GTL

33rd Annual Report 2020-21

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. D. S. Gunasingh	Independent Director – Chairman
Mr. Navin J. Kripalani	Independent Director
Mr. Sunil S. Valavalkar	Whole–time Director
Mrs. Siddhi M. Thakur	Independent Director
Dr. Mahesh M. Borase	Director
Mr. Badri Srinivasa Rao	Director – Nominee of IDBI Bank (upto June 22, 2020)
Mr. Venkata Apparao Maradani	Director – Nominee of IDBI Bank (w.e.f. June 22, 2020)

COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. Deepak A. Keluskar

CHIEF FINANCIAL OFFICER

Mr. Milind V. Bapat

AUDITORS

M/s GDA & Associates, Chartered Accountants

BANKS / INSTITUTIONS (in India)

Bank of Baroda (includes Dena Bank / Vijaya Bank)
Bank of India
Canara Bank
Catholic Syrian Bank (represented by their ARC)
IDBI Bank Ltd.
Indian Bank
Indian Overseas Bank
Punjab National Bank (includes United Bank of India)
SIDBI
Standard Chartered Bank
UCO Bank
Union Bank of India (includes Andhra Bank)

NCD / ECB

Lead / Managed by Standard Chartered Bank

Registered Office:

GTL Limited
"Global Vision", Electronic Sadan–II,
MIDC, TTC Industrial Area, Mahape,
Navi Mumbai – 400 710, Maharashtra, India.
Tel: +91 22 2761 2929
Fax: +91 22 2768 9990
Email: gtlshares@gtllimited.com
Website: http://www.gtllimited.com
CIN: L40300MH1987PLC045657

Registrar & Share Transfer Agent:

Bigshare Services Pvt. Ltd.
1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis, Makwana Road, Marol,
Andheri East, Mumbai–400059, Maharashtra, India.
Tel: +91 22 6263 8200 Extn: 221–222
Fax: +91 22 6263 8299
Email: info@bigshareonline.com
Online form based investor correspondence link:
https://www.bigshareonline.com//InvestorLogin.aspx

FINANCIAL SNAPSHOTS

CONTINUING AND DISCONTINUING BUSINESS OPERATIONS

Particulars	Consolidated				Standalone	
	FY 2020 –21	FY 2019–20	**FY 2020–21**	FY 2019–20	**FY 2020–21**	FY 2019–20
	₹ Crore	₹ Crore	**US$ Mn**	US$ Mn	**₹ Crore**	₹ Crore
Total Income	**255.98**	227.71	**34.76**	31.74	**255.98**	227.71
Net Sales and Services	**220.96**	215.40	**30.00**	30.02	**220.96**	215.40
Depreciation	**4.66**	4.52	**0.63**	0.63	**4.66**	4.52
Profit / (Loss) before exceptional items and tax	**67.24**	(230.52)	**9.13**	(32.13)	**67.24**	(230.52)
Profit / (Loss) after Exceptional items but before tax	**67.24**	(230.52)	**9.13**	(32.13)	**67.24**	(230.52)
Profit / (Loss) after tax	**67.24**	(230.52)	**9.13**	(32.13)	**67.24**	(230.52)
Profit / (Loss) From Continuing Operations	**67.24**	(230.52)	**9.13**	(32.13)	**67.24**	(230.52)
Profit / (Loss) for the year from discontinued Operations before exceptional items	**(21.45)**	(85.28)	**(2.91)**	(11.89)	**Nil**	Nil
Exceptional item – Discontinued Operations	**Nil**	285.76	**Nil**	39.83	**Nil**	Nil
Profit / (Loss) for the year from discontinued Operations after Exceptional item	**(21.45)**	200.48	**(2.91)**	27.94	**Nil**	Nil
Other Comprehensive Income for the year	**(0.19)**	(0.34)	**(0.03)**	(0.05)	**(0.19)**	(0.34)
Profit / (Loss) after Other Comprehensive Income	**45.60**	(30.38)	**6.19**	(4.23)	**67.05**	(230.86)
Equity Capital	**157.30**	157.30	**21.49**	20.84	**157.30**	157.30
Reserves & Surplus	**(7,587.87)**	(7,655.07)	**(1,036.74)**	(1,014.25)	**(6,877.87)**	(6,944.91)
Net Worth	**(7,430.57)**	(7,497.77)	**(1,015.25)**	(993.41)	**(6,720.57)**	(6,787.61)
Net Fixed Assets	**75.88**	78.72	**10.37**	10.43	**75.88**	78.72
Total Assets	**197.33**	264.67	**26.96**	35.07	**197.33**	264.67

Conversion Rate for 1 US$ into INR (Weighted Average)	**FY 2020–21**	FY 2019–20
Profit and Loss Account items	**73.6470**	71.7461
Balance Sheet items	**73.1900**	75.4750

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MANAGEMENT DISCUSSION & ANALYSIS

At the outset Shareholders are requested to read the Management Discussion and Analysis along with other sections of the Annual Report for having a full understanding.

BUSINESS SNAPSHOT

GTL Limited (GTL), is a Network Services Company, offering services and solutions to address the Network Life Cycle requirements of Telecom Operators and Tower Companies. Currently it has GTL Infrastructure Limited (GIL), an IP 1 License Category Tower Company as its Customer. Its network services portfolio includes:

Network Operations and Maintenance

GTL provides network operations and maintenance services that deliver assured Network uptime and availability to its customer. These services include:

- Corrective and preventive maintenance of the network
- Capex sizing and planning services
- Remote monitoring and trouble ticketing
- Technical support and process management

Energy Management

Telecom Networks require uninterrupted access to power for seamless operation. Management of Energy (Power and Fuel) plays an important role to ensure reliable network operations at optimum costs.

GTL's Energy Management Solutions provide high availability of power to telecom sites efficiently. They are delivered through –

- Technical audit for optimum power consumption
- Monitoring utilization of sources of energy and plugging leakage thereof
- Driving modernization with energy efficient equipment and
- Integrating non–traditional or alternate sources of energy with reduced CO2 footprint.

For further details on the various steps taken by the Company in implementing and operating various energy conservation measures and for utilizing alternate source of energy, members are advised to refer the write up under the head 'Conservation of Energy' in the Directors' Report.

INDUSTRY STRUCTURE AND DEVELOPMENTS

i) Structure & business model of Telecom Industry

The Telecommunications industry is divided into following subsectors: Infrastructure, Equipment, Mobile Virtual Network Operators (MNVO), White Space Spectrum, 5G, Telephone service providers and Broadband.

As per GSMA, India is on its way to becoming the second–largest smartphone market globally by 2025 with around 1 billion installed devices and is expected to have 920 million unique mobile subscribers by 2025 which will include 88 million 5G connections.

Over the last thirteen years, the Indian Telecom Tower industry has seen a significant growth. An average of 29,000 new towers has been built per year.

It is also estimated that 5G technology will contribute approximately $450 billion to the Indian Economy in the period of 2023–2040.

Currently, 5G Spectrum Trials are being conducted in India to ensure proliferation of 5G technology across the country.

The DoT is targeting a combination of 100% broadband connectivity in the villages, 55% fiberisation of mobile towers, average broadband speeds of 25 mbps and 30 lakh kms of optic fibre rollouts by December 2022. By December 2024, it is looking at 70% fiberisation of towers, average broadband speeds of 50 Mbps and 50 lakh kms of optic fibre rollouts at a pan–India level.

The Telecom industry in India is the second largest in the world with a subscriber base of 1.17 billion. The number of broadband –subscribers rose to 765.1 million in February 2021. The industry has witnessed exponential growth over the last few years primarily driven by affordable tariffs, wider availability, roll–out of Mobile Number Portability (MNP), expanding 3G and 4G coverage, evolving consumption patterns of subscribers and a conducive regulatory environment.

The Government has emphasized bolstering India's domestic telecom manufacturing capacity. Efforts are also underway to develop a foundational network for 5G technology deployment in India. India has the second–largest number of telephone connections in the world. As of February 2021, the total telephone connection rose to 1,187.9 million. The teledensity of the rural market, which is largely untapped has increased to 59.48% while the overall teledensity of India has reached 87.26%.

The number of internet subscribers which was 687.62 mn in 2019 increased to 795.18 mn by the end of December, 2020

India contributes highest in the Global Mobile Data Traffic per smartphone at 14.5 GB per smartphone per month.

- The Telecom sector is the 3rd largest sector in terms of FDI inflows, contributing 7.1% of total FDI inflow.
- The sector contributes directly to 2.2 Mn employment and indirectly to 1.8 Mn jobs.
- The sector is expected to contribute 8% to India's GDP in 2022 from ~6.5% currently.

100% FDI is allowed in the Telecom, wherein upto 49% is allowed through the automatic route and beyond 49% under government route.
(Source: investindia.gov.in)

ii) Structure & business model of Telecom Infrastructure Industry

Broadly the tower companies can be categorized into (i) operator owned tower companies; (ii) towers owned by Government operators and (iii) independent tower companies.

Telecom towers form the backbone of wireless networks and provide last mile connectivity to subscribers. Tower requirements usually depend on Network Coverage (which, in turn, depends upon geographical area, population density and spectrum bands) and Network Capacity i.e. maturity of wireless industry, cellular and data penetration and data usage per subscriber, quantum of spectrum and wireless data technology (whether it is 2G/3G/4G/5G).

As the number of tenants on a tower increases, tower companies are able to generate incremental revenue and EBITDA. The key driver of tower revenue growth is tenancy. Apart from tenancies, tower company revenues are also influenced by the pricing charged per tenant.

Operating cost components for the tower business are site rentals, repairs and maintenance, security charges, insurance and cost of outsourced resources. As major expense items are fixed in nature, cost for additional tenant is minimal. Hence, the tenancy ramp–up results in a significant percentage of incremental revenues, ROI and cash flow.

To gain market penetration and 4G Network expansion at optimal cost, Telcos continued to rent towers from TowerCos, thereby considerably reducing costs while allowing them to focus on their core. Renting towers from TowerCos enabled these Telcos to go to market within a short time.

iii) Key Developments

During FY20, the Indian wireless industry had an eventful and challenging year with continued hyper competition and an adverse verdict on the long pending industry issue of Adjusted Gross Revenue (AGR), further adding to the financial woes of the operators. The recent Supreme Court (SC) ruling put a financial burden of ₹ 1470 billion on the telecom players.

In the second half of FY20, customers also witnessed the first round of pre–paid tariff hike by all operators, after several years of price decline. The pricing action coupled with increasing migration to Unlimited/4G plans has led to improvement in Average Revenue Per User (ARPU), resulting in revenue growth after a sustained period of losses.

While the industry saw some improvement in the revenue during FY20, the gross revenue is still 9.2% lower compared to FY16, as tariffs continued to be unsustainably low. Compared to FY16, ARPUs were still 21.6% lower as of FY20. This is despite the fact that the consumer gets much more value in terms of unlimited voice and daily data allowances, compared to five years ago.

While the operational challenges continue, the consolidation of telecom industry presents several opportunities for surviving operators as and when prices revive to levels in line with costs.

(Source :www.equitymaster.com)

OPPORTUNITIES AND THREATS

As GTL is a Network Services Company, the following opportunities and threats of the telecom sector may have consequential positive and negative impact as the case may be on the Company:

Opportunities

- Tele–density in rural areas remains one of the main areas of growth for telecom players where the tele–density is low.
- Rising income will be a key determinant of demand growth in the telecommunication sector in India, with the emergence of an affluent middle class triggering demand in the mobile and internet segments.
- India’s young population, rapid urbanization and growing middleclass are expected to ensure a growing subscriber base in the target demography. It is estimated that 93.3% of India›s population is estimated to be aged under 65 years, with 26.3% aged under 15 years. This is driving growth in content consumption through various streaming apps, and the demand for high speed internet is expected to grow by leaps and bounds.
- Despite such a strong broadband subscriber addition, there is still a large headroom for wireless broadband penetration to improve, as it still remains low at 57.7% as of March 2020. The growth in social media usage, rapidly increasing content consumption and many organizations gradually transitioning to ‘Work from Home’ will continue to drive demand for data.
- DTH operators are likely to benefit from a rising subscriber base and higher market penetration. Innovations in paid TV services, migration from SD to HD boxes have increased consumption of –smart TV’s and HD services, offering more opportunities to service operators.
- Increased penetration of affordable devices, combined with cloud computing, analytics and rising consumer expectations is driving the rapid growth of the IOT market. The Indian Government is planning to develop 100 smart city projects, where IoT would play a vital role in development of those cities. Telecom will play a critical role in providing connectivity and solutions in this market.
- In the era of 5G, telecom companies stand to earn 70% of their revenue from core beneficiaries of 5G.Currently, they earn 30% from enterprises. While implementation and rollout of 5G is still some time away, the standards

and ecosystem on 5G have already gathered pace with more and more use cases coming into picture.

- The Government of India has introduced Digital India Program where sectors such as healthcare, banking, etc. will be connected through internet providing ample opportunities for growth in the sector.
- Post COVID–19 related lockdown, work from home may become a new normal for many organizations, thus creating opportunities for different telecommunication services across the spectrum– fixed line, broadband, enterprise solutions besides pure mobile connectivity.

(Source :www.equitymaster.com)

Threats

- Financial Stress on Telecom Sector: In last few years, intense price competition, regulatory pay–outs including AGR dues and spectrum related payments have put financial stress on telecom operators. According to the Cellular Operators Association of India (COAI), the telecom industry, which facilitated wide–spread digital adoption during the pandemic, continues to be financially stressed and seeks government support on issues like liquidity, rationalisation of levies, AGR and spectrum pricing (Source: Indian Express). Thus, strained cash flow position of telecom operators can affect their ability to pay for infrastructure services rendered by tower companies.
- Pricing risk due to renewals: Any unfavourable terms such as lower pricing upon renewal of agreements with telecom operators are likely to have adverse impact on cash flow of the tower company.
- Operator consolidation: Various developments in Indian Telecom sector during last few years including forced consolidation and exits have resulted in private telecom operators reducing from 18 to 3. Any further consolidation amongst Operators can lead to material reduction in demand for additional sites.
- Implementation of Right of Way (RoW) across India: For 5G to be successful, proportion of fiberised sites must go up to at least 50 % which currently stands at 20%–22%, as only about 13 states have aligned their tower policies with RoW rules issued by DOT. Non–implementation of RoW rules in other states, besides being the biggest cost component for Tower Operators, has also created severe problems in so far as fibre deployment across tower sites is concerned. Any inordinate delays in obtaining ROW permissions further escalate overall project cost. In view of these rising costs, operators may opt for sharing of infrastructure planning and its utilization, as shared planning of routes for fibre roll–out would reduce duplication and foster optimization.
- Spectrum sharing & carrier aggregation: If spectrum sharing is allowed in India, it may negatively impact the additional site requirements across operators.
- Traffic off–loading: Due to large traffic volumes expected in next 4 to 5 years, operators are expected to off load large amount of traffic onto micro sites, small cells and Wi Fi. This action may render lesser than expected growth in macro site tenancy of tower company.

FUTURE OUTLOOK

The Company's main business is from a single Tower Company, namely GTL Infrastructure Limited ("GIL"). Any adverse impact on the business operations of that tower company will impact the Company's financials. The Company will continue to track industry developments closely to align with market and customer developments and will continue to explore new opportunities in the telecom sector. However, on account of the delay in settling the dues on the part of the lenders through negotiated settlement, loss of revenue / customers, inability to incur capital expenditure and erosion of net worth / valuation of the Company since its admission into Corporate Debt Restructure, the ability of the Company to make use of the opportunities is limited.

SEGMENT WISE PERFORMANCE

The Company is engaged in the business of providing "Network Services" only. Accordingly the performance of the Company from Network Services business is presented below

DISCUSSION ON CONSOLIDATED FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The Financial Analysis of the FY 2020–21 are as under:

For the purpose of financial analysis, the conversion rates for conversion of Indian Rupees into US Dollar and vice versa for the FY 2020–21 and FY 2019–20 are as under:

Particulars	FY 2020–21 (₹)	FY 2019–20 (₹)
Profit and Loss Account items– 1 US$ equals to INR	**73.6470**	71.7461
Balance Sheet items – 1 US$ equals to INR	**73.1900**	75.4750

Profit & Loss Account Items

Revenue

Revenue in FY 2020–21, stood at ₹ 220.96 Crores (US$ 30.00 Mn.) as compared to ₹ 215.40 Crores (US$ 30.02 Mn.) in FY 2019–20.

As GIL is the only customer for the Company and the Company has aligned its business plans with that of GIL to sustain business continuity, the Company's revenue goes along with that of GIL.

Cost of Purchases and Services Rendered

In the FY 2020–21, cost of purchases and services rendered stood at ₹ 57.12 Crores (US$ 7.96 Mn.) as against ₹ 71.07 Crores (US$ 9.91 Mn.) in FY 2019–20.

Employee Benefits

In the FY 2020–21, employee benefit expenses stood at ₹ 69.96 Crores (US$ 9.50 Mn.) as against ₹ 73.16 Crores (US$ 10.20 Mn.) in FY2019 – 20. This includes employee expenses relating to operations and management.

Other Expenses

In the FY 2020–21, other expenses including administration, travelling, conveyance, rent, consultancy, provision for doubtful debts, impairment of investments, provision for guarantee obligations and others stood at ₹ 36.34 Crores (US$ 4.93 Mn.) as against ₹ 290.10 Crores (US$ 40.42 Mn.) in FY 2019 – 20.

Finance Cost

In the FY 2020–21 Finance Cost stood at ₹ 20.66 Crores (US$ 2.80 Mn.) as against ₹ 19.38 Crores (US$ 2.70 Mn.) in FY 2019–20.

The Company has neither paid nor provided interest on its borrowing during the FY 2020–21 based on the revised negotiated settlement proposal. Had such interest been recognized, the Finance Cost for the year ended March 31, 2021 would have been more by ₹ 470.20 Crores (US$ 63.85 Mn).

Balance Sheet Items

Equity Share capital

As on March 31, 2020, the equity share capital was ₹ 157.30 Crores (US$ 20.84 Mn). There is no change in GTL's Share Capital and as such as at March 31, 2021 the share capital remains at ₹ 157.30 Crores (US$ 21.49 Mn) as under:

Particulars	No. of Equity Shares	₹ in Crores	US$ in Mn.
Equity Share Capital as at March 31, 2020	157,296,781	157.30	20.84
Equity Share Capital as at March 31, 2021	157,296,781	157.30	21.49

Reserves and Surplus

Particulars	₹ in Crores	US$ in Mn.
As at March 31, 2020	(7,655.07)	(1,014.25)
Movement in Reserves & Surplus	67.20	(22.49)
As at March 31, 2021	(7,587.87)	(1,036.74)

Note: Though the movement in Reserves is positive in INR, the negative movement in USD is on account of conversion of INR to USD at the applicable Exchange Rate.

Net Worth

Particulars	₹ in Crores	US$ in Mn.
Equity Share Capital as at March 31, 2021	157.30	21.49
Reserves as at March 31, 2021	(7,587.87)	(1,036.74)
Total Net Worth	(7,430.57)	(1,015.25)

Borrowings

Borrowings as on March 31, 2021 were ₹ 4,881.90 Crores (US$ 667.02 Mn.) as against ₹ 5,038.37 Crores (US$ 667.55 Mn.) as on March 31, 2020.

Net Fixed Assets

As on March 31, 2021, the net fixed assets were ₹ 75.88 Crores (US$ 10.37 Mn) as against ₹ 78.72 Crores (US$ 10.43 Mn) as on March 31, 2020.

Long Term Investments

Pending appropriation of pledged shares invoked by the lenders, the said shares held by the company are continued to be classified as long term investments. The Company does not and will not recognize the gain / loss in the market value of such investments as it is not the beneficial owner of them.

Particulars	As at March 31, 2021		As at March 31, 2020	
	₹ in Crores	US$ in Mn	₹ in Crores	US$ in Mn
GTL Infrastructure Limited	**51.16**	**6.99**	51.16	6.78
Total Investments	**51.16**	**6.99**	51.16	6.78

Receivables & Inventory

The receivables as on March 31, 2021 were ₹ 0.09 Crores (US$ 0.01 Mn.) as against ₹ 0.01 Crores (US$ 0.001Mn.) as on March 31, 2020

The Inventory as on March 31, 2021 was Nil (US$ Nil Mn) as against Nil (US$ Nil Mn) as on March 31, 2020.

Contingent Liabilities and Related Party Transactions with Associates

For details please refer to Note Nos. 41.C & 42.2 in the Consolidated Financial Statements.

Significant changes in key financial ratios

Particulars	UoM	FY 2020–21	FY 2019–20
Debtors Turnover	No. of Times	2.455	21,540
Inventory Turnover (Refer Note 1)	No. of Times	N.A.	N.A.
Interest Coverage Ratio (Refer Note 2)	No. of Times	N.A.	N.A.
Debt Equity Ratio (Refer Note 3)	No. of Times	–	–
Return on Net Worth (Refer Note 3)	%	–	–
Operating Profit Margin (%)			
Net Profit Margin (%)			
– Net Profit / (Loss) (before Exceptional items)	%	20.64	(146.77)
– Net Profit / (Loss) (After Exceptional items)	%	20.64	(14.10)
Current Ratio	No. of Times	0.01	0.01

Notes: (1) At the Financial year ended March 31, 2021 and March 31, 2020, inventory was NIL hence stated as N.A. (2) The Company has neither paid nor provided interest on its borrowings during the FY 2020–21 & 2019–20, hence stated as N.A. (3) In view of Negative Net worth, Debt / Equity Ratio and Return on Net Worth are not furnished above

Explanation for significant changes in ratios:

The debtors got increased from ₹ 0.01 crore to ₹ 0.09 Crore, thus in absolute terms by ₹ 0.08 Crore only. Compared to the size and operations of the Company this increase is not high. As regards the increase in Net Profit Margin, on account of loss of revenue / customers, inability to incur capital expenditure and erosion of net worth / valuation, the operations of the Company had come down drastically from the FY 2018–19, which affected the business and profitability of the Company. Keeping that aspect in mind, the Company continued to implement cost optimization and network optimization measures. That coupled with the non–cash items viz. the exchange variation and the write back provision; and non provision of interest (for the reasons stated elsewhere) have resulted in Profit or (Loss) After Tax (PAT) of ₹ 67.24 Crores for the current FY 2020–21.

RISKS AND CONCERNS

The key risks and concerns are as under:

Strategic Risk

The recent Supreme Court verdict dismissing the pleas of Airtel and Vodafone Idea on the computation and applicability of AGR dues is likely to increase the Financial stress on the Telecom Sector. Currently there are 3 private Telcos operating in India, who have many shared tenancies on the various Tower Companies. Any future adverse impact on one or more of these Telcos on account of this severe financial stress may lead to a decreased Telco count and /or optimization of existing and future Tenancies on Tower Companies as well as rollout of Telecom networks. This may impact the Company as it is depending upon the Tower Company for its ongoing business. A subdued or stressed Telecom Sector is also likely to present fewer growth opportunities to the Company.

