

Independent Auditor's Report**To The Members of
JSW Thermal Energy Limited****Report on the Audit of Financial Statements****Opinion**

We have audited the accompanying financial statements of **JSW Thermal Energy Limited** ("the Company"), which comprises of Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow for the yearended March 31, 2026, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

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 Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its losses, changes in equity and its cash flows for the yearended March 31, 2026.

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 Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information Other than the Financial Statements and Auditor's report thereon

The Company's Board of Directors is responsible for the preparation of other information. The Other information comprises the information included in the Board's Report, but does not include the financial statement and our auditor's report thereon.

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

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



Based on the work we have performed, if we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management 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 accounting principles generally accepted in India, including the accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets 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, the 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 are 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 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.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has



adequate internal financial control system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 entity'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 entity 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.

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

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. Pursuant to the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-Section (11) of Section 143 of the Act, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, 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 and records.
 - c) The Balance sheet, the Statement of Profit & Loss (including other comprehensive income), Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.



- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Ind AS) Rules, 2015, as amended.
- e) On the basis of the written representation received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure "B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, during the year, the Company has not paid any remuneration to its directors.
- h) With respect to the matters to be included in the Auditor's report in accordance with the 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– Refer Note. 25 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - 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, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("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, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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.



- 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 representation under sub clause (i) and (ii) of Rule 11(e) of The Companies (Audit and Auditors) Rules, 2014, as provided under (a) and (b) above, contains any material misstatement. Refer note 33(vi) and (vii) to the financial statements.
- v. The Company has not declared or paid dividend for the year ended March 31, 2026. Accordingly, reporting under Rule 11 (f) of Companies (Audit and Auditors) Rules, 2014 is not applicable.
- vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the year ended March 31, 2026 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. The Company is in compliance with the preservation of audit trail as per the statutory requirements for record retention.

For **LODHA & CO LLP**
Chartered Accountants
Firm registration No. – 301051
E/E300284



A.M. Hariharan
Partner
Membership No. 038323
UDIN:26038323RJTGKD5026

Place: Mumbai
Date: May 05, 2026



Annexure "A" referred to in "Report on Other Legal and Regulatory Requirements" section of our report to the members of JSW Thermal Energy Limited for the year ended March 31, 2026:

On the basis of our examination of the books and records of the Company carried out in accordance with the auditing standards generally accepted in India and according to the information and explanations given to us, we state that:

- i) a) In respect of Company's Property, Plant and Equipment (PPE) and Intangible Assets:
 - A. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment (including right-to-use assets).
 - B. The Company does not have any intangible assets and hence, reporting under Clause 3(i)(a)(B) of the Order is not applicable to the Company.
- b) As explained to us and on the basis of our examination of the records of the Company, the Company has carried out physical verification of all its property, plant and equipment during the year. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. As explained to us and on the basis of our examination of the records, no material discrepancies were noticed on such verification.
- c) Based on the information and explanations given to us and on the basis of our examination of the records, the title deeds of immovable properties are held in the name of the Company.
- d) The Company has not carried out revaluation of its property, plant and equipment and accordingly, reporting requirements of paragraph 3(i)(d) of the Order are not applicable to the Company.
- e) According to the information and explanations given to us and on the basis of examination of records of the Company, 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 Rules made thereunder.
- ii) a) The Company does not hold any inventory and hence, reporting under Clause 3(ii)(a) of the Order is not applicable to the Company.
- b) The Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence, reporting under Clause 3(ii)(b) of the Order is not applicable to the Company.
- iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties and hence, reporting under Clause 3(iii) of the Order is not applicable to the Company.



- iv) According to the information and explanations given to us and on the basis of our examination of the books and records of the Company, the Company has not granted any loans or given any guarantees or provided any securities or made any investments to/in the parties covered under Section 185 and Section 186 of the Act and hence, reporting under Clause 3(iv) of the Order is not applicable to the Company.
- v) According to the information and explanations given to us and on the basis of our examination of the books and records of the Company, no deposits or amounts which are deemed to be deposits within the meaning of Section 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 have been accepted by the Company and hence, reporting under Clause 3(v) of the Order is not applicable to the Company.
- vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, in respect of the services rendered by the Company and hence, reporting under Clause 3(vi) of the Order is not applicable to the Company.
- vii)
 - a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including Goods and Services tax, provident fund, employees' state insurance, income tax, sales tax, custom duty, duty of excise, value added tax, cess and other statutory dues during the year with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at March 31, 2026 for a year of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no statutory dues mentioned in Clause 3 (vii) (a) which have been not deposited on account of any dispute.
- viii) According to the information and explanations given to us and based on our examination of records of the Company, there were no amounts to be recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) and hence, reporting under Clause 3(viii) of the Order is not applicable to the Company.
- ix)
 - a) According to the information and explanations given to us and on the basis of our examination of the books and records, the Company has not taken any loan or other borrowings from any lender during the year and hence, reporting under 3(ix)(a) of the Order is not applicable to the Company.
 - b) On the basis of information and explanations given to us, the Company has not been declared as willful defaulter by any bank or financial institution or other lender.
 - c) According to the information and explanations given to us and on the basis of our examination of the books and records, the Company has not taken any term loan during the year and hence, reporting under Clause 3(ix)(c) of the Order is not applicable to the Company.
 - d) According to the information and explanations given to us and on the basis of our examination of the books and records, the Company has not raised any funds on a short-term basis and hence, reporting under Clause 3(ix)(d) of the Order is not applicable to the Company.



- e) The Company does not have any subsidiary, associate or joint venture and hence, reporting under Clause 3(ix)(e) and (f) of the Order is not applicable to the Company.
- x) a) The Company has not raised any money by way of Initial public offer or further public offer (including debt instrument) during the year and hence, reporting under Clause 3(x)(a) of the Order is not applicable to the Company.
- b) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year or in the recent past and hence, reporting under Clause 3(x)(b) of the Order is not applicable to the Company.
- xi) a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud by or on the Company, noticed or reported during the year, nor have we been informed of such case by the management.
- b) Since no fraud by the Company or any fraud on the Company has been noticed or reported during the year and hence reporting under Clause 3 (xi)(b) is not applicable to the Company.
- c) Provisions of whistle blower complaints are not applicable to the Company and hence, reporting under Clause 3(xi)(c) of the Order is not applicable to the Company.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and hence, reporting under Clause 3(xii) of the Order is not applicable to the Company.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all the transactions with related parties are in compliance with Section 177 and 188 of the Act and all the details have been disclosed in the financial statements as required by the applicable accounting standard. Refer note. 27 to the financial statements.
- xiv) Being an unlisted public limited company, having turnover less than rupees two hundred crore, paid up share capital less than rupees fifty crore, outstanding deposit less than rupees twenty five crore and having borrowings from banks or public financial institutions less than rupees one hundred crore at any point of time during the immediately preceding financial year, provision of Section 138 of the Act relating to appointment of internal auditor is not applicable. Accordingly, reporting under clause 3(xiv)(a) and 3(xiv)(b) of the Order is not applicable to the Company.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions prescribed under Section 192 of the Act with directors or persons connected with them during the year.
- xvi) a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3(xvi) (a), (b) and (c) of the



Order is not applicable to the Company.

- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities which require a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- d) There is one registered Core Investment Company (CIC) and four unregistered CICs forming part of the Group.
- xvii) The Company has incurred cash losses of Re 0.02 lakhs during the current financial year and there are no cash losses in the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors of the Company during the year. Hence reporting under Clause 3(xviii) of the Order is not applicable to the Company.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing as at the date of the balance sheet as and when they fall due within a year of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet, will get discharged by the Company as and when they fall due.
- xx) Provisions of Corporate Social Responsibility (CSR) are not applicable to the Company as per the provisions of Companies Act, 2013. Hence reporting under Clause 3(xx) of the Order is not applicable to the Company.

For **LODHA & CO LLP**
Chartered Accountants
Firm registration No. – 301051
E/E300284



A. M. Hariharan
Partner
Membership No. 038323
UDIN: 26038323RJTGKD5026

Place: Mumbai
Date: May 05, 2026



Annexure “B” referred to in “Report on Other Legal and Regulatory Requirements” section of our report to the members of JSW Thermal Energy Limited for the yearended March 31, 2026:

We have audited the internal financial controls over financial reporting of **JSW Thermal Energy Limited** (“the Company”) as of March 31, 2026 in conjunction with our audit of the financial statements of the Company for the yearended March 31, 2026.

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 component of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (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 over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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 system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting 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 control over financial reporting 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 entity are being made only in accordance with authorisations of management and directors of the Company and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the entity's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future years are subject to the risk that the internal financial control over financial reporting 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, the best of our information and according to the explanations given to us, the Company has, broadly in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential Component of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For LODHA & CO LLP
Chartered Accountants
Firm registration No. – 301051
E/E300284



A. M. Hariharan
Partner
Membership No. 038323
UDIN: 26038323RJTGKD5026

Place: Mumbai
Date: May 052026



JSW Thermal Energy Limited
Balance Sheet as at 31st March, 2026

(₹ in Crores)

Particulars		Notes	As at 31st March, 2026	As at 31st March, 2025
A	ASSETS			
1	Non-current assets			
	(a) Property, plant and equipment	4	10.81	-
	(b) Capital work-in-progress	5	246.99	-
	(c) Financial assets			
	(i) Other Financial Assets	6	0.08	-
	(d) Other non-current assets	7	166.68	-
	Total Non-current assets		424.56	-
2	Current assets			
	(a) Financial assets			
	(i) Cash and cash equivalents	8	0.22	0.01
	(b) Other current assets	7	0.00	-
	Total Current assets		0.22	0.01
	Total assets		424.78	0.01
B	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share capital	9	0.01	0.01
	(b) Perpetual Securities	10	337.84	-
	(c) Other Equity	11	(0.17)	★ (0.00)
	Total equity		337.68	0.01
2	Liabilities			
	(i) Non-current liabilities			
	(a) Financial liabilities			
	(i) Lease liabilities	12	5.07	-
	(b) Provisions	13	1.78	-
	Total Non-current liabilities		6.85	-
	(ii) Current liabilities			
	(a) Financial liabilities			
	(i) Lease liabilities	12	2.51	-
	(ii) Trade payables	14	-	-
	- Total outstanding dues of micro enterprises and small enterprises		0.01	-
	- Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
	(b) Other financial liabilities	15	68.92	-
	(c) Other current liabilities	16	8.77	-
	(d) Provisions	13	0.04	-
	Total Current liabilities		80.25	-
	Total liabilities		87.10	-
	Total equity and liabilities		424.78	0.01

* Less than Rs. 50,000/-

See accompanying notes to the financial statements

As per our attached report of even date
For Lodha & Co. LLP
Chartered Accountants
Firm Registration No.: 301051E / E300284

For and on behalf of the Board of Directors

A. M. Hantharan
Partner
Membership No. 038323



Pritpal Singh Kang
Director
[DIN:10723882]

Kintali Kumar Prusty
Director
[DIN: 11242594]

Place: Mumbai
Date : 5th May, 2026

JSW Thermal Energy Limited

Statement of Profit and Loss for the year ended 31st March, 2026

(₹ in Crores, except per share data and as stated otherwise)

Particulars	Notes	For the year ended 31st March, 2026	For the period from 21st August, 2024 to 31st March, 2025
I Revenue from operations		-	-
II Other Income		-	-
III Total Income (I + II)		-	-
IV EXPENSES			
(a) Finance costs	17	0.01	-
(b) Depreciation and amortisation expenses	18	0.14	-
(c) Other expenses	19	0.01	0.00
Total Expenses (IV)		0.16	0.00
V Loss before tax (III-IV)		(0.16)	(0.00)
VI Tax Expense		-	-
VII Loss after tax (V-VI)		(0.16)	(0.00)
VIII Other comprehensive loss		(0.01)	-
IX Total comprehensive loss for the year / period (VII + VIII)		(0.17)	(0.00)
X Earnings per equity share of ₹ 10 each Basic & diluted (₹)		(164.34)	(2.95)

See accompanying notes to the financial statements

As per our attached report of even date

For and on behalf of the Board of Directors

For Lodha & Co LLP

Chartered Accountants

Firm Registration No.: 301051E / E300284

A. M. Hariharan

Partner

Membership No. 038323

Place: Mumbai

Date : 5th May, 2026



Pritpal Singh Kang

Director

[DIN:10723882]

Kintali Kumar Prusty
Director
[DIN: 11242594]

JSW Thermal Energy Limited
Statement of Cash Flows for the year ended 31st March, 2026

(₹ Crore)

