (Rs. in Lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Opening defined benefit obligation	0.22	-
Current service cost	0.89	0.22
Interest cost	0.02	-
Actuarial (gains)/losses on obligation:		
a) arising from changes in financial assumptions	0.02	-
b) arising from experience adjustments	(0.01)	-
Present value of defined benefit obligation as at year end	1.14	0.22

(ii) Components of amount recognized in profit and loss and other comprehensive income are as under:

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Current service cost	0.89	0.22
Interest expense	0.02	-
Less: Amount capitalised and included in pre-operative expenses	(0.91)	(0.22)
Net amount recognized in the statement of profit and loss	-	-
Actuarial (gains)/losses:		
a) arising from changes in financial assumptions	0.02	-
b) arising from experience adjustments	(0.01)	-
Less: Amount capitalised and included in pre-operative expenses	(0.01)	-
Amount recognized in other comprehensive income	-	-

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

22. Employee Benefits - continued

(iii) The principal assumptions used for the purposes of the actuarial valuation of gratuity are as follows.

Particulars	As at 31 March 2025	As at 31 March 2024
Discount rate	6.99%	7.22%
Expected rate of salary increase	8.00%	8.00%
Employee Attrition Rate	5.00%	5.00%
Mortality	IALM (2012-14) Ultimate Mortality Table	

Estimates of future salary increases considered in actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

This plan typically expose the company to actuarial risks such as interest rate risk and salary risk.

- a) Interest risk: a decrease in the bond interest rate will increase the plan liability.
- b) Salary risk: the present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, a variation in the expected rate of salary increase of the plan participants will change the plan liability.

(iv) Sensitivity Analysis

Significant actuarial assumptions for the determination of defined obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

(Rs. in Lakhs)		
Particulars	As at 31 March 2025	As at 31 March 2024
Impact on Present value of defined benefit obligation :		
if discount rate increased by 1%	(0.15)	(0.03)
if discount rate decreased by 1%	0.17	0.04
if salary escalation rate increased by 1%	0.16	0.03
if salary escalation rate decreased by 1%	(0.15)	(0.03)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated.

22. Employee Benefits - continued

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognized in the balance sheet.

(v) Maturity Profile of Defined Benefit Obligation:

(Rs. in Lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Expected outflow in 1st Year	*	-
Expected outflow in 2nd Year	0.01	-
Expected outflow in 3rd Year	0.01	-
Expected outflow in 4th Year	0.03	-
Expected outflow in 5th Year	0.05	0.01
Expected outflow in 6th to 10th Year	1.04	0.20

(*) Amount is less than Rs. 0.01 lakhs.

The average duration of the defined benefits plan obligation at the end of the reporting period is 12.03 years (Previous year: 13.26 years).

(c) Compensated absences:

Annual leave and short term leave

The liability towards compensated absences (annual and short term leave) for the year ended 31 March 2025 based on actuarial valuation carried out by using Projected unit credit method resulted in increase in liability by Rs. 1.09 lakhs (Previous year: 0.63 lakhs) and same is recognised as pre-operative expenses.

The principal assumptions used for the purposes of the actuarial valuations were as follows:

Particulars	As at 31 March 2025	As at 31 March 2024
Discount rate	6.99%	7.22%
Expected rate of salary increase	8.00%	8.00%
Employee Attrition Rate	5.00%	5.00%
Mortality	IALM (2012-14) Ultimate Mortality Table	

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

23. Financial Instruments

The Company is yet to commence its commercial operations and accordingly the financial instruments held by the Company are not significant.

(i) Capital management

The capital structure of the Company consists of debt from holding company and total equity of the Company. The Company is wholly owned by its holding company and is not subject to any externally imposed capital requirements.

(ii) Categories of financial instruments

Particulars	(Rs. in lakhs)	
	As at 31 March 2025	As at 31 March 2024
Financial assets		
Measured at amortised cost		
(i) Cash and bank balances	29.36	17.11
(ii) Others	0.10	0.10
	29.46	17.21
Financial liabilities		
Measured at amortised cost		
(i) Borrowings	1,358.35	1,002.43
(ii) Lease liabilities	65.45	70.62
(iii) Trade Payables	36.01	27.60
(iv) Other financial liabilities	22.55	20.86
	1,482.36	1,121.51

The carrying amounts reflected above represent the Company's maximum exposure to credit risk for such financial assets.