Further Vodafone Idea Limited (VIL), which is one of the major customers of GTL Infra (Tower Co) is reeling under tremendous financial stress on account of its ballooning debt, huge liabilities and low arpu realisation. This presents a significant risk to GTL Infra and in turn to the Company. Further there is consolidation of tenancies being done by the major Telcos and it may reduce the portfolio of Tower Companies to some extent. As a result, the Company's revenue, which is dependent on the Tower Co may also be hit proportionately.

Operational Risk

During the year, the COVID 19 pandemic related Lockdown posed severe restrictions on operational flexibility as it constrained free movement of field teams of the Company. With states sealing borders in many cases and also goods transport halted, movement of network equipments was severely constrained. Ensuring Healthy safety of employees became a major challenge and concern for the Company, in wake of proliferating spread of the pandemic as it would derail the network operations and services to its customer to a large extent. It was of paramount importance and therefore very critical to maintain network at all costs since Telecom was declared as a 'Essential Service. The future waves of COVID 19 pandemic and its scale and impact will determine the further steps to be taken by the Company to manage the issue and still be able to deliver the Essential Service.

Even though the Government opened up Vaccination for 18 plus years, the gap of 82 days between two doses as well as challenges in availability of Vaccines meant that many of the Company's employees remain exposed to the pandemic. Hopefully with supplies being streamlined and with increased efforts from the Company's support teams to facilitate Vaccination by organising camps, the Company should be able to cover majority of them in the coming days. Irrespective of the same, Company and its employees continued to provide the Telecom Services under the Essential Services mode as required by the Government of India.

Legal & Compliance Risk

Consequent to the Supreme Court of India (SC) quashing the Circular dated February 12, 2018 issued by the Reserve Bank of India for withdrawal of the CDR and other Schemes, the RBI issued a revised Circular on June 7, 2019. Based on the said revised Circular, the Company filed revised OTS proposal and has been continuously interacting with the lenders for arriving at a negotiated settlement. In the meanwhile, in the matter of application under section 7 of the Insolvency and Bankruptcy Code, 2016 (IBC) filed by one of the lenders before NCLT, on appeal, the SC has passed status quo order. Thereafter, in the recently concluded meeting of the lenders in July 2021, all but one lender have agreed in principle for proceeding with the settlement proposal, appointment of agents and execution of relevant documents. Hence the Company is hopeful of an early settlement. As regards major claims of the Company against MSEDCL and GTL Infrastructure Ltd. and other litigations, shareholders are requested to refer to the 'status of legal cases given below'. As regards compliance of various requirements, as could be seen from the Secretarial Audit and Compliance Report forming part of the Directors' Report, the Company has complied with the compliance requirements and shall continue its efforts to comply with them in future as well.

Foreign Exchange and Commodity Price Risk

The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the External Commercial Borrowings and except for the same, the Company is not exposed to foreign currency risk as the Company's business operations do not involve any significant transactions in foreign currency.

The Company is engaged in business of providing "Network Services" comprising mainly of Network Operation & Maintenance and Energy Management (OME). In OME the major component of cost are electricity and fuel. The variation in the price of electricity and fuel is index based i.e. additionally charged to customer. With regards to other services the contracts are cost plus margin and therefore commodity price risk is mitigated

Members are requested to refer note no. 43 of Standalone Financial Statement under the head Financial Risk Management Objectives and Policies for further details in the matter.

Mitigation measures taken

As reported earlier, the present revenue streams of the OME business of the Company are only from operation maintenance for telecom sites and management fees for energy management from GIL. On account of filing of bankruptcy petitions by Aircel Group in March 2018 and the number of regional and national operators coming down from 18 to 3 private operators, for sustaining its business continuity, the Company is aligning its business plans with that of GIL. The Company also continues to implement cost optimization and network optimization measures, wherever possible.

As regards the Operational Risk likely to arise from Delta Variant / 3rd wave of Covid 19, the Company is providing support to the extent possible for early vaccination of all its employees, apart from providing medical / emergency support for taking care of the safety and health of the employees.

In the matter of settlement of its dues with the lenders, apart from getting a status quo order of the SC in the matter of Application filed by one of the lenders before NCLT, the Company could also negotiate with the lenders for an in principle approval for its proposal to settle the dues of the lenders. It continues its efforts with the lenders for an early settlement.

In the matter of its major claim, the Company has taken legal action including through arbitration to recover its dues from Aircel Group, MSEDCL, GTL Infrastructure Ltd (GIL) and others. In respect of matters where the lenders have filed recovery suits in the Court, the Company wherever possible has filed consent terms and got the suits disposed of.

As regards Foreign Exchange, Commodity and Other Risks, Members are requested to refer to note no. 43 of Standalone Financial Statement under the head Financial Risk Management Objectives and Policies.

As regards the operational and financial difficulties of the subsidiaries, in respect of one of the subsidiaries, the Company has entered into agreements for sale, subject to final approval of lenders of the Company and the investee company and other necessary approvals. Pending completion of the said transaction, the said Non Current Investment in the investee company is treated as “Assets Held for Sale” in terms of AS 105. As regards the other subsidiary viz. GTL International Ltd, consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Ltd (GTIL), the Registrar of Companies, Bermuda, has dissolved w.e.f. 17.12.2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

Status of legal cases

As on March 31, 2021, there were 55 cases against the Company, pending in various Courts and other Dispute Redressal Forums.

i. In 8 out of 55 cases, the Company has been implicated as proforma defendant i.e. there are no monetary claims against the Company. In most of these cases, dispute concerns matters like loss of share certificate, title claim / ownership / transfer of the shares etc. The Company’s implication in these matters is with a view to protect the interest of the lawful owners of the shares. Upon the final orders passed by the Court(s), the Company shall have to release the shares, which are presently under ‘stop transfer’, in this regard to the rightful claimants. There is no direct liability or adverse impact on the business of the Company on account of the said 8 cases.

ii. Out of the balance 47 cases, 20 cases are from its earlier power business, 9 cases are from telecom related businesses and 1 case is in respect of non–allotment / non–refund of money in its IPO, which are handled by the Company’s advocates, who have the necessary expertise on the subject. It is found that in most of the cases the claims are unsubstantiated and therefore the Company is resisting and defending these claims. (Out of the aforesaid 20 cases of power business, 9 cases pertain to Labour Court matter wherein the employees filed for reinstatement on termination consequent to termination of Aurangabad Distribution Franchisee Agreement of the Company. These are being settled with affected employees. The contingent liability in respect of these 9 cases is ₹ 1.34 Crores and in respect of balance 11 cases is ₹ 0.41 Crores). Further the contingent liability w.r.t. 9 cases related to telecom business and 1 case in respect of non–allotment / non–refund of money in its IPO is ₹ 0.92 Crores.

iii. There are 9 cases pertaining to arbitration matters, out of which in 5 cases, the Company has invoked arbitration proceedings against MSEDCL in respect of the DF Contract & EPC Contract as explained in the previous Annual Report and the contingent liability towards counter claims of MSEDCL is ₹ 462.90 Crores. The other four matters, are arising out of challenge on the procedural orders by the Arbitrator and are being contested in the the courts by the company’s advocates who have the necessary expertise on the subject. There is no contingent liability arising out of the four matters.

iv. In 1 case, a bank has filed commercial suit against the Company in the Hon’ble Bombay High Court in respect of the Company’s comfort letter issued in favour of one of its Wholly Owned Subsidiaries (WOS).

v. In 1 case a Lender Bank has filed insolvency petition before the National Company Law Tribunal, Bombay Bench under section 7 of the IBC Code, which has not been admitted. On appeal, the Hon’ble Supreme Court has passed status quo order. The contingent liability in respect of which is ₹ 204.78 Crores (Net of liability in the books as at March 31, 2021 of ₹ 329.98 Crores, against the total claim of ₹ 534.76 Crores).

vi. In 1 case, the Department of Telecom (DoT) has raised a demand of ₹1,509.50 Crores based on Adjusted Gross Revenue for ISP license fee pertaining to the business carried out by the Company well before the year 2009 and the relevant ISP license was surrendered to DoT in 2009 for which DoT had issued a no–dues certificate in November 2010. The Company is contesting this demand in an appropriate forum.

vii. In 1 case Canara Bank has filed a suit against the company in Debt Recovery Tribunal, Chennai, claiming ₹ 551.91 Crores. The company is contesting the claim in the DRT, Chennai.

viii. In 1 case, IDBI Bank on behalf of all lenders, has filed a suit against the company in Debt Recovery Tribunal, Mumbai, claiming ₹ 4,853.55 Crores. The company is contesting the claim in the DRT, Mumbai.

ix. In the balance 3 cases, the company has been impleaded for various procedural reliefs in the courts and these are at initial stages of seeking directions and are being contested in the courts by the company's advocates who have the necessary expertise on the subject. There is no liability to the company at this stage of litigation. As on date there is no contingent liability.

x. The Company has a claim against GIL in respect of operational services rendered by it. As reported in MDAR of Annual Report of FY 2019–20, on account of non–resolution of Company's claim by GIL at the expiration of the suspension agreement dated March 8, 2019, in August 2019 parties invoked arbitration. The Tribunal ordered GIL to pay ₹ 440 Crores vide its Interim Award dated December 17, 2019. In the matter of Appeal filed by ARC against the order of the Tribunal, the Hon'ble Delhi High Court vide its Order dated November 18, 2020 modified the Interim Award thereby directing the amounts as directed by the Tribunal to be deposited and retained in the Trust and Retention Account (TRA) maintained by GIL. The application for clarification filed by ARC against the said Order got dismissed vide Order dated February 3, 2021 of the Hon'ble Delhi High Court. Now, the ARC has filed Review Petition against the Hon'ble Delhi High Court's Judgment dated November 18, 2020. The ARC has also filed a suit before the Hon'ble Bombay High Court praying for permanently restraining GIL from making any payment to the Company under the Interim Award.

In view of the above developments, the Company has withdrawn the earlier Execution Petition and has filed a fresh Execution Petition for enforcement of the Interim Award as modified by the Judgment of Hon'ble Delhi High Court dated November 18, 2020. In the matter of Arbitration, the proceedings are at the final hearing stage.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has put in place various Internal Controls for different activities so as to minimize the impact of various risks. Also, as mandated by the Companies Act, 2013, the Company has implemented the Internal Financial Control (IFC) framework to ensure proper Internal Controls over financial reporting. Apart from this, a well–defined system of Internal Audit is in place so as to independently review and strengthen these internal controls. The Audit Committee of the Company regularly reviews the reports of the internal auditors and recommends actions for further improvement of the internal controls.

QUALITY

Process Excellence

GTL has continuously made efforts to make its process effective and efficient leading to a consistent output. The Company has been following the standards laid down under ISO 9001–2015 successfully. This has led to increase in efficiency, and customer satisfaction. The processes have been reviewed from time to time and necessary updates have been incorporated in the process documentation. These processes are well documented and maintained under GTL's Quality Management System.

Operational Excellence

GTL's operational excellence is a result of implementing a blend of standard processes and initiatives like site assessment, resource optimization, energy optimization, automation etc. The Company adopted an approach in which departmental and functional heads are empowered to recognize and respond to interruptions in the flow of delivering network uptime and the SLA to the customer.

The past and the current financial years, presented unprecedented challenges to GTL's operations, in the wake of COVID 19 pandamic and the consequent declaration of lockdown by both Central and State Governments. Telecom services were declared as Essential Services by the Govt and therefore GTL quickly re–aligned its field as well as back end operations to overcome the challenges to ensure high levels of service to its customers.

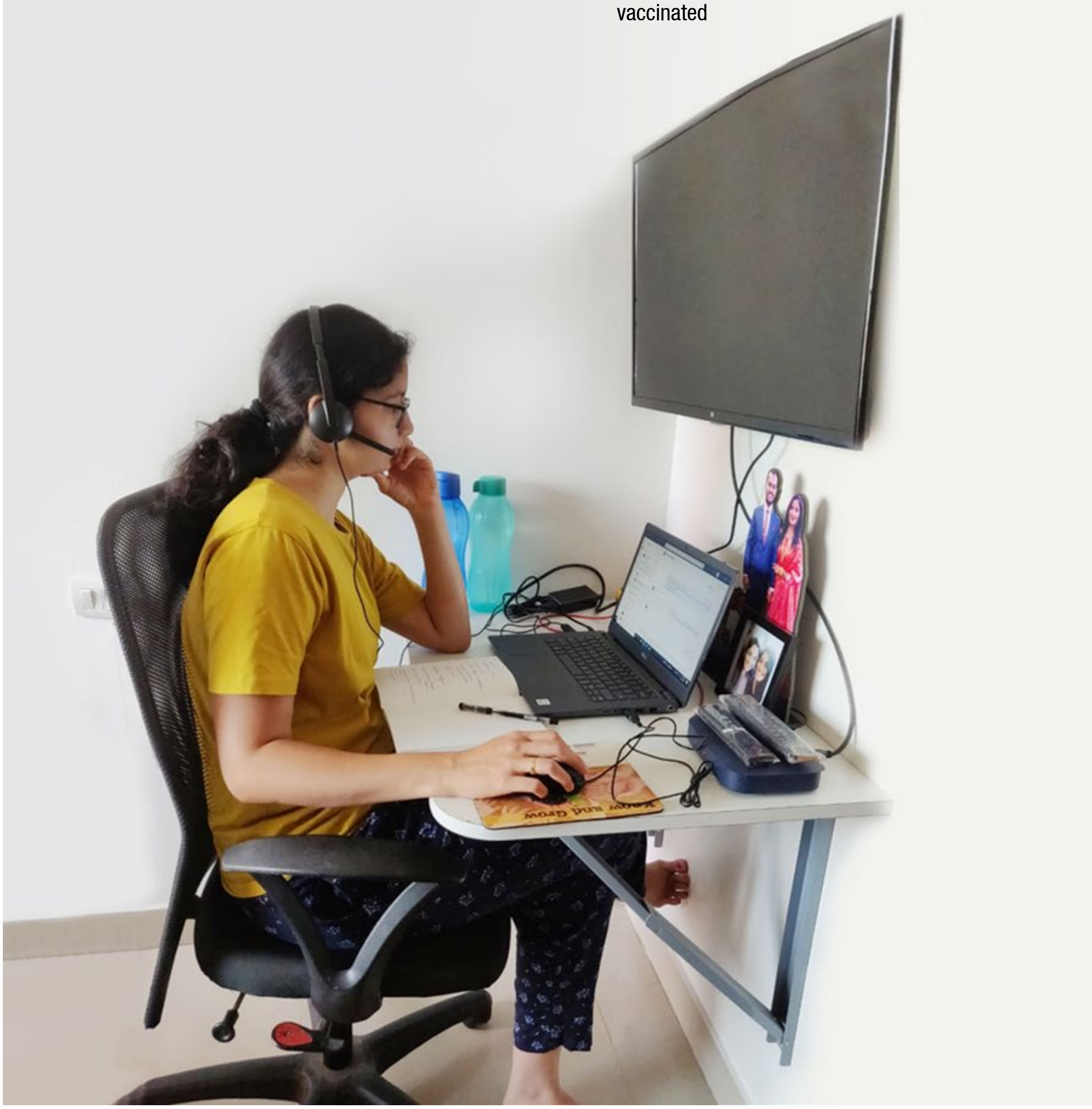
All efforts were directed towards ensuring operational excellence in order to deliver good network uptime to its customer and in particular to the general public at large.

HUMAN RESOURCES

As stated earlier, GTL Limited is a Network Services Company offering services and solutions to address network life cycle requirements of Telecom Operators and Tower Companies. Thus the Company is in the service industry engaging the services of mostly qualified professionals. Currently, it has more than 1500 employees working in the field, as the towers of its customer GIL is scattered all over India in various States. While India got affected by COVID 19 first wave in the FY 20–21, it got affected by COVID 19 second wave since the beginning of FY 21–22. The Government of India declared Telecom as an Essential Service during this pandemic period. The Company's staff devotedly worked as front liners, performing field activities, which includes maintenance and upgardation of the sites.

In view of the above, the Company was forced to strike a balance between providing quality service to its customer for maintenance of network uptime to meet the requirement of the operators; and take care of the safety and health of its employees, particularly those working as front liners. On that background, the Company took adequate care for the employee wellbeing so that its service to the customer was uninterrupted during the critical time when India was getting badly affected by COVID –19 pandemic. The following are some of those Employee Wellbeing Initiatives:

- Organized a team of positrons at all locations to facilitate medical services such as ambulance, critical medicines, hospiltalization for Covid effected employees
- Created a Vaccination drive to get employees vaccinated



Employees and family members at GTL vaccination camp

- Provided financial assistance to Covid effected employees,
- Additional conveyance to cater to travel safely and extra wages of one month paid to technicians and field employees
- Assured financial support beyond insurance for families for NCOVID–19 related sickness
- 24 x 7 help desk for any kind of COVID–19 assistance to employees
- Full wages paid to all employees well in advance to cater to their financial planning
- Frequent reinforcements to ensure all employees follow all guidelines issued by Central / State Governments
- Scheduled calls with field teams to check on their health and well being
- Periodic Communication sent to employees on do's and don'ts on COVID–19

With the above support provided to the employees, the Company was able to manage the network uptime and maintain the required service level agreements to the full satisfaction of the customer which in turn resulted in un– interrupted services to the end users at a time when they were badly in need of an effective communication system.

Health, Safety & Environment (HSE)

HSE objectives form an integral part of the overall corporate strategy. GTL engages its human resources in a wide range of initiatives and programs to provide the employee appropriate protection at the workplace. The Company educates its employees on HSE issues through awareness programs. The Company also provides in–house medical facility.

The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal Act, 2013 (the said Act). During the year under review, no complaint / case have been received in terms of the said Act and Rules made thereunder.

People Strength

In line with the developments in Indian telecom industry, its own business requirements as mentioned elsewhere in this Report and the pandemic, the Company currently has 1,620 associates (directly or indirectly) as on March 31, 2021 as against 1,631 in March 31, 2020. Additionally, the Company uses external manpower agencies whenever additional manpower is required for meeting Covid protocol requirements.

CORPORATE SOCIAL RESPONSIBILITY

In view of the negative net worth, revenue below the prescribed limit and cumulative losses suffered by the Company, it is not attracted by the provisions of Section 135(5) of the Companies Act, 2013. However, as a responsible Corporate Citizen, the Company fulfils its social responsibilities through employee volunteerism and non–financial means, by supporting the causes adopted by Global Foundation, a public charitable trust. The social causes supported by Global Foundation are in the areas of:

Education

1200 students were awarded Gyanjyot Scholarships

85 children received laptop Computers under GyanSuvidha initiative for online education

185 Students were provided Internet Aid of ₹ 10,000 each valid for 2 years

Disability

During the lockdowns, the blind faced maximum risk of falling behind in their efforts to learn computer skills. Global Foundation's Advanced Computer Center for the Blind, initiated online classes for blind students.

A you tube channel dedicated for the blind to learn computers was created

Health, Hygiene and Sanitation

55 Oxygen Concentrators were donated to aid Government's efforts in the fight against NCOVID 19

2,000 people served through rural medical camps

97 families received medical aid for treatments

Community Development

10 Computer training camps were conducted for rural children imparting nuances of online education

12 Families received financial aid for rebuilding their homes destroyed in natural calamities

Nutritious meals and monthly Grocery Kits were donated to on duty medicos, NCOVID 19 patients and adversely affected tribals

Toilets were built for girls & boys under Swachh Bharat Abhiyan at the Shivaji English School Pandurtitha, Sindhudurg

GLOBAL FOUNDATION

Making a better world

Laptop Beneficiary

Blood Donation Camp

School Camp

Eye Check Up Camp

Webinar for Visually Impaired

YouTube channel for Visually Impaired

Monthly Grocery Kits Distributed in Rural Areas

Your Directors present their Thirty Third Annual Report together with the Audited Financial Statements for the year ended March 31, 2021.

1. STATE OF THE COMPANY'S AFFAIRS

FINANCIAL HIGHLIGHTS

(₹ in Crore)

Particulars	FY 2020–21		FY 2019–20	
	Consolidated	Standalone	Consolidated	Standalone
Total Income	**255.98**	**255.98**	227.71	227.71
Profit / (Loss) before Depreciation, Exceptional and Tax (PBDT)	**71.90**	**71.90**	(226.00)	(226.00)
Less: Depreciation	**4.66**	**4.66**	4.52	4.52
Profit / (Loss) before Tax, exceptional item and extra–ordinary items	**67.24**	**67.24**	(230.52)	(230.52)
Exceptional items	**Nil**	**Nil**	Nil	Nil
Less: Provision for Taxation (incl. Short Provision for Income Tax and Deferred Tax)	**Nil**	**Nil**	Nil	Nil
Profit / (Loss) after Tax (PAT) before Extra–ordinary and Prior Period items	**67.24**	**67.24**	(230.52)	(230.52)
Add / (Less): Extra–ordinary item	**Nil**	**Nil**	Nil	Nil
Profit /(Loss) For The Year From Continuing Operations	**67.24**	**67.24**	(230.52)	(230.52)
Loss for the year from discontinued operations	**(21.46)**	**Nil**	(85.28)	Nil
Exceptional Item – Discontinued Operations	**Nil**	**Nil**	285.76	Nil
Other Comprehensive Income for the year	**(0.19)**	**(0.19)**	(0.34)	(0.34)
Total Comprehensive Income for the period (net of Tax)	**45.59**	**67.05**	(30.38)	(230.86)
Add: Balance brought forward from the last year	**(9,329.70)**	**(8,674.57)**	(9,299.32)	(8,443.71)
Loss available for Appropriation	**(9,284.11)**	**(8,607.52)**	(9,329.70)	(8,674.57)
Appropriations:				
Recommended Equity dividend	**Nil**	**Nil**	Nil	Nil
Dividend Distribution Tax	**N.A.**	**N.A.**	N.A.	N.A.
Amount transferred to				
– General Reserve	**Nil**	**Nil**	Nil	Nil
– Debenture Redemption Reserve	**Nil**	**Nil**	Nil	Nil
Balance Carried Forward	**(9,284.11)**	**(8,607.52)**	(9,329.70)	(8,674.57)

2. RESULTS OF OPERATIONS

The financial highlights of the Company on a standalone basis for the financial year under review are as follows:

- Total Income is ₹ 255.98 Crores as against ₹ 227.71 Crores for the previous financial year.
- Profit/ (Loss) before Depreciation, Exceptional Items and Tax (PBDT) is ₹71.90 Crores as against ₹(226.00) Crores for the previous financial year.
- Profit / (Loss) after Tax (PAT) before extra–ordinary and prior period items is ₹ 67.24 Crores as against ₹ (230.52) Crores for previous financial year.