Particulars		For the year ended 31st March, 2026	For the period from 21st August, 2024 to 31st March, 2025
A CASH FLOW FROM OPERATING ACTIVITIES			
Profit before tax		(0.16)	(0.00)
Adjusted for:			
Depreciation and amortisation expense	0.14	-	-
Finance costs	0.01	-	-
		0.15	-
Operating profit before working capital changes		(0.01)	(0.00)
Adjustment for movement in working capital :			
Increase in Current & non-current assets	(0.09)	-	-
Increase in Trade payables & Other Liabilities	87.08	0.00	-
		87.00	0.00
Cash Generated from Operating Activities		86.99	-
Income taxes paid (net)		-	-
NET CASH GENERATED FROM OPERATING ACTIVITIES (A)		86.99	-
B CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant & equipment (including Capital Work in progress and capital advances)		(424.61)	-
NET CASH USED IN INVESTING ACTIVITIES (B)		(424.61)	-
C CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of share capital		-	0.01
Proceeds from Perpetual Securities		337.84	-
NET CASH GENERATED FROM FINANCING ACTIVITIES (C)		337.84	0.01
NET INCREASE IN CASH AND CASH EQUIVALENTS (I+II+III)		0.21	0.01
CASH AND CASH EQUIVALENTS - AT THE BEGINNING OF THE YEAR / PERIOD		0.01	-
CASH AND CASH EQUIVALENTS - AT THE END OF THE YEAR / PERIOD		0.22	0.01
See accompanying notes to the financial statements			
As per our attached report of even date For Lodha & Co LLP Chartered Accountants Firm Registration No.: 301051E / E300284 For and on behalf of Board of Directors A. M. Hariharan Partner Membership No. 038323 Pritpal Singh Kang Director (DIN:10723882) Kintali Kumar Prusty Director (DIN: 11242594) Place: Mumbai Date : 5th May, 2026			

JSW Thermal Energy Limited

Statement of changes in equity for the year ended 31st March, 2026

(₹ Crore)

[A] Equity share capital	No. of Shares	Total
Balance as at 21st August, 2024	-	-
Changes in equity share capital during the period	10,000	0.01
Balance as at 31st March, 2025	10,000	0.01
Changes in equity share capital during the year	-	0.00
Balance as at 31st March, 2026	10,000	0.01

[B] Other equity

(₹ Crore)

Particulars	Reserve and surplus Retained earnings
Balance as at 21st August, 2024	-
Loss for the period	(0.00)
Balance as at 31st March, 2025	(0.00)
Loss for the year	(0.17)
Balance as at 31st March, 2026	(0.17)

See accompanying notes to the financial statements

As per our attached report of even date

For Lodha & Co LLP

Chartered Accountants

Firm Registration No.: 301051E / E300284

For and on behalf of the Board of Directors

A. M. Hariharan

Partner

Membership No. 038323



Pritpal Singh Kang

Director

[DIN:10723882]

Kintali Kumar Prusty

Director

[DIN: 11242594]

Place: Mumbai

Date : 5th May, 2026

JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

Note

1 General information

The Company forms part of the JSW Energy group, and is a 100% subsidiary of JSW Energy Limited. JSW Thermal Energy Limited (the Company) having CIN- U35106MH2024PLC430999 is a public limited Company was incorporated on August 21, 2024 under the Companies Act, 2013 for setting up thermal power plant at Salboni, Kolkata. The Company is yet to commence its operations. The registered office of the Company is located at JSW Centre, Bandra Kurla Complex, Bandra (East), Mumbai, Maharashtra.

2.1 Note No. 2.1 - Statement of compliance:

The Financial Statements of the Company which comprise the Balance Sheet as at 31st March, 2026, the Statement of Profit and Loss, the Statement of Cash Flows and the Statement of Changes in Equity for the year ended 31st March, 2026, and a summary of the significant accounting policies and other explanatory information (together hereinafter referred to as "Financial Statements") have been prepared in accordance with Indian Accounting Standards notified under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules as amended from time to time, the provisions of the Companies Act, 2013 ("the Act") to the extent notified and other accounting principles generally accepted in India.

The Financial Statements were approved for issue by the Board of Directors on 5th May, 2026.

Note No. 2.1 - Recent accounting pronouncements:

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.

In May 2025, MCA notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates, applicable w.e.f. April 1, 2025. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

In August 2025, MCA notified the following amendments to:

1. Ind AS 1, Presentation of Financial Statements, applicable w.e.f. April 1, 2025 – The amendment relates to classification of liabilities as current or non-current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants. The Company has no impact of these amendments in its classification criteria of current and non-current liabilities.

2. Ind AS 7, Statement of Cash Flows and Ind AS 107, Financial Instruments: Disclosures, applicable w.e.f. April 1, 2025 – The amendment in Ind AS 7 requires to inform users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any impact in its financial statements.

3. Ind AS 12, International Tax Reform – Pillar Two Model Rules applicable immediately - The amendments provide a temporary mandatory relief from deferred tax accounting for top-up tax and disclose that they have applied the relief. This relief is immediate and applies retrospectively. The company has reviewed the amendment and based on its evaluation has determined that it does not have any impact on its financial statements.

2.2 Note No. 2.2 - Basis of preparation of financial statements:

The Financial Statements are prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below. Presentation requirements of Division II of Schedule III to the Companies Act, 2013, as applicable to the Financial Statements have been followed. The Financial Statements are presented in Indian Rupees ("INR") in lakhs, which is functional currency of the Company, and rounded off to two decimal places as per by Schedule III to the Companies Act, 2013.

Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current / noncurrent classification.

An asset is classified as current when it satisfies any of the following criteria:

- it is expected to be realised in, or is intended for sale or consumption in the normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is expected to be realised within 12 months after the reporting date; or
- it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:

- it is expected to be settled in the Company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within 12 months after the reporting date; or the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

Deferred tax assets and liabilities are classified as non-current only.

2.3 The financial statements were approved for issue by the Board of Directors on May 5, 2026.

3 Material accounting policies

3.1 Basis of preparation of financial statements:

These financial statements have been prepared in accordance with the IND AS as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with rule 4 of the Companies (Indian Accounting standards) Rules, 2015.

The financial statements of the Company are prepared on the accrual basis of accounting and historical cost convention except for certain material items that have been measured at fair value as required by the relevant Ind AS and explained in the ensuing policies below:

The financial statements are presented in Indian ₹ ("INR").



JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

3.2 Use of estimates & Judgements:

The preparation of the financial statements requires the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting year. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future years.

The critical accounting judgements and key estimates followed by the Company for preparation of financial statements is described in note -13.

3.3 Property, plant and equipment

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to statement of profit and loss in the year in which the costs are incurred. Major shutdown or overhaul expenditure is capitalised as the activities undertaken improves the economic benefits expected to arise from the asset.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

Assets in the course of construction are capitalised in the assets under construction account. At the point when an asset is operating at management's intended use, the cost of construction is transferred to the appropriate category of property, plant and equipment and depreciation commences. Where an obligation (legal or constructive) exists to dismantle or remove an asset or restore a site to its former condition at the end of its useful life, the present value of the estimated cost of dismantling, removing or restoring the site is capitalized along with the cost of acquisition or construction upon completion and a corresponding liability is recognized. Revenue generated from production during the trial year is capitalised

3.4 Intangible assets :-

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Intangible assets with indefinite useful lives are carried at cost less accumulated impairment losses. Certain computer software costs are capitalized and recognized as Intangible assets based on materiality, accounting prudence and significant benefits expected to flow therefrom for a year longer than one year.