(iii) Financial risk management

The Company is yet to commence its commercial operations. Its financial liabilities comprise of inter corporate deposits from holding company, lease liabilities, trade payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's present activities. The Company's financial assets comprises of bank balances and security deposits.

The Company is exposed to financial risks which include market risk, credit risk and liquidity risk. The Company's management oversees the management of these risks. The management provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

The financial assets and liabilities of the Company are not exposed to changes in foreign currency exchange risk and other price risk. The Company does not have exposure to interest rate risk since the borrowing is only from the holding company which is at fixed rate of interest. Further, there is minimal credit risk as the financial assets mainly comprises of bank balances with reputed banks.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

23. Financial Instruments - continued

Liquidity risk management

The Company manages its liquidity risk by financial support of holding company.

The following table details the remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Company may be required to pay.

(Rs. in lakhs)

Particulars	Upto 1 year	1-5 years	above 5 years	Total contractual cash flows
As at 31 March 2025				
Borrowings	-	1,358.35	-	1,358.35
Trade Payables	36.01	-	-	36.01
Other Payables	22.55	-	-	22.55
Total	58.56	1,358.35	-	1,416.91

(Rs. in lakhs)

Particulars	Upto 1 year	1-5 years	above 5 years	Total contractual cash flows
As at 31 March 2024				
Borrowings	690.79	311.64	-	1,002.43
Trade Payables	27.60	-	-	27.60
Other Payables	20.86	-	-	20.86
Total	739.25	311.64	-	1,050.89

Liabilities of the Company will be repaid with the support of the holding company and cash and bank balances.

Particulars of contractual maturities in respect of lease liabilities is as per Note 21.

(iii) Financial instruments measured at amortised cost

The carrying amount of financial assets and financial liabilities measured at amortized cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different than the values that be eventually received or paid.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

24. Payment to auditors:

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
As Statutory auditor	1.50	1.50
For taxation matters	0.25	0.25
Total	1.75	1.75

Note: The above amounts are exclusive of GST.

25. Related party transactions

(i) Where control exists:

- a) Gujarat Fluorochemicals Limited - the holding company
- b) Inox Leasing and Finance Limited - holding company of Gujarat Fluorochemicals Limited
- c) Mr. V. K. Jain - ultimate controlling party

(ii) Particulars of transactions

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
A) Transactions during the year:		
Gujarat Fluorochemicals Limited		
(a) Rent paid	12.24	12.24
(b) Inter-corporate deposit received during the year	285.00	300.00
(c) Interest expenses on Inter-corporate deposit	78.81	60.18

Note: The above amounts are exclusive of GST.

(Rs. in Lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
B) Balances at the end of the year:		
Amounts payable		
Gujarat Fluorochemicals Limited		
(a) Inter-corporate deposits payable	1,215.00	930.00
(b) Interest accrued on inter-corporate deposit	143.35	72.43
(c) Trade/other payables	30.23	17.01

Notes:

- (a) All the above transactions with related parties are in the ordinary course of business and at arm's length basis.
- (b) Inter-corporate deposits from the holding company is unsecured and provided at rates comparable to commercial interest rates.
- (c) Amounts outstanding as at the balance sheet date are unsecured and are expected to be settled in cash.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

26. Capital commitment

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs. 24.07 lakhs (Previous year Rs. 150.33 lakhs).

27. Income tax recognised in profit or loss

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Current tax	-	-
Income tax expense recognised in profit or loss	-	-

27.1 The income tax expense for the year can be reconciled to the accounting profit as follows:

(Rs. in Lakhs)

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Loss before tax	(14.48)	(10.75)
Income tax expense calculated at 25.168%	(3.64)	(2.71)
Effect of non-deductible expenses	3.64	2.71
Income tax expense recognised in profit or loss	-	-

27.2 For the purpose of above, the corporate tax rate considered is 25.168% under section 115BAA.

28. Additional regulatory information as required by Schedule III to the Companies Act, 2013:

a) Details of benami property held:

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

b) Relationship with Struck off Companies

The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

c) Compliance with number of layers of companies

The Company does not have any subsidiary and hence the provisions regarding compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rules, 2017 are not applicable to the Company.

d) Loans and advances granted to related party

The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties.