3. OPERATIONS

Telecom was considered as the sunrise industry at the beginning of the twenty first century. Realizing the growth potential in telecom, the Company made a foray into the Telecom Network Engineering and Services domain. Over the years it strengthened its service offerings to become an integrated network services Company for providing services to operators, OEMs and Tower Companies. In the FY 2010–11, on account of the adverse circumstances surrounding the telecom and power sectors, the Company's business and profitability got affected resulting in admission of the Company into Corporate Debt Restructuring (CDR). Since its admission into CDR, the Company had been offering various proposals including monetization of its assets / business divisions / investments for settlement of the dues of the lenders. While lenders process to negotiate settlement has been hampered due to litigations, on account of the various negative developments in the telecom industry, the Company's business got seriously affected resulting in substantial erosion in its net worth.

The industry itself has undergone challenging times all through its journey in the past decade and continue to suffer due to its poor financial health on account of the following reasons:

- The exorbitant spectrum prices paid by the operators in 2010 & 2015 in the auctions conducted by Department of Telecommunications (DOT)
- Cancellation of 122 Nos of 2G licenses by the Supreme Court of India (SC) in February 2012
- Intense competition, unsustainable level of debts and incurring of loss by almost all operators leading to merger / exit of telecom companies, (resulting in only 3 private operators) in FY 2017–18
- Technological disruption and tariff competition triggered by the entry of Reliance Jio in FY 2016–17
- Issue of Circular dated February 12, 2018 by RBI *inter–alia* for withdrawal of CDR and all other restructuring Schemes
- Operational income inadequate to service the debt burden of capital expenditure of the operators. Most foreign telecos, which earlier made a beeline for the high growth industry have hardly found any return on India investments.
- Upholding the DOT contention on Adjusted Gross Revenue (AGR) by the Hon'ble Supreme Court (SC) in October 2019 and also ruling out any possibility of a reassessment or recalculation or correction of errors vide its orders dated July 2020 and July 2021.
- High degree of leverage by the operators leading to unsustainable level of debt on account of demand for continuous investment due to the following:
  - ➢ Telecom is a capital–intensive industry needing continuous up–gradation of technology and infrastructure
  - ➢ For a vast country like India having both urban and rural; educated and uneducated; and haves and have–nots, it cannot afford to have a digital divide and hence the need for a larger network
  - ➢ Over passage of time and the new norm that is coming into practice due to the pandemic, the appetite for data is going up tremendously, which therefore needs continuous investments for network expansion and upgradation
  - ➢ The information technology (IT) and information technology–enabled services (ITES) have expanded phenomenally, establishing India as one of the ITES power houses of the world
  - ➢ Compulsion to provide 5G services and difficulty in raising tariff unilaterally on account of the stiff competition.

The above industry problems and challenges / drivers coupled with suspension of tenancy commitment by Aircel Group in 2013, filing for bankruptcy by Aircel Group in March 2018; and termination of contract by MSEDCL in 2014 resulted in the overall set–back to the business operations, cash losses and erosion of net worth to the Company. While the Company and its management filed settlement proposals to the lenders based on the Circulars dated February 2018 /June 2019 the lenders issued notices for recall of their loans and taking possession of secured assets, invoked the shares pledged by the Company and Promoter and filed application before DRT.

In view of the above, and due to litigation and the rigid stand of some lenders, settlement of the dues of the lenders through negotiated settlement got delayed. In the meanwhile, in the matter of application under section 7 of the Insolvency and Bankruptcy Code, 2016 (IBC) filed by one of the lenders before NCLT, on appeal, SC has passed status quo order. Further, in the recently concluded meeting of the lenders in July 2021, all but one lender have agreed in principle for proceeding with the settlement proposal, appointment of agents and execution of relevant documents. Hence, the Company is hopeful of an early settlement.

Under the above circumstances, on account of its loss of revenue / customers, inability to incur capital expenditure and erosion of net worth / valuation, the operations of the Company had come down drastically from FY 2018–19, which has affected the business and profitability of the Company. Keeping this aspect in mind, the Company continues to implement cost optimization and network optimization measures. That coupled with the non–cash items viz. the exchange variation and the write back provision; and non provision of interest (for the reasons stated elsewhere) have resulted in Profit or (Loss) After Tax (PAT) of ₹ 67.24 Crores for the current FY 2020–21. The Company has also taken legal action to recover its dues from Aircel Group, MSEDCL, GTL Infrastructure Ltd. (GIL) and others. It also continues its efforts with the lenders for an early settlement.

4. DEVELOPMENTS

Economy

The financial year 2020–21 saw unprecedented health crisis of unimaginable proportions causing economic and social upheavels all over the world. The Indian economy got badly affected not only by the pandemic but also by natural calamities and external disturbance.

During FY 2020–21, India got affected by the spread of Covid 19 First Wave and the declaration of lockdown by the Government of India bringing to halt both the economic and social activities. Unfortunately, India became the nation with second highest cases in the world. That being not enough, since the beginning of the current FY 2021–22, India got severely affected by the spread of Covid 19 Second Wave and declaration of lockdown by the State Governments bringing further restrictions on the economic and social activities.

Added to that, apart from the powerful and catastrophic tropical cyclone Amphan that caused wide spread damage in the Eastern India in May 2020, extremely severe Cyclonic Storm Tauktae in the Arabian Sea in May 2021, followed by very severe Cyclonic Storm Yaas in the Eastern Coast in the same month caused loss of life and property in the regions of both Western and Eastern Coasts of India.

The Indo China stressed border situation in May / June 20 resulted in further tension and trade restrictions.

The stringent lockdown measures, the loss of life and properties and the strained relationship with the neighbour China put a huge dent on the economy and caused all sectors, apart from agriculture to suffer huge losses. Under the impact of these developments, India recorded a GDP drop of 23.90 per cent, in the period April–June 2020.

The world is still not out of the pandemic. The spread of the new delta variant of coronavirus now has stoked fears of further stalling economic revival globally.

Telecom Industry

5G has emerged as the new focus area for telecom industry in India, as in other countries. While the Government is trying to make available the requisite spectrum for 5G services and other facilities, the operators are trying to make their networks ready, identify partners and test the technology. The Department of Telecommunications has allotted experimental 5G airwaves and given permission to telcos to carry out 5G trials in the country. According to ET Telecom.com report dated July 2, 2021 "Reliance Jio and Airtel had recently started their 5G trials in Delhi–NCR and Mumbai respectively. While Jio is trialing its own 5G technology, Airtel is using Ericsson's gear in Gurgaon using 3.5GHz band. Vodafone Idea has started its 5G trials in Pune and Gandhinagar in partnership with European vendors Ericsson". The operators are also in the process of entering into partnership. While Bharti Airtel and Tata Group have announced a strategic partnership for 5G networks solutions for India, Reliance Jio and Google Cloud have announced a partnership for 5G solutions, laying foundation for India's digitization.

However the adverse judgment by the Honourable Supreme Court in the AGR case imposing massive additional financial burden of ₹ 1.4 lakh crore, beginning with an upfront 10% payment by March 31, 2021, and the rest in 10 annual installments ending March 2031 (The Economic Times, E Paper dated September 2, 2020), on an already distressed industry is likely to put a spanner in the above works. The enormity of the task before the industry could be well understood if one looks at the present health of the Industry – as reported by Business Standard (Mumbai Edition) dated July 3, 2021 as under:

"The combined borrowing of the four incumbent operators Bharti Airtel, Vodafone Idea, Bharat Sanchar Nigam Ltd. (BSNL) and Mahanagar Telephone Nigam Ltd. (MTNL) – reached an all–time high of ₹ 3.85 trillion at the end of March this year. The companies combined debt was up 22.4 per cent year–on–year last financial year against 8.3 per cent growth in their borrowing in the previous year. As a result, the incumbent operators debt–equity ratio shot up to an unsustainably high level of 6.83X at the end of March this year from 2.3X at the end of March 2020. This was largely due to big losses reported by all these companies last financial year. The four incumbent operators racked up combined net losses of ₹ 70,000 crore in FY 21. With this, the operators have cumulatively reported a net loss of ₹ 2.45 trillion in the last five years, equivalent to nearly a third of their cumulative revenues during the period."

Thus while the key telecom developments in 2021 viz. spectrum auction, wired broadband and 5G launch are expected to fuel the growth for all telecom operators, with their present financial health, it will be a challenge for them to provide 5G service in 2021, particularly in the present state of economy.

Challenges of the Telecom Sector

The Competition Commission of India, based on the Market Study carried out by it as a part of the advocacy measures to ensure competitive outcomes, has brought out a Report on January 22, 2021, under the caption 'Market Study on the Telecom Sector in India – Key Findings and Observations'. The following portion of the said Report brings out some of the challenges faced by the telecom sector':

"E. Financial Distress of the Sector

29. High costs of spectrum acquisition, as mentioned above, and the demands of network upgradation had increased the industry debt burden. Technological disruption and tariff competition triggered by the entry of Reliance Jio jointly aggravated the financial distress reflected in the unprecedented decline in revenue of the industry through the years 2017 and 2019. The average revenue of the industry decreased from 5.49 per cent in 2012–2013 to 2.51 per cent in 2015–2016 which further declined to –2.82 per cent in 2018–2019. The industry estimates for weighted average Return on Equity (ROE) decreased from 7.46 per cent in 2015–2016 to –7.59 per cent in 2017–2018......

30. Rising leverage is among the principal challenges facing the sector. The ICR29 for the industry is considerably depressed due to the presence of heavily indebted operators. An ICR of less than 1 implies that the Earnings before Interest and Taxes (EBIT) are insufficient to cover repayment of interest and taxes. Industry estimates since 2014–15 show a declining trend for ICR, reflecting the industry's general inability to service debt and pay taxes.

31. A negative Profit after Tax (PAT) implies that ROE is also negative for most operators for several years since 2011–12. This presents difficulties for the long term viability of telecom businesses. Recent investments in RJio and the rights issued by Airtel and VIL reflect long–term intent and are positive signals for the industry. By themselves, these are, however, inadequate to address the sustainable future for the industry.

67. With the average spectrum holding for an Indian operator lower (31 MHz) than the global average of 50 MHz, the battered financial health will continue to impact operators' ability to acquire new spectrum and the subsequent launch of 5G in India."

On the above background, the following comment made by Lt. Gen Dr. SP Kochhar, Director General (DG), Cellular Operators' Association of India's (COAI) summarises the challenges faced by the Industry (tele.net December 2020):

"………., Industry continues to be financially stressed and we seek the support of the government in enabling the industry to truly play its role as an enabler of horizontal growth and a boost to the nation's economy. Some of the top challenges faced by our member TSPs today are those related to liquidity, rationalisation of the regulatory levies, AGR issues, spectrum pricing, right of way (RoW) rules, and cell tower radiation. COAI has been pressing the government and Telecom Regulatory Authority of India (TRAI) on these," he added."

5. GOING CONCERN

During the last few years, the Company has incurred cash losses, resulting in erosion of its entire net worth. The Company's current liabilities are higher than its current assets. In the matter of application under section 7 of IBC filed by one of the lenders before NCLT, on appeal, the SC has passed status quo order. Further in the recently concluded meeting of the lenders in July 2021, all but one lender have agreed in principle for proceeding with the settlement proposal, appointment of agents and execution of relevant documents.

In view of the above, the Management is of the view that through negotiated settlement it would be in a position to settle the matter and continue its operations. Accordingly, it continues to prepare financial statements on a going concern basis.

6. INVESTMENTS

Pending appropriation of pledged shares invoked by lenders, the investments held by the company, are continued to be classified as long term investments. The Company does not and will not recognize the gain / loss in the market value of such investments as it is not the beneficial owner of them

As regards investments in subsidiaries and associates reference may be made to the contents under the head 'Subsidiaries'.

7. DIVIDEND

In view of the accumulated losses in the last few years and the dividend restrictions imposed by the lenders, your Directors express their inability to recommend any dividend on the paid up Equity and Preference Share Capital of the Company for the financial year ended March 31, 2021.

8. SHARE CAPITAL AND NON CONVERTIBLE DEBENTURES (NCDs)

(i) Equity

There is no change in Equity Capital due to allotment of shares or otherwise during the year under review. As such, Equity Capital of the Company at the beginning of the year and at the end of the year stood at 157,296,781 Equity shares.

The Company has only one class of equity share. Thus, the details required to be furnished for equity shares with differential rights and / or sweat equity shares and / or ESOS under the Companies (Share Capital and Debentures) Rules, 2014 are not furnished.

(ii) Preference

As the Preference Shareholder did not exercise its right for conversion of the preference shares into equity within the stipulated time period, there will not be any impact on the Company's equity capital.

(iii) NCDs

During the FY 2009–10, the Company had privately placed 14,000 Rated Rupee denominated Redeemable Unsecured NCDs of the face value of ₹ 10 Lakhs each aggregating ₹ 1,400 Crores, which were listed under debt segment of BSE Limited. The NCDs got delisted for the reason 'Redemption'. Futher, based on the consent terms filed by both parties before the Hon'ble Bombay High Court on March 19, 2018 and the order passed thereon, the winding up petition got disposed of. The NCD holder has also signed the Inter–Creditor Agreement for settlement, subject to secured lenders approval.

9. FIXED DEPOSITS

There are no unclaimed deposits lying with the Company and during the year under review, the Company has not accepted any fresh fixed deposits from Public or from its Shareholders.

10. CHANGES IN THE BOARD AND KEY MANAGERIAL PERSONNEL

Mr. Sunil S. Valavalkar (DIN: 01799698) retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible offer himself for re–appointment. The re–appointment of Mr. Sunil Valavalkar, on his retirement by rotation is forming part of the Ordinary Business in the notice of ensuing AGM. The background of Mr. Sunil S. Valavalkar, Director proposed for re–appointment is given in the Corporate Governance Report, which forms part of the Annual Report.

Further, since the term of appointment of Mr. Sunil S. Valavalkar as a Whole–time Director expired on December 15, 2020, the Board of Directors, subject to necessary approvals, re–appointed him as a Whole–time Director w.e.f. December 16, 2020 for a period of 3 years at their meeting held on November 11, 2020 based on the recommendation of Nomination and Remuneration Committee. The same is forming part of the items to be considered in the ensuing AGM.

As reported in the last report, (a) in terms of letter No LCG–SSCB.53/36/Nom.8 dated December 9, 2019 of IDBI Bank Limited, Mr. Venkata Apparao Maradani (DIN:08755883), General Manager, has been appointed as Nominee Director in place of Mr. Badri Srinivasa Rao, Chief General Manager w.e.f. June 22, 2020; and (b) on the resignation of Mr. Pratik Toprani as Company Secretary and Compliance Officer w.e.f February 4, 2020, Mr. Deepak A. Keluskar has been appointed as the Company Secretary and Compliance Officer of the Company w.e.f. June 22, 2020.

11. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

The information required under Section 197(12) of the Companies Act, 2013 ('the Act') read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, is given below:

(i) The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year and percentage increase in remuneration of each Director, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

Name	Ratio to median remuneration	% increase in remuneration in the financial year
Executive Director		
Mr. Sunil S. Valavalkar	1:2.41	No Change
Non–executive Directors (Sitting Fees only) #		
Mr. D. S. Gunasingh	N.A.	N.A.
Mr. Navin J. Kripalani	N.A.	N.A.
Mrs. Siddhi M. Thakur	N.A.	N.A.
Mr.Badri Srinivasa Rao (ceased to be Nominee Director w.e.f June 22,2020)	N.A.	N.A.
Mr. Venkata Apparao Maradani (Nominee Director w.e.f. June 22, 2020)	N.A.	N.A.
Dr. Mahesh M. Borase	N.A.	N.A.
Chief Financial Officer		
Mr. Milind V. Bapat		No change
Company Secretary		
Mr. Deepak A. Keluskar (Company Secretary w.e.f. June 22, 2020)		No change

Since Non–executive Directors received no remuneration except sitting fees for attending Board / Committee meetings, the required details are not applicable.

(ii) The percentage increase in the median remuneration of employees in the financial year: 2%

(iii) Number of employees: The number of employees of the Company and its Associates are 1,620.

(iv) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: The average annual increase in salaries of employees is 0.2% and there is no change in managerial remuneration during the year.

(v) Affirmation that the remuneration is as per the remuneration policy of the Company: The Company affirms that the remuneration is as per remuneration policy of the Company.

12. DIRECTORS' RESPONSIBILITY STATEMENT

In terms of the provisions of Section 134(3)(c) of the Act, the Board of Directors, to the best of their knowledge and ability, in respect of the year ended March 31, 2021, confirm that:

i) in the preparation of the annual accounts, the applicable accounting standards had been followed and there are no material departures;

ii) they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit / loss of the Company for that period;

iii) they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

iv) they had prepared the annual accounts on a going concern basis;

v) they had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and

vi) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

13. DECLARATION BY INDEPENDENT DIRECTORS

All the Independent Directors of the Company have furnished a declaration to the effect that they meet the criteria of independence as provided in Section 149(6) of the Act.

14. POLICY ON DIRECTORS' APPOINTMENT & REMUNERATION ETC.

The Company has put in place appropriate policy on Directors' appointment and remuneration and other matters provided in Section 178(3) of the Act, which is provided in the Policy Dossier that has been uploaded on the Company's website www.gtllimited.com. Further, salient features of the Company's Policy on Directors' remuneration have been disclosed in the Corporate Governance Report, which forms part of the Annual Report.

15. PERFORMANCE EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS

The Board of Directors has carried out annual evaluation of its own performance, Board Committees and individual Directors pursuant to the provisions of the Act and Securities & Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 (the Listing Regulations).

The performance of the Board and its Committees were evaluated by the Board after seeking inputs from the Board / Committee members on the basis of the criteria such as composition of the Board / Committees and structure, effectiveness of Board / Committee processes, providing of information and functioning etc. The Board and Nomination & Remuneration Committee also reviewed the performance of individual Directors on the basis of criteria such as attendance in Board / Committee meetings, contribution in the meetings like preparedness on issues to be discussed etc.

In a separate meeting of Independent Directors, performance of non–independent Directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking in to consideration views of executive and non–executive Directors.

16. MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report (MD&A Report) for the year under review, as stipulated under Regulation 34 read with Schedule V to the Listing Regulations, is presented in a separate section forming part of the Annual Report.

17. CORPORATE GOVERNANCE & VIGIL MECHANISM

A separate Corporate Governance Report on compliance with Corporate Governance requirements as required under Regulation 34(3) read with Schedule V to the Listing Regulations forms part of the Annual Report. The same has been reviewed and certified by M/s GDA & Associates, Chartered Accountants, the Auditors of the Company and Compliance Certificate in respect thereof is given in **Annexure A** to this Report.

The Company has formulated a Whistle Blower Policy, details of which are furnished in the Corporate Governance Report, thereby establishing a vigil mechanism for directors and employees for reporting genuine concerns, if any.

18. RISKS

A separate section on risks and their management is provided in the MD&A Report forming part of the Annual Report. The Audit Committee monitors the risk management plan and ensures its effectiveness. It is important for stakeholders and prospective investors to be aware of the risks that are inherent in the Company's businesses. The major risks faced by your Company have been outlined in the MD&A Report to allow stakeholders and prospective investors to take an independent view. We strongly urge stakeholders / investors to read and analyze these risks before investing in the Company.

19. CORPORATE SOCIAL RESPONSIBILITY

In view of the negative net worth, revenue below the prescribed limit and cumulative losses suffered by the Company, it is not attracted by the provisions of Section 135 (5) of the Act. However it is undertaking various projects through 'Global Foundation' a Public Charitable Trust.

The brief outline of the Corporate Social Responsibility (CSR) Policy of the Company and other details are furnished in **Annexure B** of this Report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014. For the CSR initiatives undertaken by Global Foundation, reference may be made to MD&A Report under the caption "Corporate Social Responsibility". The CSR Policy is available on the Company's website www.gtllimited.com.

20. AUDIT COMMITTEE

The details in respect of composition of the Audit Committee are included in the Corporate Governance Report, which forms part of the Annual Report.

21. AUDITORS AND AUDITORS' REPORT

Auditors:

M/s GDA & Associates (FRN: 135780W), Chartered Accountants, were appointed as Auditors at the Twenty Ninth (29th) Annual General Meeting (AGM) to hold office from conclusion of the said meeting till the conclusion of the Thirty Fourth (34th) AGM. Accordingly, they continue to be in office for FY 2021–22.

Cost Auditors:

In terms of the provisions of Section 148(1) of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended, since the Company's business is not included in the list of industries to which these rules are applicable, the Company is not required to maintain cost records.

Auditors' Report

As regards the Auditors' modified opinion and emphasis of matters, the Board has furnished required details / explanations in Note Nos. 33.1 and Note No. 46 & 6.2 of Notes to Standalone financial statements respectively.

Secretarial Auditors' Report:

The Secretarial Audit report and the Secretarial Compliance Report are given in **Annexure C and Annexure D** respectively..

Compliance with Secretarial Standards:

The Company has complied with applicable Secretarial Standards as prescribed by the Institute of Company Secretaries of India.

22. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

As regards Guarantees and Investments reference may be made to Note Nos. 39c and 6 of the Standalone Financial Statements. The Company has not given any loans to any person / entity except to its employees as at March 31, 2021.

23. PARTICULARS OF RELATED PARTY TRANSACTIONS

There were no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

For the reasons stated below, the statement pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules 2014 giving the particulars of contracts or arrangements with related parties referred to in section 188 (1) of the Act, is not enclosed as a part of this Report:

(a) Pursuant to GTL Infrastructure Ltd (GIL) ceasing to be an Associate of the Company w.e.f. March 28, 2019, post invocation of pledge of shares of GIL held by it by CDR Lenders, the material contracts or arrangement or transactions at arm's length basis entered with GIL in April 1, 2015 ceased to be a related party transaction; and

(b) Other than (a) mentioned above, the Company has not entered into any material contracts or arrangements or transactions with any other related party either at arm's length or otherwise.

For full details of Related Party Disclosures reference may be made to note nos. 40.1, 40.2 and 40.3 of the Standalone Financial Statement.

The policy on Related Party Transactions as approved by the Board is uploaded on the Company's website www.gtllimited.com.

None of the Directors has any pecuniary relationships or transactions vis–à–vis the Company.

24. MATERIAL CHANGES AND COMMITMENTS

Save and except as discussed in the Annual Report, no material changes have occurred and no commitments were given by the Company thereby affecting its financial position between the end of the financial year to which these financial statements relate and the date of this report.

25. SUBSIDIARIES

The assets and liabilities of International Global Tele–systems Ltd, are continued to be treated as "Assets held for Sale and discontinued operations" in terms of Ind AS105.

Consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Ltd (GTIL), the Registrar of Companies, Bermuda, has dissolved GTIL w.e.f 17.12.2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

As required by the Companies (Accounts) Rules, 2014, the statement containing salient features of the financial statement of the subsidiaries and associate included in the Consolidated Financial Statement, is presented in **Annexure E** (Form No. AOC–1).