Derecognition of intangible assets

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in profit or loss when the asset is derecognised.

3.5 Depreciation & amortisation:

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method.

Amortisation of intangible assets is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting year, with the effect of any changes in estimate being accounted for on a prospective basis.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

Depreciation on tangible assets is provided as per the provisions of Part C of Schedule II of the Companies Act, 2013 based on useful life and residual value specified therein.

3.6 Borrowing costs:

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial year 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 Statement of profit or loss in the year in which they are incurred.

3.7 Cash and cash equivalents:

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and demand deposits deposits with an original maturity of three months or less and highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.



JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

3.8 Revenue recognition:

Dividend and interest income:

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

3.9 Taxation:

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting year.

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 generally 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.

The carrying amount of deferred tax assets is reviewed at the end of each reporting year 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 year 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 year.

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 year, to recover or settle the carrying amount of its assets and liabilities.

Minimum Alternative Tax ('MAT') credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income-tax during the specified year. In the year in which the MAT credit becomes eligible to be recognised as an asset, the said asset is created by way of a credit to the statement of profit and loss. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income-tax during the specified year.

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

Current and deferred tax for the year

Current and deferred tax are recognised in profit or 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.

3.10 Earnings per share:

Basic earnings per share is computed by dividing the profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the year, unless they have been issued at a later date.



JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

3.11 Provisions , Contingencies and commitments:

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

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 year, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

A disclosure for contingent liabilities is made where there is;

- (a) a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- (b) a present obligation that arises from past events but is not recognized because:
 - (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - (ii) the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each reporting year.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract.

3.12 Foreign currency transactions and foreign operation:

In preparing the financial statements of the Company, transactions in currencies other than the Company's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting year, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in statement of profit or loss in the year in which they arise except for:

- exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings;
- exchange differences on transactions entered into in order to hedge certain foreign currency risks; and
- exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised initially in other comprehensive income and reclassified from equity to statement of profit or loss on repayment of the monetary items.

3.13 Employee Benefits:

The Company has following post-employment plans:

Re-measurement comprising of actuarial gains and losses arising from

- (a) Re-measurement of Actuarial(gains)/losses
- (b) Return on plan assets, excluding amount recognized in effect of asset ceiling
- (c) Re-measurement arising because of change in effect of asset ceiling are recognised in the year in which they occur directly in Other comprehensive income. Re-measurement are not reclassified to statement of profit or loss in subsequent years.

Ind AS 19 requires the exercise of judgment in relation to various assumptions including future pay rises, inflation and discount rates and employee and pensioner demographics. The Company determines the assumptions in conjunction with its actuaries, and believes these assumptions to be in line with best practice, but the application of different assumptions could have a significant effect on the amounts reflected in the statement of profit or loss, other comprehensive income and balance sheet. There may be also interdependency between some of the assumptions.



JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

a) Defined-contribution plan:

Under defined contribution plans, provident fund, the Company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. Defined Contribution plan comprise of contributions to the employees' provident fund with the government and certain state plans like Employees' State Insurance. The Company's payments to the defined contribution plans are recognised as expenses during the year in which the employees perform the services that the payment covers.

A liability for a termination benefit is recognised at the earlier of when the entity can no longer withdraw the offer of the termination benefit and when the entity recognises any related restructuring costs.

Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the year the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

Compensated absences which are not expected to occur within twelve months after the end of the year in which the employee renders the related services are recognised as a liability at the present value of the obligation as at the Balance sheet date determined based on an actuarial valuation.

3.14 Financial instruments:

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. 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 statement of profit or loss.

Financial assets

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets other than trade receivables are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the Statement of Profit and Loss.

Subsequent measurement

Financial assets, other than equity instruments, are subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of both:

- (a) the entity's business model for managing the financial assets and
- (b) the contractual cash flow characteristics of the financial asset.

Classification of financial assets

Debt instruments that meet the following conditions are subsequently measured at amortised cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognised in statement of profit or loss for FVTOCI debt instruments. For the purposes of recognising foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortised cost. Thus, the exchange differences on the amortised cost are recognised in statement of profit or loss and other changes in the fair value of FVTOCI financial assets are recognised in other comprehensive income and accumulated under the heading of 'Reserve for debt instruments through other comprehensive income'. When the investment is disposed of, the cumulative gain or loss previously accumulated in this reserve is reclassified to profit or loss.

All other financial assets are subsequently measured at fair value.



JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

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 year. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees 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 year, 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 statement of profit or loss and is included in the "Other income" line item.

Debt instruments that do not meet the amortised cost criteria or FVTOCI criteria (see above) are measured at FVTPL. In addition, debt instruments that meet the amortised cost criteria or the FVTOCI criteria but are designated as at FVTPL are measured at FVTPL.

A financial asset that meets the amortised cost criteria or debt instruments that meet the FVTOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. The Company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting year, with any gains or losses arising on remeasurement recognised in statement of profit or loss. The net gain or loss recognised in statement of profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income' line item. Dividend on financial assets at FVTPL is recognised when the Company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

Impairment of financial assets

The Company recognises a loss allowance for Expected Credit Losses (ECL) on financial assets that are measured at amortised cost and at FVOCI. The credit loss is difference between all contractual cash flows that are due to an entity 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. This is assessed on an individual or collective basis after considering all reasonable and supportable including that which is forward-looking.

The Company's trade receivables or contract revenue receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall, being simplified approach for recognition of impairment loss allowance.

Under simplified approach, the Company does not track changes in credit risk. Rather it recognizes impairment loss allowance based on the lifetime ECL at each reporting date right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables.

The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For financial assets other than trade receivables, the Company recognises 12-month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. If, in a subsequent year, credit quality of the instrument improves such that there is no longer significant increase in credit risks since initial recognition, then the Company reverts to recognizing impairment loss allowance based on 12 months ECL.

The impairment losses and reversals are recognised in Statement of Profit and Loss. For equity instruments and financial assets measured at FVTPL, there is no requirement for impairment testing.

Derecognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of a financial asset in its entirety, 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 statement of profit or loss if such gain or loss would have otherwise been recognised in statement of profit or loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety (e.g. when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in statement of profit or loss if such gain or loss would have otherwise been recognised in statement of profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.



JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

3.15 Financial liabilities and equity instruments

Classification as debt or equity

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.