e) Undisclosed income:

There is no income surrendered or disclosed as income during the current year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961), that has not been recorded in the books of account.

f) Corporate Social Responsibility (CSR)

The Company is not covered under section 135 of the Companies Act, 2013.

g) Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in crypto currency or virtual currency during the period.

h) Utilisation of borrowed funds and share premium:

The Company has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

The Company has not received any fund from any person(s) or entity(ies), including foreign entities ("Funding Party"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

28. Additional regulatory information as required by Schedule III to the Companies Act, 2013 - continued

i) Compliance with approved Scheme(s) of Arrangements

During the year, there is no Scheme of Arrangement that has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

j) Ratios

Particulars	Numerator	Denominator	Year ended 31 March 2025	Year ended 31 March 2024	% Variance	Reason for variance of more than 25%
Current ratio (in times)	Total current assets	Total Current liabilities	0.46	0.03	1665.62%	On account of decrease in current maturities of long term borrowings.
Return on Equity (in %)	Net loss after taxes	Average shareholder's equity	(48.11%)	(61.48%)	(21.75%)	Not applicable
Return on capital employed (in %)	Loss before tax	Capital employed = tangible net worth + total debt (including lease liabilities) + Deferred tax liabilities	(1.04%)	(1.02%)	2.03%	Not applicable

Following ratios are considered as not applicable to the Company:

- a) Debt-equity ratio, since the total equity is negative.
- b) Debt service coverage ratio, since the earnings available for debt service is negative.
- c) Inventory turnover ratio, since the Company does not have any inventory.
- d) Trade receivables turnover ratio, since the Company does not have revenue from operations.
- e) Trade payable turnover ratio, since the Company has not commenced its business.
- f) Net Capital Turnover Ratio, since the Company does not have sales.
- g) Net profit ratio, since the Company does not have revenue from operations.
- h) Return on Investment, since the Company does not have any investments

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

29. Trade Payables ageing schedule

Ageing for trade payables - outstanding as at 31 March 2025 is as follows:

(Rs. in Lakhs)

Particulars	Unbilled	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	1.95	33.87	0.19	-	-	36.01
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	1.95	33.87	0.19	-	-	36.01

Ageing for trade payables - outstanding as at 31 March 2024 is as follows:

(Rs. in Lakhs)

Particulars	Unbilled	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	1.26	-	-	-	1.26
(ii) Others	1.50	24.84	-	-	-	26.34
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	1.50	26.10	-	-	-	27.60

GFCL Solar and Green Hydrogen Products Limited
Notes to the financial statements for the year ended 31 March 2025

30. The particulars of dues to micro and small enterprises (MSME) under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)

(Rs. in Lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Principal amount due to suppliers under MSMED Act, 2006 at the year end		
Trade payables	-	1.26
Payable towards capital expenditure	4.32	17.53
Interest accrued and due to suppliers under MSMED Act, 2006 on the above amount, unpaid at the year end.	-	-
Payment made to suppliers (other than interest) beyond the appointed date during the year	6.69	-
Interest paid to suppliers under MSMED Act, 2006 (Sec 16) during the	-	-
Interest due and payable to suppliers under MSMED Act for payments already made	0.19	-
Interest accrued and not paid to suppliers under MSMED Act, 2006 up to the year end	0.19	-

The above information has been disclosed in respect of parties which have been identified on the basis of the information available with the Company.

31. Earnings/(loss) per share:

Particulars	Year ended 31 March 2025	Year ended 31 March 2024
Loss after tax as per statement of Profit and Loss (Rs. in Lakhs)	(14.48)	(10.75)
Weighted average number of equity shares used in calculation of basic and diluted EPS (Nos)	1,00,000	1,00,000
Nominal value of equity share (in Re.)	1.00	1.00
Basic and diluted loss per equity share (Rs.)	(14.48)	(10.75)

As per our report of even date attached

For Patankar & Associates

Chartered Accountants

Firm's Registration No. 107628W

For GFCL Solar and Green Hydrogen Products Limited

SD/-

Sandesh S Malani

Partner

Membership No. 110051

Place: Pune

Date: 26 May 2025

SD/-

V. K. Jain Director

DIN: 00029968

Place: Noida Date: 26

May 2025

SD/-

V. K. Soni

Director DIN:

01819331