26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUTGO

[Steps taken / actions initiated by the Company for and on behalf of its customer's viz. telecom tower company and in turn its customers i.e. Telecom operators]

a. Conservation of Energy:

The company provides Operations, Maintenance and Energy Management services to its customer and by virtue of the same, energy efficiency, conservation and its optimal utilization are its key deliverables. As a result, the Company continues its focus and efforts towards implementing and operating various Energy related initiatives to fulfill its objectives.

i) **the steps taken or impact on conservation of energy:**

a. Regular Monitoring of field performance of physical infrastructure assets, consumption patterns, conducting periodic energy audits, implementing various optimization techniques and effective management of Energy Cycle to ensure good efficiency at best operating levels of the network..

b. Periodical Corrective and Preventive Maintenance of customer assets to ensure right levels of load to power ratio, thereby controlling excessive overrun of Energy utilized.

c. Operating high EB availability sites with optimal fuel stock, thus reducing wastage as well as making sites Diesel Free. A total of 3064 customer sites are operating as Diesel free sites.

d. Sustained efforts to reduce potential pilferage of diesel and electricity at site through a strong security / monitoring mechanism in the field.

e. Constant monitoring of excessive energy use sites to identify root causes and rectify the same, thereby controlling the excess consumption for conserving Energy.

ii) **the steps taken by the Company for utilizing alternate source of energy:**

Undertaking Proof of Concept trials for introducing new technologies like Li ion Batteries, as a potential replacement of Lead acid Batteries and Diesel Generators in extremely high dependent tower sites with excessive Energy consumption and such other steps based on evaluation at the relevant point of time.

iii) **the capital investment on energy conservation equipment:**

No capital investment on energy conservation equipment undertaken during the year

b. Technology Absorption:

1.	Efforts made towards technology absorption	:	Not applicable as the Company has not absorbed any new technology.
2.	The benefits derived like product improvement, cost reduction, product development or import substitution	:	
3.	In case of imported technology (imported during last 3 years reckoned from the beginning of the financial year) following information may be furnished. a. the details of technology imported b. the year of import c. whether the technology been fully absorbed? d. if not fully absorbed, the areas where absorption has not taken place, reasons thereof	:	Not applicable as the Company has not imported any technology in the last 3 years.
4.	the expenditure incurred on Research and Development	:	No expenditures were incurred during the year.

c. Foreign exchange earnings and Outgo:

During the year under review, there are no foreign exchange earnings. The foreign exchange outgo is ₹ 0.02 Crore.

27. INTERNAL FINANCIAL CONTROL SYSTEM

The details in respect of adequacy of internal financial control with reference to the financial statements are included in the MD&A Report, which forms part of the Annual Report.

28. HUMAN RESOURCES:

Our employees and associate base stood at 1,620 as on March 31, 2021 as against 1,631 as on March 31, 2020. For full details refer to the Human Resources write up in the MD&A Report, which forms part of the Annual Report.

29. ANNUAL RETURN AS ON MARCH 31, 2021

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the draft Annual Return having all the available information of the Company as on March 31, 2021 is available on the Company's website at http://www.gtllimited.com/ind/inv_info.aspx

30. NUMBER OF BOARD MEETINGS HELD DURING THE FY 2020–21

9 (Nine) meetings of the Board were held during the year, details of which are furnished in the Corporate Governance Report that forms part of the Annual Report.

31. PROMOTER GROUP

The Promoter Group comprised of Mr. Manoj G. Tirodkar and Global Holding Corporation Pvt. Ltd.

32. PARTICULARS OF EMPLOYEES

The statement containing names of top ten employees in terms of remuneration drawn and the particulars of employees as required under Section 197(12) of the Act read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is forming part of this report. Further, the report and the accounts are being sent to the Members excluding the aforesaid statement. In terms of Section 136 of the Act, the said statement is open for inspection and any Member interested in obtaining a copy of the same may write to the Company Secretary. None of the employees listed in the said statement is related to any Director of the Company.

33. ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation and acknowledge with gratitude, the support and cooperation extended by the clients, employees, vendors, bankers, financial institutions, investors, media and both the Central and State Governments and their Agencies, particularly during the Covid 19 lockdown period and look forward to their continued support.

On behalf of the Board of Directors

Place: Mumbai
Date: September 02, 2021

D.S. Gunasingh
Chairman

ANNEXURE A TO DIRECTORS' REPORT

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of
GTL Limited

INDEPENDENT AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE.

1. This certificate is issued in accordance with the terms of our engagement with GTL Limited ('the Company').

2. We have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on March 31, 2021, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the SEBI Listing Regulations").

MANAGEMENT'S RESPONSIBILITY

3. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the SEBI Listing Regulations.

AUDITOR'S RESPONSIBILITY

4. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

5. We have examined the books of account and other relevant records and documents maintained by the Company for the purpose of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

6. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

7. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

OPINION

8. Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI Listing Regulations during the year ended March 31, 2021.

9. We state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For GDA & Associates
Chartered Accountants
Firm Reg. No: 135780W

Akshay D. Maru
Partner
Membership No.: 150213
UDIN : 21150213AAAABZ5520
Place : Mumbai
Date : September 02, 2021

ANNEXURE B TO DIRECTORS' REPORT

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES FOR THE FINANCIAL YEAR 2020–21

[Pursuant to Companies (Corporate Social Responsibility Policy) Rules, 2014]

1) A brief outline of the Company's CSR policy:

The Company acknowledges debts towards the society in which it operates and in order to discharge its responsibility, it undertakes, when permissible, various projects directly and/ or through 'Global Foundation', a Public Charitable Trust for the betterment of the society and in particular in the areas such as education, health, community service, medical assistance and rural education particularly in IT through 'Mobile Computer Lab' etc.

2) The Composition of the CSR Committee:

Sr. No.	Name of the Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Dr. Mahesh M. Borase	Chairman of the Committee and Non–Executive Non–Independent Director	1	1
2.	Mr. Sunil S. Valavalkar	Member, Executive Director	1	1
3.	Mrs. Siddhi M. Thakur	Member, Non–Executive, Independent Director	1	1

3) Provide the web–link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:

The Company's CSR Policy and composition of CSR committee has been uploaded on the Company's Website at following link: http://www.gtllimited.com/ind/inv_cg.aspx

4) Provide the details of Impact assessment of CSR projects carried out in pursuance of sub–rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): Not applicable.

5) Details of the amount available for set off in pursuance of sub–rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: Not applicable.

6) Average net profit of the Company as per section 135(5): (₹ 408.47 Crores)

7) (a) Two percent of average net profit of the company as per section 135(5): Not Applicable

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Not Applicable

(c) Amount required to be set off for the financial year, if any: Not Applicable

(d) Total CSR obligation for the financial year (7a+7b–7c): Not Applicable

8) (a) CSR amount spent or unspent for the financial year: Not Applicable

(b) Details of CSR amount spent against ongoing projects for the financial year: Not Applicable

(c) Details of CSR amount spent against other than ongoing projects for the financial year: Not Applicable

(d) Amount spent in Administrative Overheads: Not Applicable

(e) Amount spent on Impact Assessment, if applicable: Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): Not Applicable

(g) Excess amount for set off, if any: Not Applicable

9) (a) Details of Unspent CSR amount for the preceding three financial years: Not Applicable

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Not Applicable

10) In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset–wise details):

a. Date of creation or acquisition of the capital asset(s): Not Applicable

b. Amount of CSR spent for creation or acquisition of capital asset: Not Applicable

c. Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.: Not Applicable

d. Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): Not Applicable

11) Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not applicable as the average net profit of the Company for last three financial years has resulted in a loss of (₹ 408.47 Crores).

Place: Mumbai
Date: September 02, 2021

Sunil S. Valavalkar
Whole–time Director

Dr. Mahesh M. Borase
Chairman – Corporate Social Responsibility Committee

ANNEXURE C TO DIRECTORS' REPORT

Form No. MR–3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2021

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No: 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
GTL Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **GTL Limited** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provides me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's statutory registers, papers, minute books, forms and returns filed with the Registrar of Companies ('the ROC'), soft copy of the various records sent over mail as provided by the Company and other relevant records maintained by the Company and also the information provided by the Company, its Officers and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2021 ("audit period"), prima facie complied with the statutory provisions listed hereunder and also that the Company has proper Board–processes and compliance–mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the statutory registers, papers, minute books, forms and returns filed with the ROC and other relevant records maintained by the Company for the financial year ended on 31st March, 2021 according to the provisions of:

(i) The Companies Act, 2013 ('the Act') and the rules made there under;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;

(iii) The Depositories Act, 1996 and the Regulations and Bye–laws framed there under;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings – applicable only to the extent of Foreign Direct Investments and Overseas Direct Investment;

(v) The following Regulations and Guidelines prescribed under Securities and Exchange Board of India Act, 1992 ('SEBI Act'):–

   (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

   (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

   (c) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;

   Though the following laws are prescribed in the format of Secretarial Audit Report by the Government, the same were not applicable to the Company for the financial year ended 31st March, 2021:–

   (a) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

   (b) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

   (c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

   (d) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;

   (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations,2008;

   (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(vi) I further report that, based on the Compliance Report of various Laws submitted by Department Heads of the Company, I am of the opinion that the Company has prima facie proper system to comply with the applicable laws.

(vii) I have also examined compliance with the applicable clauses of the following and I am of the opinion that the Company has complied with the applicable provisions:

   (a) Secretarial Standards 1 and 2 issued by the Institute of Company Secretaries of India.

(b) The Listing agreements entered into by the Company with Stock Exchanges read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the audit period, I am of the opinion that the Company has prima facie complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

I further report that:

a) I have not examined the financial statements, financial books and related financial Act like Income Tax, Sales Tax, Value Added Tax, Goods and Services Tax, ESIC, Provident Fund, Professional Tax, Foreign Currency Transactions, Related Party Transactions etc., For these matters, I rely on the report of statutory auditor's and their observations, if any, and notes on accounts in Financial Statement for the year ended 31st March, 2021.

b) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non–Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the audit period were prima facie carried out in compliance with the provisions of the Act.

c) As per the information provided, the Company has prima facie given adequate notice to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance.

d) I was informed and I observed from the minutes of the Board and Committee Meetings that all the decisions at the Meetings were prima facie carried out unanimously.

e) There are prima facie adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines subject to observations and qualifications, if any made by the Statutory Auditors in their report.

f) The management is responsible for compliances of all business laws. This responsibility includes maintenance of statutory registers/files required by the concerned authorities and internal control of the concerned department.

g) Debenture Redemption Reserve not created as the said requirement has been dispensed with in terms of amendment to the Companies (Share Capital and Debentures) Rules 2014.

h) During the financial year 2009–10, the Company had privately placed 14,000 Rated Redeemable Unsecured Rupee NCDs of the face value of ₹ 10 Lakh each aggregating ₹ 1,400 Crores, which were listed under debt segment of BSE Limited. The NCDs got delisted for the reason 'Redemption'. In the meanwhile, based on the consent terms filed by both parties before the Hon'ble Bombay High Court on 19th March, 2018 and the order passed thereon, the winding petition got disposed of. The NCD holder has also signed the Inter–Creditor Agreement for settlement, subject to secured lenders approval.

i) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company. However, unpaid dividend aggregating to ₹ 20,28,141 pertaining to the financial years 2000–01, 2001–02 and 2003–04 to 2009–10 has not been transferred to the Investor Education and Protection Fund but is held in abeyance on account of pending legal cases.

j) During the audit period, the Company has also taken the necessary actions to comply with the observations made in previous reports by filing pending quarterly report under Regulation 74(5) of the SEBI (Depositories and Participants) Regulations, 2018.

k) During the audit period, the Company has prima facie filed few forms under the Companies Fresh Start Scheme, 2020 ("CFSS").

l) Consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Limited (GTIL), the Registrar of Companies, Bermuda, has dissolved w.e.f. 17th December, 2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

m) The National Company Law Tribunal, Court III, Mumbai Bench, has passed liquidation order on 02nd March, 2021 in respect of Global Rural Netco Limited (GRNL), an associate of the Company. As a consequence, GRNL ceased to be an associate of the Company.

n) During the audit period, as per the information provided by the Company, there were no instances of transaction in the securities of the Company during the closure of window.

o) I further report that during the audit period, there were no instances of:

   i. Public/ Rights/debentures/ sweat equity, etc,

   ii. Issue of equity shares under Employee Stock Option Scheme;

   iii. Redemption / Buy– back of securities;

   iv. Major decisions taken by the Members in pursuance to Section 180 of the Companies Act, 2013 which would have major bearing on the Company's affairs;

   v. Merger / amalgamation / reconstruction etc.;

   vi. Foreign Technical Collaborations.

I further report that:

1. Maintenance of Secretarial record is the responsibility of the Management of the Company. My responsibility is to express an opinion on these Secretarial Records based on my audit.

2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in the Secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.

3. Where ever required, I have obtained the Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.

4. I have not verified the correctness and appropriateness of financial records and Books of Accounts of Company.

5. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of the Management. My examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor the efficacy or effectiveness with which the Management has conducted the affairs of the company.

7. I have conducted online verification and examination of records, as facilitated by the Company due to Covid–19 and subsequent lockdown situation for the purpose of issuing this Report.

Date: 02nd September, 2021
Place: Mumbai

Virendra G. Bhatt
Practicing Company Secretary
ACS No: 1157 / COP No: 124
Peer Review Cert. No: 491/2016

UDIN: A001157C000859872

ANNEXURE D TO THE DIRECTORS' REPORT

SECRETARIAL COMPLIANCE REPORT OF GTL LIMITED FOR THE YEAR ENDED 31st MARCH, 2021

1. **I, Virendra G. Bhatt, Practicing Company Secretary, have examined:**

    (a) all the documents and records made available to me and explanation provided by **GTL Limited** having CIN: **L40300MH1987PLC045657** ("the Listed Entity") arising from the compliances of specific Regulations listed under Clause 2 of this report;

    (b) the filings or submissions made by the Listed Entity to the Stock Exchanges in connection with the above;

    (c) website of the Listed Entity; and

    (d) all other documents, fillings or submission on the basis of which this certification is given,

    for the financial year ended 31st March, 2021 ("Review Period") in respect of compliance with the provisions of:

    (a) The Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and

    (b) The Securities Contracts (Regulation) Act, 1956 ("SCRA"), Rules made thereunder and the Regulations, Circulars, Guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

2. **The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:–**

    (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

    (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 – (Not applicable during the review period);

    (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

    (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 –(Not applicable during the review period);

    (e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 – (Not applicable during the review period);

    (f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 – (Not applicable during the review period);

    (g) Securities and Exchange Board of India (Issue and Listing of Non–Convertible and Redeemable Preference Shares) Regulations, 2013 – (Not applicable during the review period);

    (h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

    (i) Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;

    (j) Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client – (Not applicable during the review period);

    and based on the above examination, I hereby report that, during the Review Period:

    a) The Listed Entity has prima facie complied with the applicable provisions of the above Regulations and circulars/ guidelines issued thereunder except in respect of the matters specified below:

Sr. No.	Compliance Requirement (Regulations/ circulars / guidelines including specific clause)	Deviations	Observations/ Remarks of the Practicing Company Secretary
–	N.A.	N.A.	N.A.

    b) The listed entity has prima facie maintained proper records under the provisions of the above Regulations and circulars / guidelines issued thereunder insofar as it appears from my examination of those records.

    c) The following are the details of actions taken against the listed entity/ its promoters/ directors either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures Issued by SEBI through various circulars) under the aforesaid Acts / Regulations and circulars/ guidelines issued thereunder:

Sr. No.	Action taken by	Details of violation	Details of action taken E.g. fines, warning letter, debarment, etc.	Observations/ remarks of the Practicing Company Secretary, if any.
–	N.A.	N.A.	N.A.	N.A.

d) During the review period, as per the information provided by the Company, prima facie there were no instances of transactions by the Designated Person in the securities of the Company during the closure of trading window period.

e) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
1.	Quarterly filing under Regulation 74(5) of SEBI (Depositories and Participants) Regulations, 2018: During the review period, due to non–receipt of Certificate from RTA, the Company could not file report under Regulation 74(5) of SEBI (Depositories and Participants) Regulations, 2018 for the quarter ended 31st March, 2019. Further, the Company has filed report for the quarter ended 30th June, 2019 and 30th September, 2019 jointly after receipt of the same from RTA.	31st March, 2020	The Company has filed pending quarterly report under Regulation 74(5) of the SEBI (Depositories and Participants) Regulations, 2018	During the review period, the Company has complied with the said requirement regularly.

f) Due to prevailing conditions owing to COVID–19, I am unable to verify the information physically, therefore I rely on the information as provided by the Company in electronic mode.

Place: Mumbai
Date: 12th April, 2021

Virendra G. Bhatt
ACS No.: 1157 COP No.: 124

UDIN: A001157C000033301

ANNEXURE E TO THE DIRECTORS' REPORT

Form No. AOC–1

[Pursuant to first proviso to sub–section (3) of section 129 of the Act read with rule 5 of Companies (Accounts) Rules, 2014]

Statement containing salient features of the financial statement of subsidiaries / associate companies / joint ventures:

Part "A": Subsidiaries

(Amounts in ₹ Crore)

Sr. No.	Name of the Subsidiary Company	Date since when Subsidiary was Acquired	Reporting Currency	Reporting Period	Exchange Rate Balance Sheet	Exchange Rate Profit and Loss	Share Capital	Reserves & Surplus	Total Assets	Total Liabilities	Investments	Turnover / Total Income	Profit Before Taxation	Provision for Taxation	Profit After Taxation	Proposed / Interim Dividend	% of Shareholding
A	International Global Tele–Systems Ltd.	10–Jul–1995	USD	31–Dec	73.190	73.650	525.23	(1,485.50)	2.68	2.68	NIL	NIL	(21.45))	NIL	(21.45)	NIL	100%

1. Names of subsidiaries which are yet to commence operations: Not Applicable
2. Names of subsidiaries which have been liquidated or sold during the year:
   Consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Ltd (GTIL), the Registrar of Companies, Bermuda, has dissolved GTIL w.e.f 17.12.2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures:

Sr. No.	Name of Associates	Latest audited Balance Sheet date	Date on which the Associate was Associated or Acquired	Shares of Associates held by the Company on the year end			Net worth Attributable to shareholding as per latest audited Balance Sheet (in Crore)	Loss for the year including Share in other comprehensive income of associates		Description of how there is significant influence	Reason why the Associates is not Consolidated
				No.	Amount of Investment in Associates (in Crore)	Extent of Holding %		Considered in Consolidation (in Crore)	Not Considered in Consolidation (in Crore)		
–	–	–	–	–	–	–	–	–	–	–	–

1. Names of associates or joint ventures which are yet to commence operations: Not Applicable
2. Names of associates or joint ventures which have been liquidated or sold during the year:
   The National Company Law Tribunal, Court III, Mumbai Bench, has passed liquidation order on March 02, 2021 in respect of Global Rural Netco Limited (GRNL). As a consequence, GRNL ceased to be an associate of the Company.

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Independent Director

Milind Bapat
Chief Financial Officer

Dr. Mahesh Borase
Director

Deepak A. Keluskar
Company Secretary

Place : Mumbai
Date : May 27, 2021

CORPORATE GOVERNANCE REPORT

As the Company is listed at BSE Limited and National Stock Exchange of India Limited, in terms of Regulation 34(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations), the Compliance Report on Corporate Governance of GTL Limited (GTL) is given as under:

1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

GTL's Philosophy on the Code of Governance as adopted by its Board of Directors:

a. Ensure that quantity, quality and frequency of financial and managerial information which is shared with the Board, fully places the Board members in control of the Company's affairs.

b. Ensure that the Board exercises its fiduciary responsibilities towards stakeholders thereby ensuring high accountability.

c. Ensure that the extent to which the information is disclosed to present and potential investors is maximized.

d. The decision–making is transparent and documented through the minutes of the meetings of the Board / Committees thereof.

e. Maximizing long term value of the stakeholders and the Company and to protect interest of minority shareholders.

f. Ensure that core values of the Company are protected.

g. Ensure that the Company positions itself from time to time to be at par with any other company of world class operating practices.

2. BOARD OF DIRECTORS

NAME OF DIRECTOR	PD/ NPD *	ED/ NED/ ID/NID/ND*	Attendance in Board Meetings		Attendance in last AGM	Positions in other Companies as on 31/03/2021				Director–ship in other listed entity (Category of Director–ship)
			Held	Attended		Board Director–ship (incl. Chairman–ship) **	Board Chairm–anship **	Com–mittee Mem–ber–ship (incl. Chair–man–ship) ***	Comm–ittee Chair–man–ship ***	
Mr. D. S. Gunasingh [DIN: 02081210]	NPD	NED/ID	9	9	Present	0	0	0	0	–
Mr. Navin J. Kripalani [DIN: 05159768]	NPD	NED/ID	9	9	Present	0	0	0	0	–
Mr. Sunil S. Valavalkar [DIN: 01799698]	NPD	ED/NID	9	9	Present	0	0	0	0	–
Mrs. Siddhi M. Thakur [DIN: 07142250]	NPD	NED/ID	9	9	Present	0	0	0	0	–
Dr. Mahesh M. Borase [DIN:03330328]	NPD	NED/ NID	9	9	Present	0	0	0	0	–
Mr. Badri Srinivasa Rao [DIN:02556029] (up to June 22, 2020)	NPD	NED/ NID/ND##	1	0	N.A.	0	0	0	0	–
Mr. Venkata Apparao Maradani [DIN:08755883] (w.e.f. June 22, 2020)	NPD	NED/ NID/ND##	8	8	Absent	0	0	0	0	–

Note: *There is no inter–se relationship between the Board members.*

* *PD– Promoter Director, NPD– Non–Promoter Director; ED–Executive Director; NED–Non Executive Director; ID –Independent Director; NID–Non Independent Director; ND – Nominee Director.*

** *Excludes directorship in associations, private limited companies, foreign companies, companies registered under Section 8 of the Companies Act, 2013 ("the Act") and Government Bodies*

*** *In Audit and Stakeholders Relationship Committee of Indian Public Limited Companies.*

Mr. Venkata Apparao Maradani got appointed as Nominee of Director of IDBI Bank in place of Mr. Badri Srinivasa Rao w.e.f. June 22, 2020. Hence Mr. Badri Srinivasa Rao ceased to be Director w.e.f. June 22, 2020. Further, in terms of the Listing Regulations, Nominee Director(s) is / are treated as Non–Independent.

A. Details of Board Meetings held during the year:

Dates of Board Meeting	01–May–20	22–Jun–20	25–Aug–20	13–Oct–20	11–Nov–20	21–Nov–20	01–Dec–20	11–Feb–21	26–Mar–21
Board Strength	6	6	6	6	6	6	6	6	6
No. of Directors Present	5	6	6	6	6	6	6	6	6

In terms of the Regulation 25(3) of the Listing Regulations and Schedule IV of the Act, a meeting of Independent Directors was held on March 26, 2021 for transacting stipulated business.