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 statement of profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

Financial liabilities

All Financial liabilities are measured at amortized cost using effective interest method or fair value through profit and loss. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Company, and commitments issued by the Company to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either contingent consideration recognised by the Company as an acquirer in a business combination to which Ind AS 103 applies or is held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading or contingent consideration recognised by the Company as an acquirer in a business combination to which Ind AS 103 applies, may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of a Company of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the Company is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in statement of profit or loss. The net gain or loss recognised in statement of profit or loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

However, for non-held-for-trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognised in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss, in which case these effects of changes in credit risk are recognised in profit or loss. The remaining amount of change in the fair value of liability is always recognised in profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognised in other comprehensive income are reflected immediately in retained earnings and are not subsequently reclassified to profit or loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the Company that are designated by the Company as at fair value through profit or loss are recognised in statement of profit or loss.

Financial liabilities subsequently measured at amortised cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting years. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant year. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees 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 financial liability, or (where appropriate) a shorter year, to the net carrying amount on initial recognition.



JSW Thermal Energy Limited

Notes to Financial Statements for the period from July 26, 2025 to March 31, 2026

Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in statement of profit or loss.

3.16 Reclassification of financial assets and liabilities

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such change are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting year following the change in the business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

The following table shows various reclassification and the how they are accounted for:

Original Classification	Revised Classification	Accounting treatment
Amortised cost	FVTPL	Fair value is measured at reclassification date. Difference between previous amortised cost and fair value is recognised in statement of profit and loss.
FVPTL	Amortised cost	Fair value at reclassification date becomes its new gross carrying amount. EIR is calculated based on new gross carrying amount.
Amortised cost	FVTOCI	Fair value is measured at reclassification date. Difference between previous amortised cost and fair value is recognised in OCI. No change in EIR due to reclassification.
FVTOCI	Amortised cost	Fair value at reclassification date becomes its new gross carrying amount. However, cumulative gain or loss in OCI is adjusted against fair value. Consequently, the asset is measured as if it had always been measured at amortised cost.
FVTPL	FVTOCI	Fair value at reclassification date becomes its new gross carrying amount. No other adjustment is required.
FVTOCI	FVTPL	Assets continue to be measured at fair value. Cumulative gain or loss previously recognised in OCI is reclassified to statement of profit and loss at the reclassification date.

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

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

3.17 Inventories

Inventories are stated at the lower of cost or net realisable value. Costs of inventories are determined on weighted average basis.

Cost of inventories includes cost of purchase price, cost of conversion and other cost incurred in bringing the inventories to their present location and condition. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Materials and other supplies held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. However, when a decline in the price of materials indicates that the cost of the finished products exceeds net realisable value, the materials are written down to net realisable value.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 4. Property, plant & equipment

(₹ Crore)

Particulars	Buildings	Plant and Equipment	Office Equipment	Furniture and Fixtures	Right of Use Assets	Total
At cost						
I. Gross carrying value						
Balance as at 21st August, 2024	-	-	-	-	-	-
Additions	-	-	-	-	-	-
Disposals/Discard	-	-	-	-	-	-
Balance as at 31st March, 2025	-	-	-	-	-	-
Additions	0.03	1.05	1.54	0.09	8.24	10.95
Disposals/Discard/Transfer	-	-	-	-	-	-
Balance as at 31st March, 2026	0.03	1.05	1.54	0.09	8.24	10.95
II. Accumulated depreciation						
Balance as at 21st August, 2024	-	-	-	-	-	-
Depreciation expense for the period	-	-	-	-	-	-
Eliminated on disposals/discards	-	-	-	-	-	-
Balance as at 31st March, 2025	-	-	-	-	-	-
Depreciation expense for the year	0.00	0.01	0.11	0.01	0.01	0.14
Eliminated on disposals/discards	-	-	-	-	-	-
Balance as at 31st March, 2026	0.00	0.01	0.11	0.01	0.01	0.14
Net carrying value as at 31st March, 2026	0.03	1.04	1.43	0.08	8.23	10.81



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 5. Capital work-in-progress

Capital work in progress & pre operative expenditure during construction period (pending allocation) relating to property, plant & equipment :

(₹ Crore)		
Particulars	As at 31st March, 2026	As at 31st March, 2025
Projects in progress	246.99	-
Projects temporarily suspended	-	-
Total	246.99	-

Capital work in progress ageing schedule

(₹ Crore)

Particulars	As at 31st March, 2026				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

(₹ Crore)

Particulars	As at 31st March, 2025				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
Total	-	-	-	-	-

Footnote:

- 1) No project temporarily suspended as on 31st March, 2026.
- 2) There are no cost overrun / timeline delays in any of the projects



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No.6 - Other financial assets

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Unsecured, considered good		
Security Deposits *	0.08	-
Total	0.08	-

* Security Deposit with WBSEDCL (Electricity Connection)



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 7. Other Assets

(₹ Crore)

Particulars	As at 31st March , 2026			As at 31st March , 2025		
	Current	Non- Current	Total	Current	Non-Current	Total
Considered good						
(a) Capital advances	-	166.68	166.68	-	-	-
(b) Prepayments*	0.00	-	0.00	-	-	-
Total	0.00	166.68	166.68	-	-	-

* Less than Rs. 50,000/-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No.8 - Cash and cash equivalents

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Balances with banks		
- In Current Accounts	0.22	0.01
Total	0.22	0.01



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 9. Equity share capital

(₹ Crore)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	No. of shares	Amount	No. of shares	Amount
Authorised: Equity shares of ₹ 10 each with voting rights	10,000	0.01	10,000	0.01
Issued, Subscribed and Fully Paid: Equity shares of ₹ 10 each with voting rights	10,000	0.01	10,000	0.01
	10,000	0.01	10,000	0.01

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

Particulars	For the year ended 31st March, 2026		For the period from August 21, 2024 to March 31, 2025	
	No. of shares	Amount	No. of shares	Amount
Balance as at the beginning of the year	10,000	0.01	10,000	0.01
Issued during the year	-	-	-	-
Balance as at the end of the year	10,000	0.01	10,000	0.01

b) Rights, preferences and restrictions attached to equity shares :

(i) The Company has only one class of equity shares having a par value of ₹10 each. Each holder of equity shares is entitled to one vote per share.

(ii) In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to the shareholding.

c) Details of shareholding more than 5% shares in the company are set out below :

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	No. of Shares	% of total shares	No. of Shares	% of total shares
JSW Energy Limited (including shares held by nominees)	10,000	100%	10,000	100%

d) Shares held by promoters at the end of the year :

Name of the Promoter	As at 31st March, 2026		As at 31st March, 2025		% change during the year
	No. of shares	% of total shares	No. of shares	% of total shares	
JSW Energy Limited (including shares held by nominees)	10,000	100%	10,000	100%	0.00%
Total	10,000	100%	10,000	100%	0.00%

e) During the previous periods, the Company has not issued bonus shares / issued shares for consideration other than cash and shares bought back.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No. 10 - Perpetual Securities

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Balance at the beginning of the year	-	-
Issued during the year	337.84	-
Balance at the end of the year	337.84	-

The Company has issued unsecured perpetual securities to the Holding Company i.e. JSW Thermal Energy Limited. These Securities are perpetual in nature with no maturity or redemption and are repayable only at the option of the Company. The distributions on these Securities are non-cumulative at the rate at which dividend has been declared by the Company on its equity shares for the respective financial year. As these securities are perpetual in nature and repayment shall rank senior to its obligations to make payments / distribution in relation to its preference and equity share capital and any other securities at par with preference and equity share capital of the Company and the Company does not have any redemption obligation, these are considered to be in the nature of equity instruments.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 11. Other Equity

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Retained earnings *	(0.17)	(0.00)
Total	(0.17)	(0.00)

Notes:

(1) Retained earning

Retained earning comprise balance of accumulated (undistributed) profit and loss at each year end.

* Less than Rs. 50,000/-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 12. Lease liabilities

(₹ Crore)

Particulars	As at 31st March, 2026			As at 31st March, 2025		
	Current	Non-Current	Total	Current	Non-Current	Total
Lease liabilities (Refer to Note 28)	2.51	5.07	7.58	-	-	-
Total	2.51	5.07	7.58	-	-	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 13. Other Liabilities

(₹ Crore)

Particulars	As at 31st March, 2026			As at 31st March, 2025		
	Current	Non-Current	Total	Current	Non-Current	Total
Provision for employee benefits						
(i) Provision for gratuity	-	1.65	1.65	-	-	-
(ii) Provision for compensated absence	0.04	0.13	0.16	-	-	-
Total	0.04	1.78	1.81	-	-	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No. 14 - Trade payables

(₹ Crore)

Particulars	As at 31st March, 2025	As at 31st March, 2026
Trade payables:		
- Total outstanding dues of micro enterprises and small enterprises (Refer note 30)	-	-
- Total outstanding dues of creditors other than micro and small enterprises	0.01	0.00
Total	0.01	0.00

Ageing of Trade payables:

(₹ Crore)

Particulars	As at March 31, 2026			
	Undisputed		Disputed	
	MSME	Others	MSME	Others
Not due	-	-	-	-
Unbilled	-	0.01	-	-
Outstanding for following period from the due date of payment				
Less than 1 year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
Total	-	0.01	-	-

(₹ Crore)

Particulars	As at March 31, 2025			
	Undisputed		Disputed	
	MSME	Others	MSME	Others
Not due	-	-	-	-
Unbilled	-	0.00	-	-
Outstanding for following period from the due date of payment				
Less than 1 year	-	-	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
More than 3 years	-	-	-	-
Total	-	0.00	-	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 15. Other financial liabilities

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Other liabilities		
- Payable for capital supplies/services (refer note 30)		
Micro and small enterprises	6.96	-
Other than Micro and small enterprises	61.95	-
Total	68.92	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 16. Other current liabilities

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
	Total	Total
(a) Employee payable	1.26	-
(b) Statutory dues payable	7.51	-
Total	8.77	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 17. Finance costs

(₹ Crore)

Particulars	For the year ended 31st March, 2026	For the period from 21st August, 2024 to 31st March, 2025
(a) Interest on lease liabilities	0.01	-
Total	0.01	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note - 18 Depreciation and amortisation expense

(₹ Crore)

Particulars	For the year ended 31st March, 2026	For the period from 21st August, 2024 to 31st March, 2025
Depreciation on property, plant and equipment	0.14	-
Total	0.14	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note no. - 19 Other Expenses

(₹ Crore)

Particulars	For the year ended 31st March, 2026	For the period from 21st August, 2024 to 31st March, 2025
Auditors' remuneration (refer note no. 31)	0.01	0.00
Total	0.01	0.00



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No. 20 - Financial Ratios

Sr. No.	Particulars	Numerator	Denominator	For the year ended 31st March, 2026	For the year ended 31st March, 2025	Variance (%)	Change in Ratio in excess of 25% compared to preceeding year
1	Current Ratio (in times)	Current Assets	Current Liabilities	0.00	0.00	0.00%	NA
2	Debt-Equity Ratio (in times)	Total Borrowings	Total Equity	NA	NA	-	NA
3	Debt Service Coverage Ratio (in times)	Profit before Tax, Exceptional Items, Depreciation, Finance Charges	Finance Charges + Long Term Borrowings scheduled Principal repayments (excluding prepayments + refinancing) during the year)	NA	NA		NA
4	Return on Equity Ratio (%)	Net profit after tax	Average Networth	-0.00	-0.30	-99.87%	Due to change in Networth as Capital contribution by Holding company in the form of Perpetual securities
5	Debtors Turnover (no. of days)	Average Trade Receivables including unbilled revenue	Revenue from operations	NA			NA
6	Net Capital Turnover (in times)	Annual turnover	Working Capital	NA			NA
7	Net Profit Margin (%)	Net profit for the period	Total Income	NA			NA
8	Return on Capital Employed (%)	Profit after tax plus Interest on long term loans and debentures	Net worth + Total Borrowings + Deferred Tax	-0.00	-0.30	-99.87%	Due to change in Networth as Capital contribution by Holding company in the form of Perpetual securities
9	Return on Investment (%)	Profit generated on sale of investment	Cost of investment	NA			NA

Note :

- Net worth : Total Equity
 - The Company currently does not have any borrowings, commercial operations or working capital.
- Hence, certain ratios are not applicable and no meaningful information can be derived from the ratios.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No.21 - Critical accounting judgements and key sources of estimation uncertainty

In the course of applying the policies outlined in all notes under Section 3, the Company is required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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

Critical judgements in applying accounting policies

The management has reviewed all the transactions and not found any material changes in preparation of financial statements in accordance with Ind AS.

Provisions and Contingencies:

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that are possible but not probable of crystallising or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not recognised. Potential liabilities that are remote are neither recognized nor disclosed as contingent liability. The management decides whether the matters needs to be classified as 'remote,' 'possible' or 'probable' based on expert advice, past judgements, terms of the contract, regulatory provisions etc.

Fair value measurements:

When the fair values of financial assets or financial liabilities recorded or disclosed in the financial statements cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include consideration of inputs such as liquidity risk, credit risk and volatility.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No.22 - Financial Risk Management Objectives & Policies

Financial risk management :

The Company's Corporate Treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyse exposures by degree and magnitude of risks.