Due to COVID–19 and the lockdown / restrictions imposed by the Government and the consequent difficulty in managing the affairs of the Company in person the Board / Committee meetings were conducted through Video Conferencing as permitted by Ministry of Corporate Affairs ("MCA") and Securities and Exchange Board of India ("SEBI").

B. Skill/ expertise/competencies of the Board of Directors:

In the context of its business and sector, for its effective functioning, the Company requires skills / expertise / competencies in the areas of Finance, Legal, Risk, Governance and Business Leadership.

The Board has identified the following skills / expertise / competencies available with the Board for the effective functioning of the Company:

Finance	Dr. Mahesh M. Borase, Mr. Venkata Apparao Maradani & Mr. D. S. Gunasingh
Legal & Governance	Mr. D. S. Gunasingh
Risk	Dr. Mahesh M. Borase, Mr. Venkata Apparao Maradani & Mrs. Siddhi M. Thakur
Business Leadership	Mr. Sunil S. Valavalkar, Mr. Navin J. Kripalani & Dr. Mahesh M. Borase

C. In the opinion of the board, the independent directors fulfill the conditions specified in the Listing Regulations and are independent of the management. Further, the Independent Directors have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014.

3. AUDIT COMMITTEE

A. Role / Terms of Reference:

The role of the Audit Committee shall include the following:

(i) oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;

(ii) recommendation for appointment, remuneration and terms of appointment of auditors of the Company;

(iii) approval of payment to statutory auditors for any other services rendered by the statutory auditors;

(iv) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval;

(v) Any other terms of reference as may be included in the Companies Act, 2013 and the Listing Regulations including any amendments / re–enactments thereof from time to time.

B. Composition of Audit Committee and Attendance of Members:

Name of Director and position	Meetings / Attendance			
	22–Jun–20	25–Aug–20	11–Nov–20	11–Feb–21
Mr. D. S. Gunasingh, Chairman	Present	Present	Present	Present
Mr. Navin J. Kripalani, Member	Present	Present	Present	Present
Mrs. Siddhi M. Thakur, Member	Present	Present	Present	Present

4. NOMINATION & REMUNERATION COMMITTEE (NRC)

A. Role / Terms of Reference:

(i) Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board of Directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;

(ii) Formulation of criteria for evaluation of performance of independent directors and the Board of Directors;

(iii) Devising a policy on diversity of Board of Directors;

(iv) Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal;

(v) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors;

(vi) Providing information to the shareholders in case of appointment of New Director or re–appointment of a Director as stipulated in the Companies Act, 2013 and the Listing Regulations;

(vii) Providing of General shareholder information in the Annual Report;

(viii) Review of HR Policies / Initiatives & Senior Level Appointments;

(ix) Administer and supervise Employees Stock Option Schemes including allotment of shares arising out of conversion of Employee Stock Option Scheme(s) or under any other employee compensation scheme;

(x) Frame suitable Policies and systems for implementation, take appropriate decisions and monitor implementation of the following Regulations:

(a) SEBI (Prohibition of Insider Trading) Regulations, 2015; and

(b) SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to the Securities Market) Regulations, 2003.

(xi) Perform such other functions consistent with regulatory requirements.

B. Composition of NRC and Attendance of Members:

Name of Director and Position	Meetings/Attendance				
	22–Jun–20	25–Aug–20	11–Nov–20	11–Feb–21	24–Feb–21
Mr. Navin Kripalani, Chairman	Present	Present	Present	Present	Present
Mr. D. S. Gunasingh, Member	Present	Present	Present	Present	Present
Mrs. Siddhi M. Thakur, Member	Present	Present	Present	Present	Present

C. Performance Evaluation Criteria For Independent Directors:

The performance evaluation criteria for Independent Directors are determined by the Nomination and Remuneration Committee. Indicative lists of factors that may be evaluated include attendance, participation, proactive & positive approach, maintenance of confidentiality and contribution by a director.

D. Remuneration Policy:

The Policy Dossier approved by the Board at its meeting held on May 20, 2014 (which contains the compensation policy including criteria for making payments for Directors) is displayed on the website of the Company at http://www.gtllimited.com/ind/inv_cg.aspx.

The said policy provides for the following:

I. Executive Directors:

(i) Salary and commission not to exceed limits prescribed under the Companies Act, 2013.

(ii) Remunerate from time to time depending upon the performance of the Company, Individual Directors performance and prevailing Industry norms.

(iii) No sitting fees.

(iv) No ESOPs for Promoter Directors.

II. Non–Executive Directors:

(i) Eligible for commission based on time, efforts and output given by them.

(ii) Sitting fees and commission not to exceed limits prescribed under the Companies Act, 2013.

(iii) Eligible for ESOPs (other than Independent and Promoter Directors).

5. DETAILS OF REMUNERATION TO ALL THE DIRECTORS DURING THE YEAR ENDED MARCH 31, 2021

Name of Director	Salary (₹)	PF / Pension Fund (₹)	Perqu–isites (₹)	Comm–ission (₹)	Perfor–mance linked bonus (along with Criteria) (₹)	Sitting fees (₹)	Total (₹)	Service Contract / Notice period/ Severance fees / Pension
a) **Executive Directors**								
i) Mr. Sunil S. Valavalkar Whole–time Director	13,89,375	90,000	–	@	@	NA	14,79,375	Liable to retire by rotation**
b) **Non–Executive Directors**								
i) Mr. D. S. Gunasingh Independent Director	–	–	–	@	–	21,25,000	21,25,000	#
ii) Mr. Navin J. Kripalani Independent Director	–	–	–	@	–	18,25,000	18,25,000	#
iii) Mrs. Siddhi M. Thakur Independent Director	–	–	–	@	–	22,00,000	22,00,000	#
iv) Dr. Mahesh M. Borase	–	–	–	@	–	13,50,000	13,50,000	Liable to retire by rotation
v) Mr. Venkata Apparao Maradani	–	–	–	@	–	8,00,000 @@	8,00,000	–

** *3 years w.e.f. December 16, 2020 / notice period 3 months or 3 months' salary in lieu of the notice / Nil / Nil. The re–appointment and payment of remuneration is subject to approval of Secured Creditors and shareholders.*

While Mrs. Siddhi M. Thakur was re–appointed as an Independent Director from April 1, 2018 up to March 31, 2023, Mr. D. S. Gunasingh & Mr. Navin J. Kripalani were re–appointed as Independent Directors from September 16, 2019 to September 15, 2024 and all three of them are not liable to retire by rotation.

@ *On account of loss of revenue and accumulated loss, the Company has not paid any Commission / Performance Linked Bonus to Executive Director and Non–Executive Directors.*

@@ *Sitting fees payable to Nominee Director is paid directly to the bank he represents.*

Notes:

1. Mr. D. S. Gunasingh held 100 equity shares in the Company as on March 31, 2021.
2. Apart from the above, the Directors do not have any other pecuniary relationship or transactions with the Company.
3. Currently the Company does not have any stock option plans / schemes.
4. The details of familiarization programs imparted to independent directors are available on website link of the Company at http://www.gtllimited.com/ind/inv_cg.aspx

6. STAKEHOLDERS RELATIONSHIP COMMITTEE

A. **Composition of Committee:**

Name of Director	Position
Mr. D. S. Gunasingh	Chairman
Mrs. Siddhi M. Thakur	Member
Dr. Mahesh M. Borase	Member

B. Name of Non–Executive Director heading the Committee: Mr. D. S. Gunasingh.

C. Name and Designation of compliance officer: Mr. Deepak A. Keluskar, Company Secretary

D. Number of shareholders complaints received during 2020–21: Nil

E. Number not solved to the satisfaction of shareholders: Nil

F. Number of pending complaints: Nil

7. DETAILS OF GENERAL MEETINGS

A. Location and time of the Company's last three Annual General Meetings with details of special resolutions passed:

Year	**2017–18**	**2018–19**	**2019–20**
Date	27–Sep–2018	25–Sep–2019	30–Sept–2020
Time	11:00 AM	11:00 AM	10:00 AM
Venue	Vishnudas Bhave Natyagruha, Sector 16–A, Vashi, Navi Mumbai 400703	Marathi Sahitya, Sanskriti & Kala Mandal, Sahitya Mandir Hall, Near Navi Mumbai Sports Association, Sector 6, Vashi, Navi Mumbai 400703	Due to COVID–19 and the lockdown / restrictions imposed by the Government the Company had conducted meeting through Video Conferencing (VC) / Other Audio–Visual Means (OAVM) pursuant to circular issued by Ministry of Corporate Affairs dated May 5, 2020. Accordingly the venue of 32nd AGM was deemed to be the Registered Office of the Company at "Global Vision", Electronic Sadan No. II, M.I.D.C.,T.T.C. Industrial Area, Mahape, Navi Mumbai–400 710. Maharashtra, India.
Details of Special Resolutions passed	a. Appointment of Mr. Sunil S. Valavalkar as a Whole–time Director of the Company b. Re–appointment of Mrs. Siddhi M. Thakur as an Independent Director of the Company from April 1, 2018 to March 31, 2023 c. Enter into and implement appropriate resolution plans and/or settlement proposals with the lenders	a. Re–appointment of Mr. D. S. Gunasingh as an Independent Director of the Company from September 16, 2019 to September 15, 2024 b. Re–appointment of Mr. Navin J. Kripalani as an Independent Director of the Company from September 16, 2019 to September 15, 2024 c. Keeping the Register of Members and other registers / records of the Company maintained under Section 88 of the Act and copies of the Annual returns filed under Section 92 of the Act at the office of Registrar & Share Transfer Agent instead of Registered office of the Company.	NIL

B. **Whether Special Resolutions were put through postal ballot last year, details of voting pattern:** No / Not Applicable

C. **Person who conducted the postal ballot exercise:** Not Applicable

D. **Whether special resolutions are proposed to be conducted through postal ballot:**

No special resolution is proposed to be conducted through postal ballot at the time of ensuing Annual General Meeting.

E. **The Procedure for postal ballot**:

As and when Special Resolutions are conducted, they shall be conducted as per the provisions of Section 110 of the Act, read with the Companies (Management and Administration) Rules, 2014 and other applicable provisions if any.

F. **Details of Extra–Ordinary General Meetings held in last three years:** Not Applicable

8. MEANS OF COMMUNICATION

A. **Financial Results:**

The quarterly, half–yearly and yearly financial results of the Company are sent to the Stock Exchanges where shares of the Company are listed, immediately after they are approved by the Board.

B. **Publication of Quarterly Results:**

The status of publication of Quarterly Results is as under:

<table>
<tr><th rowspan="2">Newspapers</th><th colspan="4">Date of publication of results for the Quarter ended</th></tr>
<tr><th>31–Mar–20</th><th>30–Jun–20</th><th>30–Sep–20</th><th>31–Dec–20</th></tr>
<tr><td>Free Press Journal</td><td rowspan="2">Not published as SEBI has granted relaxation from publication of advertisements in the newspapers vide its circular ref: SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated, May 12, 2020 on account of COVID–19 and the lockdown / restrictions imposed by the Government</td><td>26–Aug–20</td><td>12–Nov–20</td><td>12–Feb–21</td></tr>
<tr><td>Navshakti</td><td>27–Aug–20</td><td>12–Nov–20</td><td>12–Feb–21</td></tr>
</table>

C. **Website where displayed:**

http://www.gtllimited.com/ind/Notice_to_Stock_Exchange.aspx

D. **Whether it also displays official news releases:**

- Press Releases, if any, made by the Company from time to time will also be displayed on the Company's website.
- The Management Discussion and Analysis Report (MD&A) containing various information is also displayed as a part of the Company's Annual Report.

E. **The presentation made to institutional investors or to the analysts:**

During the year under review, the Company has not made any presentations to institutional investors or to the analysts.

9. GENERAL SHAREOWNER INFORMATION

The Company is registered in the State of Maharashtra, India. The Corporate Identity Number (CIN) allotted to the Company by the Ministry of Corporate Affairs (MCA) is L40300MH1987PLC045657.

A. **Date, time and venue of the 33rd Annual General Meeting:**

Date: September 28, 2021

Time: 11.00 A.M. (IST)

Venue: The Company is conducting meeting through Video Conferencing (VC) / Other Audio–Visual Means (OAVM) pursuant to circular issued by Ministry of Corporate Affairs dated May 5, 2020. Accordingly the venue of 33rd AGM shall be deemed to be the Registered Office of the Company at "Global Vision", Electronic Sadan No. II, M.I.D.C., T.T.C. Industrial Area, Mahape, Navi Mumbai–400 710. Maharashtra, India. For details please refer to the Notice of AGM.

B. **Financial Year:** April 1 – March 31

C. **Dividend Payment Date:** Not Applicable as the Board has not recommended any dividend for FY 2020–21.

D. Listing on Stock Exchanges

BSE Limited. (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai–400001	National Stock Exchange of India Limited. (NSE) Exchange Plaza, C–1, Block G, Bandra Kurla Complex, Bandra East, Mumbai – 400051

Listing Fees for FY 2021–22 in respect of equity capital paid to both the Stock Exchanges.

E. Stock Exchange Codes

Stock Exchange / News Agency	Stock Code	Non–Convertible Debentures* (Listing on BSE only)**		
		Series	ISIN	BSE Code
BSE	500160	I	INE043A08017	946494
NSE	GTL	II	INE043A08025	946495
Reuters Code	GTL.BO & GTL.NS	III	INE043A08033	946496
Bloomberg ticker	GTS:IN	IV	INE043A08041	946521
Equity ISIN	INE043A01012	V	INE043A08058	946522
		VI	INE043A08066	946523
***Debenture Trustees:**	**IDBI Trusteeship Services Ltd.** Asian Building, Gr. Floor, 17, R. Kamani Marg, Ballard Estate, Mumbai – 400 001. **Tel.:** 022–4080 7000; Fax: 022–6631 1776; **Email:** itsl@idbitrustee.com / response@idbitrustee.com			

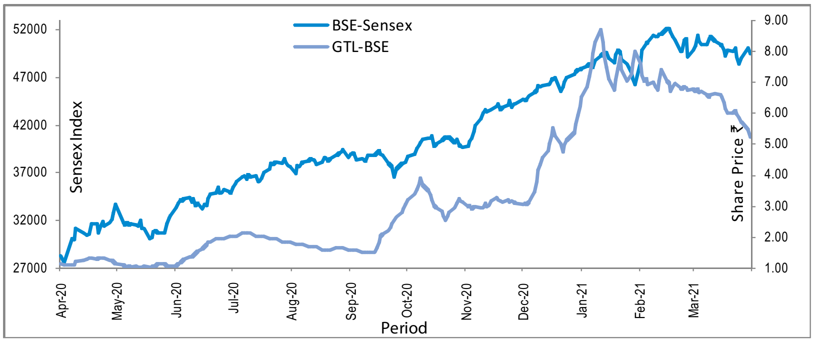
***Got delisted for the reason 'Redemption'*

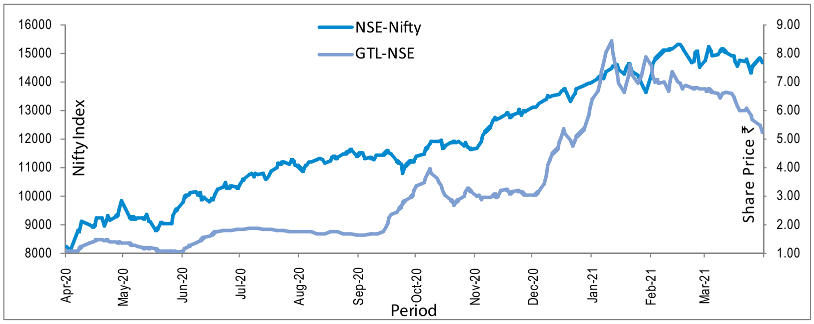
F. Stock Market Price Data

Monthly high and low of closing quotations and volume of shares traded on BSE and NSE are given below:

Month	BSE			NSE		
	High (₹)	Low (₹)	Volume (Nos.)	High (₹)	Low (₹)	Volume (Nos.)
Apr–2020	1.33	1.09	79,542	1.50	1.10	9,89,214
May–2020	1.12	1.00	93,333	1.35	1.05	3,52,802
Jun–2020	2.03	1.07	2,13,474	1.85	1.10	4,69,870
Jul–2020	2.13	1.84	2,33,273	1.90	1.75	1,84,945
Aug–2020	1.75	1.57	79,053	1.75	1.65	1,76,195
Sep–2020	3.06	1.51	2,11,133	3.20	1.70	19,95,339
Oct–2020	3.88	2.55	6,73,072	3.95	2.70	17,56,971
Nov–2020	3.28	2.92	6,17,385	3.25	2.90	32,11,432
Dec–2020	6.21	3.06	22,54,793	6.10	3.05	36,53,532
Jan–2021	8.70	6.52	43,98,546	8.45	6.40	51,31,646
Feb–2021	7.59	6.69	12,88,298	7.55	6.70	50,00,059
Mar–2021	6.79	5.21	8,61,377	6.75	5.25	30,75,304

G. GTL's share performance in comparison to broad–based indices (BSE: Sensex and NSE: Nifty)





H. Registrar and Share Transfer Agent:

Bigshare Services Private Limited
Unit: GTL Limited
1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis, Makwana Road,
Marol, Andheri (East),
Mumbai–400059 Maharashtra, India
Tel : +91–22–62638200 **Extn:** 221–222 **Fax:** + 91 22 62638299
Email : info@bighshareonline.com Website: www.bigshareonline.com

Online form based investor correspondence link: https://www.bigshareonline.com//InvestorLogin.aspx

I. Share transfer system:

Pursuant to the SEBI Listing Regulations, with effect from April 1, 2019, except in case of transmission or transposition of securities, requests for effecting transfer of securities in physical form are not being processed by RTA. In the case of transmission or transposition, the transfers are processed and approved by the RTA and reported for noting subsequently at the Stakeholders' Relationship Committee of the Company. Such transfers are generally processed within a period of 15 (fifteen) days from the date of receipt of the documents by the RTA.

The Company also obtains from a Practicing Company Secretary a half–yearly certificate of compliance with the share transfer formalities as required under Regulation 40(9) of the Listing Regulations and files a copy of the compliance certificate with the Stock Exchanges where the shares of the Company are listed.

J. Distribution of shareholding as on March 31, 2021:

1) Distribution of shares according to size of holding

No. of Shares	No. of Shareholders	% of Shareholders	Share amount (₹)	% to Total
Upto 500	58,375	82.40	7,52,19,530	4.78
501 – 1000	5,700	8.05	4,72,63,460	3.00
1001 – 2000	3,125	4.41	4,84,73,470	3.08
2001 – 3000	1,212	1.71	3,13,01,320	1.99
3001 – 4000	516	0.73	1,87,06,480	1.19
4001 – 5000	531	0.75	2,54,03,890	1.62
5001 – 10000	763	1.08	5,64,39,690	3.59
10001 & Above	624	0.88	1,27,01,59,970	80.75
TOTAL	**70,846**	**100.00**	**1,57,29,67,810**	**100.00**

2) Distribution of shares by categories of shareholders

Sr. No.	Category	Nos. of Shares held	Voting Strength %
1	**Promoter & Promoter Group**	**5,09,80,559**	**32.41**
2	**Public – Institutions**		
a.	– Foreign Portfolio Investors / FIIs	5,38,915	0.34
b.	– Banks	3,25,71,885	20.71
c.	– Insurance Companies	10,07,259	0.64
	Public Institutions (Sub–Total)	**3,41,18,059**	**21.69**
3	**Public – Non–Institutions**		
a.	– Resident Individuals / HUF	4,80,26,506	30.53
b.	– Other – Bodies Corporate / Trusts (Domestic)	2,22,76,146	14.16
c.	– Other – Clearing Members	3,90,736	0.25
d.	– Other – Non–resident Indians	11,17,037	0.71
e.	– Other – Foreign National	1,933	0.00
f.	– Other – Overseas Corporate Bodies	25,250	0.02
g.	– Other – Directors/Relatives	3,850	0.00
h.	– Other – Unclaimed Suspense Account	56,377	0.04
i.	– Other – Investor Education & Protection Fund Authority	3,00,328	0.19
	Public Non–Institutions (Sub–Total)	**7,21,98,163**	**45.90**
	Total:	**15,72,96,781**	**100.00**

3) Top 10 Shareholders

Sr.	Name(s) of Shareholders	Category	No. of Shares	% holding
01	Global Holding Corporation Private Limited (Promoter)	Domestic Company	5,09,80,559	32.41
02	IDBI Trusteeship Services Limited	Corporate Bodies	1,85,99,435	11.82
03	Union Bank of India	Bank	75,56,681	4.80
04	Bank of India	Bank	60,99,512	3.88
05	Punjab National Bank	Bank	51,15,778	3.25
06	Bank of Baroda	Bank	46,01,105	2.93
07	Canara Bank	Bank	32,93,975	2.09
08	Indian Overseas Bank	Bank	24,33,199	1.55
09	UCO Bank	Bank	18,54,519	1.18
10	Small Industries Development Bank of India	Corporate Body	16,49,828	1.05

K. Dematerialisation of shares and liquidity:

Trading in equity shares of the Company on the Stock Exchanges is permitted only in dematerialised form as per notification issued by SEBI. The shares of the Company are available for trading under both the depositories in India – NSDL & CDSL. 99.87% of the Company's shares are held in dematerialised form as on March 31, 2021, as in the previous year.

The Company's equity shares are among the regularly traded shares on the BSE and NSE. Relevant data for the traded volumes is provided hereinabove.

L. Outstanding Global Depository Receipts or American Depository Receipts or Warrants or any Convertible instruments, conversion date and likely impact on equity:

Currently the Company does not have any outstanding Global Depository Receipts or American Depository Receipts or Warrants or any Convertible instruments and hence there will be no impact on equity.

M. Plant Locations:

The Company is in the business of providing network services. Its main wokplace is situated at Vashi, Navi Mumbai, where the registered office of the Company is situated, the address of which is given below in Sr. No. N.

N. Address for correspondence:

Registered Office
GTL Limited, "Global Vision", Electronic Sadan – II, MIDC, TTC Industrial Area,
Mahape, Navi Mumbai – 400 710, Maharashtra, India.
Website: www.gtllimited.com **CIN**: L40300MH1987PLC045657
Tel.: +91 22 2761 2929 **Fax**: +91 22 2768 9990
E-mail for Investor Grievance/s: gtlshares@gtllimited.com

O. Credit Ratings obtained by the Company

During the year under review, the Company has not obtained any credit ratings for any of its debt instruments.

10. OTHER DISCLOSURES

A. Disclosures on materially significant related party transactions of the Company that may have potential conflict with the interests of the Company at large:

The necessary disclosures regarding the transactions with Related Parties are given in the notes to the Accounts. None of these transactions have potential conflict with the interest of the Company at large.