Liquidity risk management :

Ultimate responsibility for liquidity risk management rests with the management, which has established an appropriate liquidity risk management framework for the management of the Company's short-term, medium-term and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The table below provides details regarding the remaining contractual maturities of financial liabilities the reporting date based on contractual undiscounted payments.

(₹ Crore)				
Particulars	< 1 year	1-5 years	> 5 years	Total
As at March 31, 2026				
Financial Assets				
Cash and cash equivalents	0.22	-	-	0.22
Other financial assets	0.08	-	-	0.08
Total assets	0.30	-	-	0.30
As at March 31, 2026				
Financial liabilities				
Lease liabilities	5.07	-	-	5.07
Trade payables	0.01	-	-	0.01
Total liabilities	5.08	-	-	5.08

(₹ Crore)				
Particulars	< 1 year	1-5 years	> 5 years	Total
As at March 31, 2025				
Financial Assets				
Cash and cash equivalents	0.01	-	-	0.01
Total assets	0.01	-	-	0.01
As at March 31, 2025				
Financial liabilities				
Trade payables*	-	-	-	-
Total liabilities	-	-	-	-

* Less than Rs. 50,000/-

Note No. 23 - Earnings per share

(₹ Crore)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Loss attributable to equity holders of the company (₹ in crore (A))	(0.17)	(0.00)
Weighted average number of equity shares for basic & diluted EPS (B)	10,000	10,000
Basic & diluted earnings per share (₹) - [A/B]	(174.34)	(2.95)
Nominal value per equity share (₹)	10	10

Note No.24 - Commitments

(₹ Crore)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Estimated amount of capital contracts remaining to be executed to the extent not provided for (net of advances of Rs. 211.80 crs)	4,579.09	-
Total	4,579.09	-

Note No.25 - Contingent liabilities

There are no legal cases and liabilities which have material financial implications on the Company as at 31st March, 2026 and 31 March,



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No.26 - Financial Instruments:Classifications and fair value measurements

This note provides information about how the Company determines fair values of various financial assets and financial liabilities.

Fair value hierarchy	Valuation technique(s) and key input(s)
Level 1	Quoted bid prices in an active market.
Level 2	Discounted cash flow at a discount rate that reflects the issuer's current borrowing rate at the end of the reporting year.
Level 3	Income approach – in this approach, the discounted cash flow method was used to capture the present value of the expected future economic benefits to be derived from the ownership of these investees.

Fair value of financial assets and financial liabilities

The management consider that the carrying amounts of current financial assets and financial liabilities recognised in the financial statements approximate their fair values.

(₹ Crore)	
As at March 31, 2026	Carrying amount
Financial assets	
Financial assets carried at amortised cost	
Security deposits	0.08
Cash and cash equivalents	0.22
	0.30
Financial liabilities	
Financial Liabilities carried at amortised cost	
Lease liabilities	5.07
Trade payables	0.01

(₹ Crore)	
As at March 31, 2025	Carrying amount
Financial assets	
Financial assets carried at amortised cost	
Security deposits	-
Cash and cash equivalents	0.01
	0.01
Financial liabilities	
Financial Liabilities carried at amortised cost	
Trade payables*	-

* Less than Rs. 50,000/-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No.27

Related party disclosure

A List of Related Parties	
I Holding Company	
1 JSW Energy Limited	
II Fellow Subsidiaries	
JSW Energy (Utkal) Limited	
JSW Bengal Steel Limited	
Toshiba JSW Power System Pvt Limited	
III Key Managerial Personnel	
1 Mr. Pritpal Singh Kang- Non Executive Director (w.e.f. 21st August, 2024)	
2 Mr. Kintali Kumar Prusty- Non-Executive Director (w.e.f. 18th August, 2025)	
3 Mr. Ashesh Kumar Padhy- Non-Executive Director (w.e.f. 18th August, 2025)	

B Transactions with related parties during the period:

(₹ Crore)

Sr No	Particulars	For the year ended 31st March, 2026	For the period from 21st August, 2024 to 31st March, 2025
1	Equity Share Capital / Share application money JSW Energy Limited	-	0.01
2	Perpetual Securities received JSW Energy Limited	337.84	-
3	Reimbursements paid / (received) JSW Energy Limited	29.44	-
4	Purchase of Services JSW Bengal Steel Limited Toshiba JSW Power System Pvt Limited	0.66 69.59	- -
5	Advances given Toshiba JSW Power System Pvt Limited	166.32	-

C Closing Balances

(₹ Crore)

Sr No	Particulars	As at 31st March, 2026	As at 31st March, 2025
1	Equity Share Capital JSW Energy Limited	0.01	0.01
2	Perpetual Securities received JSW Energy Limited	337.84	-
3	Trade payable JSW Bengal Steel Limited	0.66	-
4	Advances Toshiba JSW Power System Pvt Limited	166.32	-

Note :

- No amounts in respect of related parties have been written off / written back during the year, nor has any provision been made for doubtful debts / receivables during the year / period.
- Related party relationships have been identified by the management and relied upon by the auditors.
- Related party relationships have been disclosed on basis of value of transactions in terms of the respective contracts.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 28. Lease Liabilities

(₹ Crore)

Particulars	For the year Ended 31st March, 2026
Depreciation	0.01
Interest expenses on lease liabilities	0.01

(₹ Crore)

Particulars	For the year Ended 31st March, 2025
Depreciation	0.00
Interest expenses on lease liabilities	0.00

Future minimum rentals payable under non-cancellable operating leases as follows:

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Within one year	2.51	-
After one year but not more than five years	4.87	-
More than five years	0.04	-
Total	7.42	-

Reconciliation of the lease liabilities:

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Opening Lease liabilities as per Indas 116	-	-
Add: Lease liabilities recognised during the year	7.58	-
Add: Interest Expense on Lease liabilities	0.01	-
Less: Cash Outflow/Lease Rent	0.01	-
Balance as at the end of the Year	7.58	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note 29. Employee benefit Plans:

Defined benefit plans:

(a) Gratuity:

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. The amount of gratuity shall be payable to an employee on the termination of his employment after he has rendered continuous service for not less than five years, or on their superannuation or resignation. However, in case of death of an employee, the minimum period of five years shall not be required. The amount of gratuity payable on retirement / termination is the employee's last drawn basic salary per month computed proportionately for 15 days salary multiplied by the number of years of service completed. The gratuity plan is a funded plan administered by a separate fund that is legally separated from the entity and the company makes contributions to the insurer (LIC). The company does not fully fund the liability and maintains a target level of funding to be maintained over period of time based on estimations of expected gratuity payments.

(b) Compensated absences plan

During the year ended 31st March, 2025, the compensated absence plans were revised as detailed below:

1. Privileged Leave (PL) - Unutilised PL balance at the end of the calendar year (31st December) shall be encashed at the prevailing basic pay and no carry forward is allowed.
2. Contingency Leave (CoL) - The existing casual leave and sick leave were clubbed together and shall be called as CoL. The annual credit of a contingency leave shall be 14 days for plant locations and 8 days for Corporate and other locations. Maximum accumulation of 30 days is allowed and can not be encashed.

Investment risk	The present value of the defined benefit plan liability is calculated using a discount rate determined by reference to market yields at the end of the reporting period on government bond yields; if the return on plan asset is below this rate, it will create a plan deficit. Currently the plan has a relatively balanced investment in equity securities and debt instruments.
Interest risk	A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan's debt investments.
Longevity risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.
Asset Liability matching risk	The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk.
Mortality risk	Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.
Concentration risk	Plan is having a concentration risk as all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very less as insurance companies have to follow regulatory guidelines.

The most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out at 31st March, 2025 by M/S K A Pandit, Consultants & Actuaries. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Gratuity

Changes in the defined benefit obligation and fair value of plan assets as at 31st March, 2026

(₹ Crore)

Particulars		Defined Benefit Obligation	Fair Value of Plan assets	(Benefit)/ Liability
Gratuity cost charged to profit or loss	Opening Balance as on 1st April, 2025	-	-	-
	Current Service cost	0.83		0.83
	Net interest expense /(Income)	-	-	-
	Liability Transferred in/Acquisitions	1.08	-	1.08
	(Liability Transferred out/Divestments)	(0.25)	-	(0.25)
	Sub-total included in profit or loss	1.66	-	1.66
Re-measurement gains / (losses) in other comprehensive income	Benefits paid			-
	Return on plan assets (excluding amounts included in net interest expense)			-
	Actuarial changes arising from changes in demographic assumptions			-
	Actuarial changes arising from changes in financial assumptions			-
	Experience adjustments			-
	Sub-total included in OCI	-	-	-
	Contributions by employer	-	-	-
	Closing Balance as on 31st March, 2026	1.66	-	1.66

The actual return on plan assets (including interest income) was ₹ Nil (previous year NA)

The major categories of plan assets of the fair value of the total plan assets are as follows:

Particulars	As at 31st March, 2026	As at 31st March, 2025
Insurer Managed Funds	100%	-

In the absence of detailed information regarding plan assets which is funded with insurance Companies, the composition of each major category of plan assets, the percentage or amount for each category to the fair value of plan assets has not been disclosed.

The principal assumptions used in determining gratuity for the Company's plans are shown below:

Particulars	As at 31st March, 2026	As at 31st March, 2025
Discount rate:	7.23%	-
Future salary increases:	8.00%	-
Rate of Employee Turnover	11.00%	-
Expected return on plan assets	N.A.	-
Mortality Rate During Employment	Indian Assured Lives Mortality (2012-14) (Urban)	-



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Sensitivity Analysis:

Significant actuarial assumptions for the determination of the defined benefit obligation are discounted rate, expected salary increase and mortality. The sensitivity analysis below has been determined based on reasonably possible changes of the respective assumption occurring at the end of the reporting period. While holding all other assumptions constant. There was no change in methods & assumptions used in preparing sensitivity analysis from prior years.

Defined Benefit Obligation on Current Assumptions

Particulars	As at 31st March, 2026	As at 31st March, 2025
Delta Effect of +1% Change in Rate of Discounting	(0.07)	-
Delta Effect of -1% Change in Rate of Discounting	0.07	-
Delta Effect of +1% Change in Rate of Salary Increase	0.07	-
Delta Effect of -1% Change in Rate of Salary Increase	(0.07)	-
Delta Effect of +1% Change in Rate of Employee Turnover	(0.01)	-
Delta Effect of -1% Change in Rate of Employee Turnover	0.01	-

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

The following are the maturity analysis of projected benefit obligations:

(₹ Crore)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Within the next 12 months (next annual reporting period)	0.17	-
Between 2 and 5 years	0.68	-
Between 6 and 10 years	1.24	-
Above 10 years	0.27	-
Total expected payments	2.36	-

Each year an assets-liability-matching study is performed in which the consequences of the strategic investment policies are analysed in term of risk and return profiles.

The company expects to contribute ₹ 0.27 crore (previous year ₹ Nil) to its gratuity plan for the next year.

Compensated Absences

The Company has a policy on compensated absences with provisions of accumulation of contingency leave and encashment for privileged leave by the employees during employment or on separation from the Company due to death, retirement or resignation. The expected cost of contingency leave is determined by actuarial valuation performed by an independent actuary at the balance sheet date using projected unit credit method.



JSW Thermal Energy Limited

Notes to the financial statements for the year ended 31st March, 2026

Note No. 30 - Disclosure under Micro, Small Enterprises:

		(₹ Crore)	
Sl. No.	Particulars	As at 31st March, 2026	As at March 31, 2025
1	Principal amount outstanding		
2	Principal amount due and remaining unpaid	6.96	-
3	Interest due on (2) above and the unpaid interest	6.96	-
4	Interest paid on all delayed payments under the MSMED Act.	0.05	-
5	Payment made beyond the appointed day during the year	-	-
6	Interest due and payable for the year of delay other than (4) above	-	-
7	Interest accrued and remaining unpaid	-	-
8	Amount of further interest remaining due and payable in succeeding years	-	-

(* It includes amount payable in the nature of capital creditors as disclose under Note 15 - Other financial liabilities)

Note No. 31 - Remuneration to Auditors (Inclusive of taxes):

		(₹ Crore)	
Particulars		As at 31st March, 2026	As at March 31, 2025
Statutory audit fees (including limited review fees)		0.01	0.00
Total		0.01	0.00

Note no. 32 - Segment Reporting

In accordance with the Ind AS 108, 'Operating Segments' the segment information is disclosed in the consolidated financial

Note no. 33 - Other statutory information:

- The Company does not have any benami property, where any proceeding has been initiated or pending against the Company for holding any benami property.
- The Company does not have any immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) whose title deeds are not held in the name of the company.
- The Company does not have any transactions with struck off Companies.
- The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory year.
- The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- 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.
- The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- The Company has complied with the number of layers prescribed under clause (87) of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- The Company is not declared wilful defaulter by any bank or financial institutions or lender during the period.

Note No. 34

Previous period's figures have been regrouped / rearranged wherever necessary to conform to the current year's classification.

Signatures to notes to accounts 1-34

For and on behalf of the Board of Directors

Place : Mumbai
Date : 5th May, 2026



Pritpal Singh Kang
Director
[DIN:10723882]

Kintali Kumar Prusty
Director
[DIN : 11242594]