B. Details of non-compliance by the Company, penalties, strictures imposed on the Company by the Stock Exchanges or SEBI or any Statutory Authority, on any matter related to Capital Markets during the last three years:

There was no such instance in the last three years.

C. Details of establishment of vigil mechanism, Whistle Blower Policy and affirmation that no personnel have been denied access to the Audit Committee:

The Company has formulated the Whistle Blower Policy providing vigil mechanism for receiving and redressing directors / employees' complaints and that no personnel of the Company were denied access to the Audit Committee. The said Policy has been placed on the Company's website at http://www.gtllimited.com/ind/inv_cg.aspx.

D. Details of Compliance with mandatory requirements and adoption of the non-mandatory requirements:

The Company confirms that it has complied with all mandatory requirements prescribed in the Listing Regulations for the financial year 2020-21. The Company has obtained a certificate from Auditors certifying its compliance with the paragraph E of Schedule V to the Listing Regulations. This certificate is annexed to the Directors' Report for the FY 2020-21.

As regards adoption of non-mandatory requirements, the same is provided under serial No. 12 below

E. Web link where policies for (i) determining 'material' subsidiaries and (ii) dealing with related party transactions are disclosed:

The required information can be accessed from the Company's website link: http://www.gtllimited.com/ind/inv_cg.aspx

F. Disclosure of commodity price risk or foreign exchange risk and commodity hedging activities:

Please refer to Management Discussion and Analysis Report for the same.

G. A certificate has been received from a Practicing Company Secretary that none of the Directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India / Ministry of Corporate Affairs or such other statutory authorities.

H. For the Financial year 2020–21, the total fees paid by the Company and its subsidiaries, on a consolidated basis to M/s. GDA & Associate, Statutory Auditors and all entities in the network firm / network entity of which the statutory auditors are part thereof for all the services provided by them is ₹ 38.50 Lakhs.

I. Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Details of number of complaints received, disposed and pending during the year 2020–21 pertaining to the Sexual Harassment of Women at Workplace are as under:

Number of complaints filed during the financial year	NIL
Number of complaints disposed of during the financial year	NIL
Number of complaints pending as at the end of the financial year	NIL

11. Non–compliance of any requirement of corporate governance report of sub–paras (2) to (10) above, with reasons thereof

Does not arise as the Company has complied with requirement of sub–paras (2) to (10) above.

12. Discretionary Requirements

As required under Regulation 27(1) read with Part E of the Schedule II and Part C (12) of Schedule V to the Listing Regulations, we furnish hereunder the extent to which the Company has adopted discretionary requirements:

A. The Board:

Has a Non–Executive Chairman. He is provided with an office and the expenses incurred by him in the performance of his duties are reimbursed.

B. Shareholders Rights:

Financial Results for the half year / quarter ended September 30, 2020 were published in the Free Press Journal and Navshakti newspapers and were also displayed on the Company's website www.gtllimited.com and disseminated to the Stock Exchanges (i.e. BSE & NSE) wherein its equity shares are listed, hence separately not circulated to the shareholders.

C. Modified opinion(s) in Audit Report:

The modified opinion of the Auditor has arisen under the circumstances stated in Note No. 33.1 and 34.1 in the Standalone and Consolidated Financial Statements respectively and the same has been dealt with appropriately in the Directors' Report / Notes to Accounts. Once the Company's efforts to arrive at a settlement with its lenders succeed, the Company will be in a position to move towards a regime of financial statements with unmodified audit opinion.

D. Separate posts of Chairman and CEO:

The posts of Chairman and CEO are separate.

E. Reporting of Internal Auditor:

The Acting Chief Internal Auditor of the Company reports to the Audit Committee.

13. Compliance with Corporate Governance Requirements

The Company has complied with the corporate governance requirements specified in Regulation 17 to 27 and clauses (b) to (i) of sub–regulation (2) of Regulation 46 of the Listing Regulations.

14. Legal Proceedings

For details of legal proceedings reference may be made to 'Status of legal cases' given under Management Discussion and Analysis Report.

15. Unpaid / Unclaimed Dividends

Pursuant to provisions of Sections 124 and 125 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules") dividends which remain unpaid or unclaimed for a period of seven years from the date of its transfer to unpaid dividend account, are liable to be transferred to the Investor Education and Protection Fund ("IEPF").

Further, shares in respect of such dividends which have not been claimed for a period of seven consecutive years are also liable to be transferred to the demat account of the IEPF Authority. The said requirement does not apply to shares in respect of which there is a specific order of Court, Tribunal or Statutory Authority, restraining any transfer of the shares. Accordingly, this requirement does not apply to the Unpaid Dividend of ₹ 0.20 Crores pertaining to the years 2000–01, 2001–02 and 2003–04 to 2009–10, which has not been transferred to IEPF, but held in abeyance on account of pending legal cases.

The Company has not declared / paid any dividend for FY 2010–11 and thereafter. As reported in the Annual Reports for FY 2017–18 and onwards, the Company had complied with the requirements and transferred unclaimed dividend of FY 2009–10 and related shares to the IEPF Authority. No further Unclaimed / Unpaid Dividend(s) are due for transfer to the IEPF as of date.

Further, as of September 30, 2020 (date of last AGM), since there were no further unclaimed / unpaid dividends due for transfer to the IEPF, the Company is not required to upload any further details on the website of the Company / Ministry of Corporate Affairs in terms of provisions of IEPF (Uploading of information regarding unpaid & unclaimed amounts lying with companies) Rules, 2012.

The members who have a claim on dividends / shares which are transferred to the IEPF by the Company may verify their claims, if any, on the website of the Company viz. www.gtllimited.com (under tabs "home" > "investors" > "investor information" > "Unpaid / Unclaimed Dividend"). Claims, if any, may be raised with the IEPF Authority by submitting an online application in the prescribed Form No. IEPF–5 available on the website www.iepf.gov.in and sending a duly signed physical copy of the same to the Company, along with the requisite documents enumerated in the said Form No. IEPF–5. No claims shall lie against the Company in respect of the dividends / shares so transferred.

16. Equity Shares in the Suspense Account:

In accordance with the requirements of Regulations 34(3) and Part F of Schedule V to the Listing Regulations, the Company reports the following details in respect of equity shares lying in the suspense account:

Sr. No.	Particulars	No. of Share–holders	No. of Shares
(i)	Aggregate number of shareholders and the outstanding shares lying in the suspense account as on April 1, 2020	506	56,377
(ii)	Number of shareholders who approached the Company for transfer of shares from suspense account during the year	0	0
(iii)	Number of shareholders to whom shares were transferred from suspense account during the year	0	0
(iv)	Aggregate number of shareholders and the outstanding shares lying in the suspense account as on March 31, 2021	506	56,377

The voting rights on the shares outstanding in the suspense account shall remain frozen till the rightful owner of such shares is determined.

DECLARATION BY THE WHOLE–TIME DIRECTOR

Pursuant to the provisions of Regulation 34(3) read with Schedule V (D) of the Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015, it is hereby declared that all the Board Members and Senior Management Personnel of GTL Limited have affirmed compliance with the Code of Conduct for 'Directors and Senior Management' for the year ended March 31, 2021.

Date: May 27, 2021
Place: Mumbai

Sunil S. Valavalkar
Whole–time Director

INFORMATION ON DIRECTOR(S) RECOMMENDED FOR APPOINTMENT / RE–APPOINTMENT AT THE ENSUING ANNUAL GENERAL MEETING

Mr. Sunil S. Valavalkar, Whole–time Director

Mr. Sunil S. Valavalkar, aged 57 years, is a Graduate and also holds a certificate in Marathi Journalism. He has over 35 years of work experience, of which he was associated with General Insurance Corporation of India for about 25 years and has also been associated with State Bank of Bikaner & Jaipur, Air India and HDFC for about 10 years. During his association with the Company since August 2010, he has handled various business assignments. Currently he holds directorship in the All India Pickleball Association.

In GTL Limited, he is an Executive Director. He is a Member of Corporate Social Responsibility Committee and Business Authorisation Committee. He does not hold any shares of the Company either through himself or through his relatives. There is no *inter–se* relationship between him and other Board Members / Promoters.

INDEPENDENT AUDITORS' REPORT ON STANDALONE FINANCIAL STATEMENTS

To,
The Members of GTL LIMITED
Report on the audit of the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying standalone financial statements of **GTL Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, notes to the financial statements and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements") in which, are included, the returns for the year ended on that date of the Company's branch located at Nepal.

In our opinion and to the best of our information and according to the explanations given to us, except for the effect of matters prescribed in the basis for qualified opinion section of our report, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

As mentioned in Note No. 33.1 to the Statement, the Company has neither paid nor provided interest on its borrowings during the financial year. Had such interest been recognised, the finance cost and interest liability for the year ended March 31, 2021 would have been more by ₹ 470.20 Crores. Consequently, the reported profit after Other Comprehensive Income by the Company for the year ended March 31, 2021 would have been a loss of ₹ 403.15 Crores. The Earnings per Share (EPS) would have been Negative ₹ 25.62.

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 together with the ethical / independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our modified audit opinion on the standalone financial statements.

Emphasis of Matter

We draw attention to the following notes to the accompanying financial statements

a) Note no. 46 which inter–alia states that during the last few years the Company has incurred cash losses, its net worth has been fully eroded and the Company's current liabilities have exceeded its current assets as at March 31, 2021. The above conditions indicate the existence of the material uncertainty that cast significant doubt about the Company's ability to continue as a going concern. However, the Standalone financial statements of the Company have been prepared on going concern basis for the reasons stated in the said note.

b) Note no. 6.2 which inter–alia states that, company had pledged certain investments in its subsidiary / associate / affiliate companies with the lenders towards the borrowings from them. During the previous year, lenders had invoked the pledge and transferred those investments of the company in the name of its trustees without appropriating the same against the borrowings. Pending appropriation of pledged shares of GTL Infrastructure Ltd. (GIL) invoked by the lenders, while the Company continues to classify and will continue to classify them as 'Long Term Investments', it does not and will not recognize the gain / loss in the market value of its investment in GIL, as it is not the beneficial owner of them.

Our opinion is not modified in respect of above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1.	**Subsidiaries Classified as Held for Sale** The Company is in the process of entering into a sale agreement which results into loss of control of subsidiaries. The assets and liabilities of these subsidiaries are classified as 'held for sale'. The same is considered as key audit matter as it involves evaluation of conditions that is required to be satisfied for classification of assets held for sale, fair valuation of assets less cost of disposal and liabilities on such classification and consequential impairment, if any, and disclosure and presentation in the financial statements. (Refer note 18 to the Standalone financial statements)	We have carried out the following procedures in respect of these matters: ➢ Obtained management representation for classifying the investments in subsidiaries as "Held for Sale" ➢ Read minutes of meetings of Board of Directors of the Company. ➢ Verified the impairment loss that is recognised on initial recognition and on subsequent measurement when carrying amount exceeds its fair value less costs of disposal. ➢ Obtained and relied on the financial statements of these subsidiaries as certified by the management. ➢ Verified the disclosure and presentation of financial statement in accordance with Ind AS – 105 'Non–current Assets held for sale and discontinued operations'

Sr. No.	Key Audit Matter	Auditor's Response
2.	**Evaluation of uncertain tax positions:** The Company has material uncertain tax positions including matters under dispute which involves significant judgement to determine the possible outcome of these disputes.	**Our procedures included the following:** Obtained understanding of key uncertain tax positions; Obtained details of completed tax assessments and demands for the year ended March 31, 2021 from the management; We along with our internal tax experts – i. Discussed with management and evaluated the Management's underlying key assumptions in estimating the tax provision; ii. Assessed management's estimate of the possible outcome of the disputed cases; and iii. Considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. Additionally, considered the effect of new information in respect of uncertain tax positions as at April 1, 2020 to evaluate whether any change was required to management's position on these uncertainties.
3.	**Assessment of contingent liabilities and provisions related to Taxation, Litigations and claims:** The assessment of the existence of the present legal or constructive obligation, analysis of the probability of the related payment and analysis of a reliable estimate, requires management's judgement to ensure appropriate accounting or disclosures. Due to the level of judgement relating to recognition, valuation and presentation of provisions and contingent liabilities, this is considered to be a key audit matter. (Refer note 39 to the Standalone financial statements)	Our audit procedures included: ➢ As part of our audit procedures we have assessed Management's processes to identify new possible obligations and changes in existing obligations for compliance with company policy and Ind AS 37 requirements. ➢ We have analysed significant changes from prior periods and obtain a detailed understanding of these items and assumptions applied. ➢ We have obtained relevant status details and Management representations on the major outstanding litigations. ➢ As part of our audit procedures we have reviewed minutes of board meetings (including the Audit Committee). ➢ We have held regular discussions with Management and internal legal department. ➢ We challenged the assumptions and critical judgements made by management which impacted their estimate of the provisions required, considering judgements previously made by the authorities in the relevant jurisdictions or any relevant opinions given by the Company's advisors and assessing whether there was an indication of management bias. ➢ We discussed the status in respect of significant provisions with the Company's internal tax and legal team. We performed retrospective review of management judgements relating to accounting estimate included in the financial statement of prior year and compared with the outcome.

Other matters

a) We did not audit the financial statements / information of Nepal branch included in the Standalone financial statements of the company, whose financial statements / financial information reflect total assets of ₹ 0.70 Crores (net assets of ₹ 0.05 Crores) as at March 31, 2021 and total revenues of ₹ Nil for the year ended on that date. The financial statements / information of this branch are unaudited. According to the information and explanations given to us by the Management, there are no transactions at the said branch and these financial statements / information are not material to the Company.

b) As at March 31, 2021, balance Confirmations, with respect to Bank Loan (including interest accrued), Bank Guarantee, Bank Current Account and Fixed Deposits aggregating to ₹ 3,420.09 Crores, have not been received.

c) The Statement includes results for the quarter ended March 31, 2021 and March 31, 2020 being balancing figures between audited figures in respect of full financial year and published unaudited year to date figures up to the third quarter of the current financial year i.e. December 31, 2020 and December 31, 2019 which were subjected to limited review by us.

Our opinion is not modified in respect of above matter.

Information Other than the Standalone Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

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

When we read other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and describe actions applicable in the applicable laws and regulations. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone 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 standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

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

Materiality is the magnitude of misstatements in the standalone 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

I. As required by the Companies (Auditor's Report) Order, 2016 ("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 to the extent applicable.

II. 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.

c) The reports on the accounts of the branch offices of the Company have not been audited under Section 143(8) of the Act by branch auditor and have been appropriately dealt with by us in preparing this report. (Refer Point (a) of Other Matter paragraph above)

d) The Balance Sheet, the Statement of Profit and Loss including (other comprehensive income), the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.

e) In our opinion, the aforesaid Standalone Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015.

f) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

g) 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"** to this report.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone Financial Statements – Refer Note No. 39.C.1 to the Standalone Financial Statements.

ii. The Company does not have any long – term contracts including derivative contracts for which there are any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company. However, unpaid dividend of ₹ 0.20 Crore pertaining to the years 2000–01, 2001–02 and 2003–04 to 2009–10 has not been transferred to Investor Education and Protection Fund but is held in abeyance on account of pending legal cases.

III. As required by the Companies (Amendment) Act, 2017, in our opinion, according to information, explanations given to us, the remuneration paid by the Company to its directors is within the limits prescribed under Section 197 of the Act and the rules thereunder.

For GDA & Associates
Chartered Accountants
Firm Registration Number: 135780W

Akshay D. Maru
Partner
Membership No: 150213
UDIN : 21150213AAAABT3307

Place : Mumbai
Date : May 27, 2021

ANNEXURE – "A" TO THE INDEPENDENT AUDITORS' REPORT ON STANDALONE FINANCIAL STATEMENTS OF GTL LIMITED

(Referred to in paragraph I under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date to the members of GTL Limited on the Standalone Financial Statements for the year ended March 31, 2021)

i. In respect of the Company's property plant & equipment:

a) The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.

b) As explained to us, the Company has a phased program of physical verification of the property, plant and equipment, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets.

During the year the Company, in accordance with the said program, has physically verified certain property, plant and equipment. No material discrepancies were noticed on such physical verification.

c) According to the information and explanations given to us and based on the records produced, the title deeds of the immovable properties held by the Company are in the name of the Company. The title deeds of the immovable properties held by the Company are verified from the photo copies of such title deeds as the originals thereof have been deposited with the lenders for securing the borrowings of the Company and confirmation for the same has been obtained from IDBI Trusteeship Services Limited.

ii. The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.

iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of sub clauses (a), (b), (c) of clause (iii) of the order are not applicable to the company.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act in respect of investments made, and guarantees and securities given. According to the information and explanations given to us, the Company has neither provided any security nor given any loans.

v. In respect of deposits accepted, in our opinion and according to the information and explanations given to us, directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013, and the rules framed there under, are not applicable and hence not commented upon.

vi. According to the information and explanations given to us, the Central Government has not prescribed the cost records to be maintained under sub–Section (1) of Section 148 of the Act in respect of business activities carried on by the Company. Therefore, the provisions of clause (vi) of the Order are not applicable to the Company.

vii. a) According to the information and explanations given to us and according to the records of the Company examined by us, in our opinion, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income–tax, Goods and Service Tax, duty of Custom, Cess and any other statutory dues, wherever applicable.

On the basis of examination of the relevant records and according to the information and explanations given to us, except for Sales Tax dues of ₹ 5.68 Crores no undisputed amounts payable in respect of aforesaid dues were outstanding as at March 31, 2021 for a period of more than 6 months from the date they became payable.

b) According to the information and explanations given to us, there were no dues in respect of Income Tax, Duty of Excise, Duty of Customs, Sales Tax, Service Tax, Goods and Service Tax and Value Added Tax which have not been deposited on account of any dispute except the following:

(₹ in Crores)

Name of Statute	Nature of Dues	Forum where Dispute is pending	Period to which amount relates (Financial Year)	Gross Amount involved	Amount Paid under protest	Amount Unpaid
Central Sales Tax Act, 1956 and respective states Sales Tax	Sales Tax, Entry Tax, Trade Tax, Penalty, Interest	Commissioner (Appeals), Joint Commissioner, Additional Commissioner, Deputy Commissioner	1992–1993, 1995–1997, 2005–2015	106.79	3.62	103.17
		Appellate Tribunals and Revision Boards	1995–1996, 2002–2003, 2005–2011	6.99	1.29	5.70
Total (A)				**113.78**	**4.91**	**108.87**

Name of Statute	Nature of Dues	Forum where Dispute is pending	Period to which amount relates (Financial Year)	Gross Amount involved	Amount Paid under protest	Amount Unpaid
Finance Act, 1994 (Service Tax)	Service Tax, Interest, Penalty	Commissioner (Appeals)	2013–2014, 2015–2017	20.08	1.10	18.98
Total (B)				**20.08**	**1.10**	**18.98**
Income Tax Act, 1961	Tax & Interest	CIT (Appeals)	2013–14	0.42	–	0.42
Total (C)				**0.42**	**–**	**0.42**
Grand Total (A+B+C)				**134.28**	**6.01**	**128.27**

viii. On the basis of, our examination of the records of the Company, the terms of Corporate Debt Restructuring scheme as applicable and according to the information and explanations given to us, the Company has defaulted in repayment of borrowings to financial institutions and banks. The lender wise details of the amount of default and the period of default are as under.

a) Nature of Dues : Term Loan

(Grouped and disclosed under the heading “Secured: Payable to CDR lenders” of note no. 25 “Other Financial Liabilities” to the Standalone Financial Statements)

(₹ in Crores)

Name of the Lender	Amount of Default	Period of Default			
		Less than 1 Year	1 to 2 Years	2 to 3 Years	More than 3 Years
Bank of Baroda	343.89	39.40	39.40	39.40	225.69
Bank of India	294.40	33.19	33.19	33.19	194.83
Canara Bank	161.86	18.32	18.32	18.32	106.90
Catholic Syrian Bank	38.34	4.50	4.50	4.50	24.84
IDBI Bank	57.43	18.46	18.46	18.46	2.05
Indian Bank	81.21	9.12	9.12	9.12	53.85
Indian Overseas Bank	119.95	13.54	13.54	13.54	79.33
Punjab National Bank	242.56	28.96	28.96	28.96	155.68
State Bank of India	11.98	2.26	2.26	2.26	5.20
Standard Chartered Bank	17.49	1.80	1.80	1.80	12.09
Small Industrial Development Bank of India	83.18	9.18	9.18	9.18	55.64
UCO Bank	91.66	10.32	10.32	10.32	60.70
Union Bank of India	363.61	42.04	42.04	42.04	237.49
Total	**1907.56**	**231.09**	**231.09**	**231.09**	**1214.29**

b) Nature of Dues: Funded Interest Term Loan

(Grouped and disclosed under the heading “Secured: Payable to CDR lenders” of note no. 25 “Other Financial Liabilities” to the Standalone Financial Statements)

(₹ in Crores)

Name of the Lender	Amount of Default	Period of Default
Bank of Baroda	53.15	More than 3 Years
Bank of India	42.13	More than 3 Years
Canara Bank	26.81	More than 3 Years
Catholic Syrian Bank	6.37	More than 3 Years
IDBI Bank	20.80	More than 3 Years

Name of the Lender	Amount of Default	Period of Default
Indian Bank	10.87	More than 3 Years
Indian Overseas Bank	17.66	More than 3 Years
Punjab National Bank	41.74	More than 3 Years
State Bank of India	2.68	More than 3 Years
Standard Chartered Bank	2.58	More than 3 Years
Small Industrial Development Bank of India	10.22	More than 3 Years
UCO Bank	11.88	More than 3 Years
Union Bank of India	55.52	More than 3 Years
Total	**302.41**	

c) **Nature of Dues: Liability for Bank Guarantee Invocation**

(Grouped and disclosed under the heading "Secured: Payable to CDR lenders" of note no. 25 "Other Financial Liabilities" to the Standalone Financial Statements)

(₹ in Crores)

Name of the Lender	Amount of Default	Period of Default
Bank of Baroda	16.88	More than 3 Years
IDBI Bank	2.65	More than 3 Years
Punjab National Bank	58.04	More than 3 Years
UCO Bank	6.17	More than 3 Years
Union Bank of India	27.39	More than 3 Years
Total	**111.13**	

d) **Nature of Dues: External Commercial Borrowings**

(Disclosed under the heading "Unsecured: Payable to External Commercial Borrowings (ECB) Lenders" of Note No. 25 "Other Financial Liabilities" to the Standalone Financial Statements)

(₹ in Crores)

Name of the Lender	Amount of default	Period of default
BANKS:		
Al Salem Bank	37.19	More than 9 years
Bank of Baroda – London	235.03	More than 9 years
Bank of India – London	95.59	More than 9 years
Indian Bank – Colombo	37.19	More than 9 years
Indian Bank – Singapore	37.19	More than 9 years
Indian Overseas Bank – Hong Kong	74.38	More than 9 years
Punjab Nationa Bank – London	49.47	More than 9 years
Syndicate Bank – London	74.22	More than 9 years
OTHERS:		
Standard Chartered Bank (Agent)	141.53	More than 9 years
Total	781.80	
Less : Deposits / Security Margin	(100.58)	
Total	**681.22**	

e) **Nature of Dues: Non–Convertible Debentures**

As regards dues of ₹ 1,589.28 Crores disclosed under "Payable to holder of Rated Redeemable Unsecured Rupee Non–Convertible Debentures" in Note No. 25 "Other Financial Liabilities".

The Company has arrived at a onetime settlement (OTS) agreement with its NCD holders for its full and final payment of their existing dues and has accordingly filed the agreed consent terms with the Honorable High Court. Accordingly, High court has set aside the winding up petition filed by the NCD holders against the company.

We further invite attention to Note No 25.3 to the Standalone Financial Statements for the same.

ix. According to the information and explanations given to us and on the basis of examination of records, the Company has neither obtained new term loans nor raised any money by way of initial public offer or further public offer of shares and/or debt instruments during the year. Therefore, the provisions of clause (ix) of the Order are not applicable to the Company.

x. Based on our audit procedures performed for the purpose of reporting the true and fair view of the Standalone Financial Statements and on the basis of information and explanations given by the management, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

xi. According to the information and explanations given to us and based on our examination of records of the Company, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and accordingly the provisions of clause (xii) of the Order are not applicable to the Company.

xiii. According to the information and explanations given to us and based on our examination of records of the Company, the transactions entered with related parties are in compliance with provisions of section 177 and 188 of the Act, where applicable and the details of such transactions are disclosed in the Standalone Financial Statements as required by the applicable accounting standards.

xiv. According to the information and explanations given to us and based on our examination of records of the Company, the Company during the year has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Accordingly, the provisions of clause (xiv) of the Order are not applicable to the Company.

xv. In our opinion and according to the information and explanations given to us and based on our examination of records of the Company, the Company during the year has not entered into any non cash transactions with directors or persons connected with the directors covered under the provisions of section 192 of the Act and accordingly the provisions of clause (xv) of the Order are not applicable to the Company.

xvi. In our opinion and according to the information and explanations given to us, 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 (xvi) of the Order are not applicable to the Company.

For GDA & Associates
Chartered Accountants
Firm Registration Number: 135780W
Akshay D. Maru
Partner
Membership No: 150213
UDIN : 21150213AAAABT3307
Place : Mumbai
Date : May 27, 2021

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT ON STANDALONE FINANCIAL STATEMENTS OF GTL LIMITED

(Referred to in paragraph II (g) under 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of GTL Limited on the Standalone Financial Statements for the year ended March 31, 2021)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub–section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **GTL Limited** ("the Company") as of March 31, 2021 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's 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 and the Standards on Auditing issued by the ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, including the assessment of the risks of material misstatement of the Standalone 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 with reference to Financial Statements

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 Standalone 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 Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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 periods 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For GDA & Associates

Chartered Accountants
Firm Registration Number: 135780W

Akshay D. Maru
Partner
Membership No: 150213
UDIN : 21150213AAAABT3307

Place : Mumbai
Date : May 27, 2021

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(₹ in lakhs)

I.

Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1.	Turnover / Total Income	25,597.49	25,597.49
2.	Total Expenditure	18,873.83	65,893.72
3.	Net Profit / (Loss)	6,704.47	(40,315.42)
4.	Earnings Per Share	4.27	(25.62)
5.	Total Assets	19,732.84	19,732.84
6.	Total Liabilities	691,789.70	738,809.59
7.	Net Worth	(672,056.86)	(719,076.75)
8.	Any other financial item(s) (as felt appropriate by the management)		

II. Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:**
As mentioned in Note No. 9 to the Statement, the Company has neither paid nor provided interest on its borrowings during the financial year. Had such interest been recognised, the finance cost and interest liability for the year ended March 31, 2021 would have been more by ₹ 47,019.89 Lakhs.

Consequently, the reported profit after Other Comprehensive Income by the Company for the year ended March 31, 2021 would have been a loss of ₹ 40,315.42 Lakhs. The Earnings per Share (EPS) would have been Negative ₹ 25.62.

b. **Type of Audit Qualification :** Modified Opinion

c. **Frequency of qualification:** Fourth time

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**
The Company has neither paid nor provided interest on its borrowings during the financial year in view of details explained in the Note 9 of SEBI results (Standalone).

e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**

(i) **Management's estimation on the impact of audit qualification:**

(ii) **If management is unable to estimate the impact, reasons for the same:**

(iii) **Auditors' Comments on (i) or (ii) above:**

As per our report of even date
For M/s. GDA and Associates
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board
Sunil Valavalkar
Whole–time Director

D.S. Gunasingh
Chairman of Audit Committee

Milind Bapat
Chief Financial Officer

Standalone Balance Sheet as at March 31, 2021

₹ Crores

Particulars	Notes	As at 31 March 2021	As at 31 March 2020
Assets			
Non–current assets			
Property, plant and equipment	3	**72.20**	74.98
Capital work–in–progress	3	**NIL**	NIL
Investment properties	4	**2.96**	3.01
Intangible assets	5	**0.73**	0.73
Financial assets			
Investments	6	**51.16**	51.16
Loans	7	**0.69**	0.71
Other	8	**NIL**	NIL
Deferred tax assets (net)		**NIL**	NIL
Other non–current assets	9	**NIL**	NIL
		127.74	130.59
Current assets			
Inventories	10	**NIL**	NIL
Financial assets			
Investments		**NIL**	NIL
Trade receivables	11	**0.09**	0.01
Cash and cash equivalents	12	**2.45**	3.79
Bank balance other than included in Cash and cash equivalents above	13	**5.64**	83.70
Loans	14	**0.13**	0.79
Other	15	**4.40**	8.62
Current Tax Assets (Net)	16	**27.00**	22.87
Other current assets	17	**29.88**	14.30
Assets held for Sale and Discontinued Operations	18	**NIL**	NIL
		69.59	134.08
Total Assets		**197.33**	264.67
Equity and liabilities			
Equity			
Equity Share Capital	19	**157.30**	157.30
Other Equity	20	**(6,877.87)**	(6,944.91)
Total Equity		**(6,720.57)**	(6,787.61)
Non–current liabilities:			
Financial liabilities			
Borrowings	21	**193.68**	174.33
Other financial liabilities	22	**0.77**	2.34
Provisions	23	**1.14**	1.28
		195.59	177.95
Current liabilities:			
Financial liabilities			
Trade payables	24		
– Total outstanding dues to micro & small enterprises		**1.30**	1.30
– Total outstanding dues to other than micro & small enterprises		**9.77**	19.81
Other financial liabilities	25	**6,616.99**	6,787.86
Other current liabilities	26	**94.16**	65.32
Provisions	27	**0.09**	0.04
		6,722.31	6,874.33
Total liabilities		**6,917.90**	7,052.28
Total equity and liabilities		**197.33**	264.67
The accompanying notes form an integral part of the standalone financial Statement	37		

As per our report of even date
For M/s. **GDA and Associates**
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Director

Dr. Mahesh Borase
Director

Milind Bapat
Chief Financial Officer

Deepak Keluskar
Company Secretary

Statement of Profit and Loss for the year ended March 31, 2021

₹ Crores (unless otherwise stated)

Particulars	Notes	Year ended 31 March, 2021	Year ended 31 March, 2020
Continuing operations			
Revenue from operations	28	**220.96**	215.40
Other income	29	**35.02**	12.31
TOTAL INCOME		**255.98**	227.71
EXPENSES			
Cost of Purchases / Services rendered	30	**57.12**	71.07
Changes in inventories of finished goods, stock–in–trade and work–in–progress	31	**NIL**	NIL
Employee benefits expenses	32	**69.96**	73.16
Finance costs	33	**20.66**	19.38
Depreciation and amortisation expenses	34	**4.66**	4.52
Other expenses	35	**36.34**	290.10
TOTAL EXPENSES		**188.74**	458.23
Profit / (Loss) before exceptional items and tax from continuing operations		**67.24**	(230.52)
Exceptional items		**NIL**	NIL
Profit / (Loss) before tax from continuing operations		**67.24**	(230.52)
Tax expenses			
Current tax		**NIL**	NIL
Adjustment of tax relating to earlier periods		**NIL**	NIL
Profit /(Loss) for the year from Continuing Operations		**67.24**	(230.52)
Discontinued operations:			
Profit /(Loss) before tax for the year from discontinued operations		**NIL**	NIL
Tax expenses of discontinued operations		**NIL**	NIL
Profit / (Loss) for the year from discontinued operations		**NIL**	NIL
Profit / (Loss) for the year		**67.24**	(230.52)
Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		**(0.19)**	(0.34)
(ii) Income tax relating to items that will not be reclassified to profit or loss		**NIL**	NIL
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods		**(0.19)**	(0.34)
B (i) Items that will be reclassified to profit or loss		**NIL**	NIL
(ii) Income tax relating to items that will be reclassified to profit or loss		**NIL**	NIL
Net other comprehensive income to be reclassified to profit or loss in subsequent periods		**NIL**	NIL
Other comprehensive income for the year, net of tax		**(0.19)**	(0.34)
Total Comprehensive Income for the period, net of tax		**67.05**	(230.86)
Earnings per share (in ₹)	36		
Continuing operations			
Basic		**4.27**	(14.66)
Diluted		**4.27**	(14.66)
Discontinued operations			
Basic		**NIL**	NIL
Diluted		**NIL**	NIL
Continuing and discontinued operations			
Basic		**4.27**	(14.66)
Diluted		**4.27**	(14.66)
The accompanying notes form an integral part of the Standalone financial Statement.	37		

As per our report of even date
For M/s. **GDA and Associates**
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Director

Dr. Mahesh Borase
Director

Milind Bapat
Chief Financial Officer

Deepak Keluskar
Company Secretary

Statement of Changes in Equity for the year ended March 31, 2021

a. Equity Share Capital:

Equity shares of INR 10 each issued, subscribed and fully paid (Refer Note 19.3)	No of shares	₹ Crores
At 31 March, 2020	15,72,96,781	157.30
At 31 March, 2021	**15,72,96,781**	**157.30**

b. Other Equity:

₹ Crores

Particulars	Equity component of compound financial instrument	Reserves & Surplus						Items of OCI FVTOCI reserve	Total
		Capital Reserve (Refer Note 49)	Capital Re–demption Reserve	Securities premium account	Debenture Redemp–tion Reserve	General reserve	Balance in Statement of Profit and Loss		
For the year ended 31 March, 2021									
As at 31 March 2020	570.92	–	8.63	448.18	191.16	510.76	(8,674.57)	NIL	(6,944.91)
Net Profit for the period	NIL	NIL	NIL	NIL	NIL	NIL	67.24	NIL	67.24
Other comprehensive income	NIL	NIL	NIL	NIL	NIL	NIL	(0.19)	NIL	(0.19)
Total comprehensive income	NIL	NIL	NIL	NIL	NIL	NIL	67.05	NIL	67.05
Transfer from debenture redemption reserve / general reserve	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
As at 31 March 2021	**570.92**	**–**	**8.63**	**448.18**	**191.16**	**510.76**	**(8,607.52)**	**NIL**	**(6,877.87)**
For the year ended 31 March 2020									
As at 31 March 2019	570.92	–	8.63	448.18	191.16	510.76	(8,443.71)	NIL	(6,714.05)
Net loss for the period	NIL	NIL	NIL	NIL	NIL	NIL	(230.52)	NIL	(230.52)
Other comprehensive income	NIL	NIL	NIL	NIL	NIL	NIL	(0.34)	NIL	(0.34)
Total comprehensive income	NIL	NIL	NIL	NIL	NIL	NIL	(230.86)	NIL	(230.86)
Transfer from debenture redemption reserve / general reserve	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
As at 31 March 2020	570.92	–	8.63	448.18	191.16	510.76	(8,674.57)	NIL	(6,944.91)

Notes:

Capital Reserve: This reserve represents fraction coupons amount on conversion of FCCB into equity shares

Capital Redemption Reserve: This reserve is created u/s 69 of the Companies Act, 2013 by transferring an amount equal to the nominal value of shares bought back by the Company. The same is permitted to be used for issuing fully paid bonus shares.

Securities Premium Account: Premium collected on issue of securities is accumulated as part of securities premium. Utilisation of such premium is restricted by the Companies Act, 2013.

Debenture Redemption Reserve: Additional Debenture Redemption Reserve is not created as the said requirement has been dispensed with in terms of the amendment to Companies (Share Capital and Debentures) Rule 2014.

General Reserve: Forms part of the retained earnings and is permitted to be distributed to shareholders as dividend.

Balance in Statement of Profit and Loss: This represents profits remaining after all appropriations. This is free reserve and can be used for distribution as dividend.

As per our report of even date
For M/s. **GDA and Associates**
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Director

Dr. Mahesh Borase
Director

Milind Bapat
Chief Financial Officer

Deepak Keluskar
Company Secretary

Standalone Statement of Cash Flows for the year ended March 31, 2021

₹ Crores

Particulars	31 March 2021	31 March 2020
Operating activities		
Profit / (loss) before tax from continuing operations	**67.24**	(230.86)
Profit / (loss) before tax from discontinued operations	**NIL**	NIL
Profit / (Loss) before tax	**67.24**	(230.86)
Adjustments to reconcile profit / (Loss) before tax to net cash flows:		
Depreciation and impairment of property, plant and equipment	**4.66**	4.52
Loss / (Gain) on disposal of property, plant and equipment	**0.05**	(0.26)
Finance income (including fair value change in financial instruments)	**(1.03)**	(0.94)
Finance costs (including fair value change in financial instruments)	**20.47**	19.05
Unrealised Exchange (Gain) / Loss	**(19.63)**	77.16
Provision for doubtful Trade Receivables	**(0.35)**	0.67
Provision for doubtful Advances	**1.30**	NIL
Provision for impairment of investment	**NIL**	133.02
Liabilities / provisions no longer required written back	**(12.20)**	(8.88)
Interest on Right to use "Lease Assets"	**0.19**	0.33
Exceptional items :	**NIL**	NIL
Working capital adjustments:		
Increase /(decrease) in provision for gratuity & compensated absences	**(0.29)**	0.81
(Increase) / decrease in trade receivables	**(0.08)**	NIL
(Increase) / decrease in other current and non current assets	**3.09**	(1.47)
(Increase) / decrease in long term and short term loans and advances	**(15.04)**	(2.18)
Increase / (decrease) in trade payables, other current and non current liabilities and provisions	**19.20**	116.32
	67.58	107.28
Income tax paid (including TDS) (net)	**(4.13)**	(4.85)
Net cash flows from operating activities	**63.45**	102.43

₹ Crores

Particulars	31 March 2021	31 March 2020
Investing activities		
Proceeds from sale of property, plant and equipment	**NIL**	0.36
Purchase of property, plant and equipment (including CWIP)	**(1.87)**	(1.08)
Interest received (finance income)	**1.33**	0.76
Net cash flows from / (used in) investing activities	**(0.54)**	0.04
Financing activities		
Interest / Financial Charges paid	**(0.36)**	(0.72)
Repayment of long term borrowings	**(140.50)**	(20.50)
Fixed deposits with banks held as margin money	**78.07**	(80.67)
Interest payment on lease payments	**(0.19)**	(0.33)
Principal repayment on lease payments	**(1.27)**	(1.13)
Net cash flows from / (used in) financing activities	**(64.25)**	(103.35)
Net increase / (decrease) in cash and cash equivalents	**(1.34)**	(0.88)
Cash and cash equivalents at the beginning of the year	**3.79**	4.67
Cash and cash equivalents at the end of the year	**2.45**	3.79

(i) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard – 3 'Cash Flow Statement.

(ii) Figures in brackets indicate outflows.

(iii) Cash and Cash Equivalents at the end of the year include ₹ 0.20 Crores (Previous Year ₹ 0.20 Crores) towards amount payable for Unclaimed Dividend.

(iv) Previous year's figures have been regrouped/rearranged/recast wherever necessary to make them comparable with those of current year.

As per our report of even date
For M/s. **GDA and Associates**
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Director

Dr. Mahesh Borase
Director

Milind Bapat
Chief Financial Officer

Deepak Keluskar
Company Secretary

NOTES TO FINANCIAL STATEMENTS

A. CORPORATE INFORMATION

The Company is a public company domiciled in India and is incorporated under the provisions of the Companies Act, applicable in India. Its shares are listed on Bombay Stock Exchange and National Stock Exchange of India. The registered office of the Company is located at GTL Limited, Global Vision, Electronic Sadan II, MIDC, TTC Industrial Area, Mahape, Navi Mumbai.

The Company is engaged in providing network services to telecom operators, OEM's and tower companies.

The financial statements were authorised for issue in accordance with a resolution passed in the meeting of the Board of directors held on May 27, 2021.

B. SIGNIFICANT ACCOUNTING POLICIES

B. 1 Basis For Preparation of Financial Statements:

Compliance with Ind AS :

The Financial Statements have been prepared on a going concern basis and on accrual basis, in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting standards) (Amendment) Rules, 2016.

Historical Cost Convention :

The financial statements have been prepared on a historical cost basis, except –

(a) certain financial assets and liabilities and

(b) defined benefit plans

Which are measured at fair value at the end of each reporting period, as explained in the accounting policies below.

The preparation of the financial statements requires management to make estimates and assumptions. Actual results could vary from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future years (refer Note no. 37 on critical accounting estimates, assumptions and judgements).

Functional and presentation currency:

The financial statements are presented in Indian ₹ which is the functional currency of the company and all values are rounded to the nearest Crores (₹ 10,000,000), except when otherwise indicated.

B.2 Summary of Significant Accounting Policies

1. Current versus non–current classification :

The Company presents assets and liabilities in the balance sheet based on current/ non–current classification. The Company has presented non–current assets and current assets before equity, non–current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by Ministry of Corporate Affairs (MCA).

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

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

All other assets are classified as non–current.

A liability is classified as current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non–current.

Deferred tax assets and 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.

The Company has considered a period of twelve months for classifying its assets and liabilities as current and non–current.

2. Fair value measurement :

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

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

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

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

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

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

- Level 1 — Quoted / Published NAV (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement, is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement, is unobservable

For assets and liabilities that are recognised in the 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 period.

External valuers are involved for valuation of significant assets , such as properties and unquoted financial assets, and significant liabilities as and when required.

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.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the following notes:

- Disclosures for valuation methods, significant estimates and assumptions (note 37)
- Quantitative disclosures of fair value measurement hierarchy (note 42)
- Investment in unquoted equity shares (note 6)
- Investment properties (note 4)
- Financial instruments (including those carried at amortised cost) (note 41)

3. Revenue recognition :

Revenue is recognised when the company satisfies the performance obligation by transferring the promised services to the customers. Services are considered as performed when the customer obtains control, whereby the customer gets the ability to direct the use of such services and substantially obtains all benefits from services. When there is uncertainty as to measurement or ultimate collectability, revenue recognition is postponed until such uncertainty is resolved.

Revenue is measured based on the transaction price which is the fair value of the consideration received or receivable, stated net of discounts, returns and taxes. Transaction price is recognised based on the price specified in the contract. Accumulated experience is used to estimate and provide for the discounts / right of return, using the expected value method.

The specific revenue recognition policies are as under:

a. Revenue from contracts with customers:

i. Revenue from Turnkey Contracts, which are either Fixed Price or Cost Plus contracts, is recognized –when company satisfies performance obligation by transferring promised services to the customer. – The Company uses significant judgements while determining the transaction price allocated to performance obligations using the expected cost plus margin approach.

Provisions for estimated losses, if any, on uncompleted contracts are recorded in the period in which such losses become probable based on the expected contract estimates at the reporting date.

ii. Revenue from sale of products is recognized when performance obligations are satisfied. Performance obligations are satisfied when the customer obtains control of the products.

iii. Revenue from services is recognized when company satisfies the performance obligation by transferring promised services to the customers.–

Contract assets are recognized when there is an excess of revenue earned over billings on contracts. Contract assets are classified as unbilled receivables when there is an unconditional right to receive cash, and only passage of time is required, as per contractual terms. Unearned revenue (“Contract Liability”) is recognized when there is billing in excess of revenue.

b. Dividend income is recognized when the right to receive dividend is established.

c. Income such as interest, rent is recognized as per contractually agreed terms on time proportion basis.

4. Property, plant and equipment:

On transition to Ind AS, the Company has opted to continue with the previous GAAP carrying values as deemed cost for all items of plant, property and equipment.

Tangible Assets are stated at the cost of acquisition less accumulated depreciation and impairment losses, if any. The cost includes purchase price (after deducting trade discounts and rebates), including non–refundable taxes and duties and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by Management.

When significant parts of Property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criterias are satisfied. All other repair and maintenance costs are recognised in the statement of profit and loss.

Advances paid towards acquisition of fixed assets are disclosed as Capital Advances under Other non–current assets and cost of assets not ready for use before the year–end, is disclosed as capital work in progress.

Depreciation on Fixed Assets is provided to the extent of depreciable amount on Straight Line Method over the useful life of the assets and in the manner prescribed in schedule II to the Companies Act, 2013 except in respect of following Fixed Assets where the assessed useful life is different than that prescribed in Schedule II.

The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Sr.	Asset	Economic Useful Life (Years)
1	Buildings (including land for which no separate valuation is available)	58
2	Leasehold land	58
3	Plant and Equipment	3 to 10
4	Furniture and Fixtures	5
5	Test and Repair Equipment	5
6	Vehicles	5

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of Profit and Loss when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

5. Investment properties :

On transition to Ind AS, the Company has opted to continue with the previous GAAP carrying values as deemed cost for investment properties.

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

The Company, based on assessment made by technical expert and management estimate, depreciates the building over estimated useful life of 58 years which is different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that this estimated useful life is realistic and reflects fair approximation of the period over which the asset is likely to be used.

Though the Company measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of Profit and Loss when the asset is derecognised.

6. Intangible assets :

On transition to Ind AS, the Company has opted to continue with the previous GAAP carrying values as deemed cost for all items of Intangible assets.

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

The useful lives of intangible assets are assessed as either finite or indefinite. There are no intangible assets assessed with indefinite useful life.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of Profit and Loss when the asset is derecognised

The Company amortises intangible assets using the straight line method based on useful lives as prescribed in Schedule II.

7. Inventories :

a. Inventories including Work–in–process and stores and spares are valued at the lower of cost and net realizable value.

b. Inventory of Consumables is valued at cost

c. Cost of inventories is generally ascertained on first in first out basis.

Cost includes cost of purchase and other costs incurred in bringing inventories to their present location and condition. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

8. Impairment of Non–Financial Assets :

At each balance sheet date, the Company assesses whether there is any indication that any property, plant and equipment and intangible asset may be impaired and if any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

For the purpose of impairment testing, the recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre–tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the Statement of profit and loss. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

9. Foreign currencies :

The Company's financial statements are presented in ₹ which is also its functional currency.

Transactions and balances

Transactions in foreign currencies are initially recorded at the exchange rate prevailing on the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit and Loss.

Non–monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

10. Employee Benefits :

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by the employees are recognised as an expense during the year when the employees render the services.

Post–Employment Benefits

Defined Contribution Plan

A defined contribution plan is a post–employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Pension Scheme. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefit Plan

The liability in respect of defined benefit plans and other post–employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employee's services.

Re–measurement of defined benefit plans in respect of post–employment and other long term benefits are charged to the other Comprehensive Income.

11. Financial instruments :

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A. Financial assets

(i) Initial recognition and measurement

All financial assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at fair value through profit or loss are adjusted to the fair value on initial recognition. Purchase and sale of financial asset is recognised using trade date accounting i.e. the date that the Company commits to purchase or sell the asset.

(ii) Subsequent measurement

(a) Financial Assets carried at amortised cost (AC)

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect the contractual cash flows and the contractual terms of the financial asset give rise on the specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category applies to Trade and other receivables, Security deposits, Other advance, Loan and advances to related parties, Unbilled Income, Interest Receivable etc.

(b) Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)

A financial asset is subsequently measured at Fair Value through other Comprehensive Income, if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company does not have any financial assets which are fair valued through Other Comprehensive Income (FVTOCI).

(c) Financial Assets at Fair Value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or los(iii)

(iii) Equity investments

All equity investments other than investment in Subsidiaries and Associates are measured at fair value, with value changes recognised in Statement of Profit and loss except for those equity investments for which the Company has elected to present the value changes in 'other comprehensive income'

The Company does not have any equity investments which are fair value through Other Comprehensive Income (FVTOCI)

The Company makes such election on an instrument–by–instrument basis. The classification is made on initial recognition and is irrevocable.

(iv) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised when:

The rights to receive cash flows from the asset have expired, or

The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass–through' arrangement and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

(v) Impairment of financial assets

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

Financial assets at amortised cost

Financial assets measured at fair value through Profit or Loss Account

The Company follows simplified approach for recognition of impairment loss allowance. The application of simplified approach does not require the Company to track changes in credit risks. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition.

The Company uses historical cost experience to determine the impairment loss allowance on the portfolio of trade receivables. At every reporting date, the historically observed default rates are updated and changes in the forward looking estimates are analysed.

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

B. Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

(ii) Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

(a) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on financial liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk is recognized in OCI. These gains/ losses are not subsequently transferred to Profit and Loss . However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit and loss.

The Company has not designated any financial liability as at fair value through profit or loss.

(b) Loans and borrowings

After initial recognition, interest–bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognized.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

(c) Financial guarantee contracts

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amortisation.

(iii) Derecognition

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

(iv) Embedded derivatives

An embedded derivative is a component of a hybrid (combined) contract that also includes a non–derivative host contract – with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand–alone derivative. An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided in the case of a non–financial variable that the variable is not specific to a party to the contract. Reassessment only occurs if there is either a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required or a reclassification of a financial asset out of the fair value through profit or loss.

If the hybrid contract contains a host that is a financial asset within the scope of Ind AS 109, the Company does not separate embedded derivatives. Rather, it applies the classification requirements contained in Ind AS 109 to the entire hybrid contract. Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value though profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in profit or loss, unless designated as effective hedging instruments.

(v) Reclassification of financial assets

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 changes 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 period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

C. Offsetting of financial instruments

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

12. Provision for Current and Deferred Tax :

a. Current Tax: Provision is made for income tax, under the tax payable method, based on the liability as computed after taking credit for allowances, exemptions, and MAT credit entitlement for the year. Adjustments in books are made only after the completion of the assessment. In case of matters under appeal, due to disallowances or otherwise, full provision is made when the Company accepts the said liabilities.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate. The Company offsets current tax assets and current tax liabilities and presents the same on net basis, if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities.

b. Deferred tax: Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the balance sheet and the corresponding tax bases used in the computation of taxable profit and thereafter a deferred tax asset or deferred tax liability is recorded for temporary differences, namely the differences that originate in one accounting period and reverse in another. Deferred tax is measured based on the tax rates and tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax asset is recognized only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized. Carrying value of deferred tax asset is adjusted for its appropriateness at each balance sheet date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

The Company offsets and the deferred tax assets and deferred tax liabilities and presents the same on net basis, if the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

c. Credit of MAT 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 period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT credit entitlement. 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 the Company will pay normal income tax during the specified period.

13. Segment Reporting :

The Company is engaged only in business of providing "Network Services" and as such there are no separate reportable segments.

14. Provisions, Contingent Liabilities and Contingent Assets :

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the statement of profit and loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non–occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to the Financial Statements.

Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

15. Borrowing Cost :

a. Borrowing costs, less any income on the temporary investment out of those borrowings, that are directly attributable to acquisition of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as a part of the cost of that asset.

   Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. 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. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

b. Other borrowing costs are recognized as expense in the period in which they are incurred.

16. Leases :

Company as a lessee :

The Company has adopted Ind AS 116 on leases beginning April 1, 2019, using the modified retrospective approach. The standard has been applied to the lease contracts as at April 1, 2019.

The Company's lease asset classes primarily consist of leases for Buildings. The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

(i) the contract involves the use of an identified asset

(ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and

(iii) the Company has the right to direct the use of the asset.

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

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

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The remeasurement normally also adjusts the leased assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

Company as a lessor :

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

17. Convertible preference shares :

Convertible preference shares are separated into liability and equity components based on the terms of the contract.

On issuance of the convertible preference shares, the fair value of the liability component is determined using a market rate for an equivalent non–convertible instrument. This amount is classified as a financial liability measured at amortised cost (net of transaction costs) until it is extinguished on conversion or redemption.

The remainder of the proceeds is allocated to the conversion option that is recognised and included in equity since conversion option meets Ind AS 32 criteria for fixed to fixed classification. Transaction costs are deducted from equity, net of associated income tax. The carrying amount of the conversion option is not remeasured in subsequent years.

Transaction costs are apportioned between the liability and equity components of the convertible preference shares based on the allocation of proceeds to the liability and equity components when the instruments are initially recognised.

18. Cash and Cash equivalents :

Cash and cash equivalents comprise cash at bank and in hand, cheques in hand and deposits with banks having maturity period less than three months from the date of acquisition, which are subject to an insignificant risk of changes in value

For the purpose of statement of cash flows, cash and cash equivalents consist of cash and short–term deposits as defined above net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management policy.

19. Earnings per share :

The earnings considered in ascertaining the Company's Earnings Per Share (EPS) is the net profit/ (loss) after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the period/year. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity shares unless the effect of the potential dilutive equity shares is anti–dilutive.

20. Non–current assets held for sale / discontinued operations / Liabilities directly associated with assets classified as held for sale :

The Company classifies non–current assets as held for sale/ discontinued operations if their carrying amounts will be recovered principally through a sale rather than through continuing use. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale expected within one year from the date of classification.

For these purposes, sale transactions include exchanges of non–current assets for other non–current assets when the exchange has commercial substance. The criteria for held for sale classification is regarded met only when the assets are available for immediate sale in its present condition, subject only to terms that are usual and customary for sales of such assets, its sale is highly probable; and it will genuinely be sold, not abandoned. The Company treats sale of the asset to be highly probable when:

- The appropriate level of management is committed to a plan to sell the asset,
- An active programme to locate a buyer and complete the plan has been initiated (if applicable),
- The asset is being actively marketed for sale at a price that is reasonable in relation to its current fair value,
- The sale is expected to qualify for recognition as a completed sale within one year from the date of classification , and
- Actions required to complete the plan indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Non–current assets held for sale are measured at the lower of their carrying amount and the fair value less costs to sell. Assets and liabilities classified as held for sale are presented separately in the balance sheet.

Property, plant and equipment and intangible assets once classified as held for sale to owners are not depreciated or amortised.

A discontinued operation is a component of an entity that either has been disposed of, or is classified as held for sale, and:

- Represents a separate major line of business or geographical area of operations,
- Is part of a single co–ordinated plan to dispose of a separate major line of business or geographical area of operations

Or

- Is a subsidiary acquired exclusively with a view to resale

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss after tax from discontinued operations in the statement of profit and loss.

21. Recent Accounting Developments :

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2021

3. PROPERTY, PLANT AND EQUIPMENT

₹ Crores

	Leasehold Buildings	Plant & machinery	Furniture & fixtures	Office equipments	Computers	Networking Assets	Test and Repair Equipments	Vehicles	Right to use – Lease Asset	Total of Property, plant and equipment	Capital work in progress
Cost											
At 31 Mar 2019	**77.96**	**111.22**	**4.10**	**3.38**	**1.18**	**37.39**	**5.81**	**1.26**	**NIL**	**242.30**	**NIL**
Additions	NIL	NIL	0.73	0.09	0.01	0.01	NIL	0.29	3.47	4.60	NIL
Disposals	NIL	NIL	NIL	NIL	NIL	(0.23)	NIL	(0.10)	NIL	(0.33)	NIL
At 31 Mar 2020	77.96	111.22	4.83	3.47	1.19	37.17	5.81	1.45	3.47	246.57	NIL
Additions / Adjustment	1.27	0.08	0.86	0.85	0.05	0.02	NIL	NIL	NIL	3.13	NIL
Disposals / Adjustment	NIL	(0.36)	(1.27)	(0.01)	NIL	NIL	(0.11)	NIL	NIL	(1.75)	NIL
At 31 Mar 2021	**79.23**	**110.94**	**4.42**	**4.31**	**1.24**	**37.19**	**5.70**	**1.45**	**3.47**	**247.95**	**NIL**
Depreciation and impairment											
At 31 Mar 2019	**7.16**	**111.05**	**2.45**	**2.01**	**1.16**	**36.98**	**5.59**	**0.77**	**NIL**	**167.17**	**NIL**
Additions	1.78	0.15	0.65	0.13	0.01	0.16	0.03	0.24	1.27	4.42	NIL
Disposals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
At 31 Mar 2020	8.94	111.20	3.10	2.14	1.17	37.14	5.62	1.01	1.27	171.59	NIL
Depreciation charge for the year	2.35	0.06	0.49	0.15	0.03	0.04	0.02	0.19	1.27	4.60	NIL
Disposals / Adjustment	0.25	(0.33)	(0.25)	(0.01)	NIL	NIL	(0.10)	NIL	NIL	(0.44)	NIL
At 31 Mar 2021	**11.54**	**110.93**	**3.34**	**2.28**	**1.20**	**37.18**	**5.54**	**1.20**	**2.54**	**175.75**	**NIL**
Net Book Value											
At 31 Mar 2021	**67.69**	**0.01**	**1.08**	**2.03**	**0.04**	**0.01**	**0.16**	**0.25**	**0.93**	**72.20**	**NIL**
At 31 Mar 2020	**69.02**	**0.02**	**1.73**	**1.33**	**0.02**	**0.03**	**0.19**	**0.44**	**2.20**	**74.98**	**NIL**

3.1 Deemed cost of leasehold building includes subscription towards share capital of co–operative societies amounting to ₹ 2,750/– (Previous Year ₹ 2,750/–)

3.2 For lien and charge on the above assets refer note no 25.1

3.3 In accordance with the Indian Accounting Standard (Ind AS 36) on “Impairment of Assets” the Management is required to carry out an exercise of identifying assets that may have been impaired.

However, in the opinion of the management, the fixed assets of the company mainly comprise of leasehold land and buildings and not cash generating units as stated in the said accounting standard and there is no impairment of any of the fixed assets.

4. INVESTMENT PROPERTY

₹ Crores

	Freehold land	Leasehold land	Total
Cost			
Opening Balance At 1 Apr 2019	**0.23**	**3.05**	**3.28**
Additions	Nil	Nil	Nil
Disposals	Nil	Nil	Nil
Closing Balance At 31 Mar 2020	0.23	3.05	3.28
Additions	Nil	Nil	Nil
Disposals	Nil	Nil	Nil
Closing Balance At 31 Mar 2021	**0.23**	**3.05**	**3.28**
Depreciation and impairment			
Opening Balance At 1 Apr 2019	**Nil**	**0.20**	**0.20**
Additions	Nil	0.07	0.07
Disposals	Nil	Nil	Nil
Closing Balance At 31 Mar 2020	Nil	0.27	0.27
Depreciation charge for the year	Nil	0.05	0.05
Disposals	Nil	Nil	Nil
Closing Balance At 31 Mar 2021	**Nil**	**0.32**	**0.32**
Net Block			
At 31 Mar 2021	**0.23**	**2.73**	**2.96**
At 31 Mar 2020	**0.23**	**2.78**	**3.01**

4.1 Information regarding income and expenditure of investment property

₹ Crores

Particulars	31-Mar-21	31-Mar-20
Rental income derived from investment properties	**Nil**	Nil
Direct operating expenses (including repairs and maintenance) generating rental income	**Nil**	Nil
Direct operating expenses (including repairs and maintenance) that did not generate rental income	**(0.13)**	(0.14)
Loss arising from investment properties before depreciation and indirect expenses	**(0.13)**	(0.14)
Less: Depreciation	**(0.05)**	(0.07)
Loss arising from investment properties before indirect expenses	**(0.18)**	(0.21)

4.2 For lien and charge on the above assets refer note no 25.1

4.3 Reconciliation of fair value

₹ Crores

Particulars	Amount
Fair value as at 31 March, 2019	42.53
Fair value difference	Nil
Purchases	Nil
Fair value as at 31 March, 2020	**42.53**
Fair value difference	Nil
Purchases	Nil
Fair value as at 31 March, 2021	**42.53**

Estimation of Fair Value

4.3.1 The company's investment properties consist of land parcels in the state of Gujarat and Maharashtra

4.3.2 The fair value of the Company's investment properties as at 31st March, 2017 was arrived at on the basis of a valuation carried out by independent registered valuers not related to the Company. The Company has adopted policy of revaluing investment property generally every three years unless there are any significant changes in the circumstances requiring earlier revaluation. However, on account of current pandemic situation the Company has continued with the same valuation for the year ended 31st March, 2021.

5. INTANGIBLE ASSETS

₹ Crores

Particulars	Networking Software	Other than Networking Software	Total
Deemed Cost (Refer Note No 5.1)			
At 31 Mar 2019	**1.18**	**Nil**	**1.18**
Additions	0.01	Nil	0.01
Disposals	Nil	Nil	Nil
At 31 Mar 2020	**1.19**	**NIL**	**1.19**
Additions	Nil	Nil	Nil
Disposals	Nil	Nil	Nil
At 31 Mar 2021	**1.19**	**NIL**	**1.19**
Amortization and impairment			
At 31 Mar 2019	**0.43**	**Nil**	**0.43**
Amortisation	0.03	Nil	0.03
Disposals	Nil	Nil	Nil
At 31 Mar 2020	**0.46**	**NIL**	**0.46**
Amortisation	0.00	NIL	0.00
Disposals	Nil	Nil	Nil
At 31 Mar 2021	**0.46**	**NIL**	**0.46**
Net Book Value			
At 31 Mar 2021	**0.73**	**NIL**	**0.73**
At 31 Mar 2020	**0.73**	**NIL**	**0.73**

5.1 For lien and charge on the above assets refer note no 25.1

6. Investments (Non Current)

Particulars	**31 March 2021**		31 March 2020	
	Numbers	**₹ Crores**	Numbers	₹ Crores
Investments – Trade (fully paid)				
Quoted				
Equity Shares				
GTL Infrastructure Limited (Face Value of ₹10/– each) (Refer Note 6.2)	**2,04,65,05,865**	**2,229.03**	2,04,65,05,865	2,229.03
Less : Provision for impairment loss		**(2,177.87)**		(2,177.87)
Total of Quoted Investments in Equity Shares – Trade		**51.16**		51.16

Particulars	31 March 2021		31 March 2020	
	Numbers	**₹ Crores**	Numbers	₹ Crores
Unquoted				
Equity Shares of :				
Associates				
Global Rural Netco Ltd.	**NIL**	**NIL**	7,50,00,000	75.00
(Face Value of ₹10/– each) – (Refer Note 6.3)				
Less : Provision for Impairment loss		**NIL**		(75.00)
		NIL		NIL
Others				
Ada Cellworks Wireless Engineering Pvt. Ltd.	**NIL**	**NIL**	90,000	13.46
(Face Value of ₹10/– each) (Refer note 6.2)				
Less : Provision for Impairment loss		**NIL**		(13.46)
		NIL		NIL
European Projects and Aviation Ltd.	**NIL**	**NIL**	1,23,50,000	NIL
(Face Value of ₹ 10/– each) (Refer note 6.2)				
		NIL		NIL
GTL International Ltd	**30,00,000**	**11.96**	30,00,000	11.96
(Face Value of US $ 1/– each) (Refer note 6.4)				
Less : Provision for Impairment loss		**(11.96)**		(11.96)
		NIL		NIL
Total of Un–quoted Investments in Equity Shares – Trade		**NIL**		NIL
Investments in:				
Preference Shares of				
Associates				
6% Cumulative Redeemable Preference Shares of Global Rural Netco Ltd. (Refer Note 6.3)	**NIL**	**NIL**	2,00,00,000	200.00
Less : Provision for Impairment loss		**NIL**		(200.00)
Sub Total of Preference share of Associates		**NIL**		NIL
Others				
0.1% Cumulative Preference Shares of Global Proserv Ltd	**NIL**	**NIL**	1,30,00,000	100.24
(Face Value of ₹ 100/– each) (Refer note 6.2)				
Less : Provision for Impairment loss		**NIL**		(100.24)
		NIL		NIL
0.1% 12 Years Redeemable Preference Shares of European Projects and Aviation Limited (Face Value of ₹ 10/– each) (Refer note 6.2)	**1,30,00,000**	**15.04**	1,30,00,000	15.04
0.02% 13 Years Redeemable Preference Shares of European Projects and Aviation Limited (Face Value of ₹ 10/– each)	**5,02,50,000**	**19.11**	5,02,50,000	19.11
0.1% 13 Years Redeemable Preference Shares of European Projects and Aviation Limited (Face Value of ₹10/– each)	**4,42,46,900**	**77.50**	4,42,46,900	77.50
Total		**111.65**		111.65
Less : Provision for Impairment loss		**(111.65)**		(111.65)
		NIL		NIL
3.5% Preference Shares of GTL International Ltd.	**50,00,000**	**36.00**	50,00,000	37.52
(Face Value of US$ 1/– each) (refer note 6.4)				
Less : Provision for Impairment loss		**(36.00)**		(37.52)
		NIL		NIL
Total of Un–quoted Investments in Preference Shares – Others		**NIL**		NIL
Total of Un–quoted Investments in Preference Shares		**NIL**		NIL

Particulars	31 March 2021		31 March 2020	
	Numbers	₹ Crores	Numbers	₹ Crores
Trade				
Debenture of :				
Associates				
11% Fully Convertible Debenture Series – A Global Rural Netco Ltd. (Face Value of ₹ 100/– each) (Refer Note 6.3)	**NIL**	**NIL**	1,50,00,000	150.00
Less : Provision for Impairment loss		**NIL**		(150.00)
Total of Un–quoted Investments in Debentures – Trade		**NIL**		NIL
Total of Un–quoted Investments – Trade		**NIL**		NIL
Total Investments		**51.16**		51.16
Aggregate amount of quoted investments		**2,229.03**		2,229.03
Aggregate market value of quoted investments		**51.16**		51.16
Aggregate Amount of unquoted investments		**111.65**		927.00
Aggregate amount of impairment in value of investments		**2,289.52**		3,220.42

6.1 The Company has measured all its investments, except its investments in subsidiaries and associates, at fair value and the gain / loss on fair valuation has been accounted through Profit and Loss Account. Investments in subsidiaries and associates are measured at historical cost less impairment.

6.2 Pending appropriation of pledged shares invoked by lenders, the said shares held by the company, are continued to be classified as long term investments. The Company does not and will not recognize the gain / loss in the market value of such investments as it is not the beneficial owner of them.

6.3 The National Company Law Tribunal, Court III, Mumbai Bench vide its order dt. March 02,2021 liquidated Gobal Rural Netco Ltd (GRNL), an Associate of the Company. As a consequence, the Company has written off invetsments in Equity Shares, Preference Shares and Debentures in GRNL to the tune of Rs. 425 crores, against which provision was made of the said amount.

6.4 Consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Ltd (GTIL), the Registrar of Companies, Bermuda, has dissolved GTIL w.e.f 17.12.2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

7. LOANS (NON CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Unsecured, Considered good		
Security Deposits		
Deposits with body corporates and others	**2.68**	6.46
Deposits with government authorities	**0.53**	0.53
Less : Provision for doubtful deposits	**(2.52)**	(6.28)
Total	**0.69**	0.71

8. OTHERS (NON–CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Unsecured, considered doubtful		
Advance to suppliers	**NIL**	759.05
Allowance for credit losses	**NIL**	(759.05)
	NIL	NIL
Other advances	**NIL**	192.79
Allowances for credit losses	**NIL**	(192.79)
	NIL	NIL
Total	**NIL**	NIL

8.1 During the year the Company has written off amounts due from its suppliers and other advances for which impairment provision was already made.

9. OTHER NON–CURRENT ASSETS

₹ Crores

Particulars	31 March 2021	31 March 2020
Capital advances	**NIL**	0.07
Less: Allowance for credit losses	**NIL**	(0.07)
Total	**NIL**	NIL

9.1 During the year the Company has written off amounts due from its suppliers and other advances for which impairment provision was already made.

10. INVENTORIES

₹ Crores

Particulars	31 March 2021	31 March 2020
Stock–in–trade held for trading	**NIL**	NIL
Consumables	**NIL**	NIL
Total	**NIL**	NIL

10.1 For basis of valuation – Refer Point No. 8 of Note No. 2 "Significant Accounting Policies"

11. TRADE RECEIVABLES

₹ Crores

Particulars	31 March 2021	31 March 2020
Trade receivables Unsecured,		
Considered good	**0.09**	0.01
Doubtful	**103.16**	277.50
Less : Allowance for doubtful debts	**(103.16)**	(277.50)
Total	**0.09**	0.01
Trade receivables (Net of allowance for credit losses)		
Subsidiaries	**NIL**	NIL
Associates	**NIL**	NIL
Others	**0.09**	0.01
Total	**0.09**	0.01

11.1 During the year the Company has written off amounts due from some of its doubtful receivables for which impairment provision was already made.

12. CASH AND CASH EQUIVALENTS

₹ Crores

Particulars	31 March 2021	31 March 2020
Balances with banks		
In current accounts	**2.43**	2.57
Cheques, drafts on hand	**NIL**	1.20
Cash on hand	**0.02**	0.02
	2.45	3.79

13. BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

₹ Crores

Particulars	31 March 2021	31 March 2020
Margin money with banks against guarantees*	**1.50**	2.84
Earmarked Bank Balance	**3.94**	80.66
Earmarked bank balances towards unclaimed dividend	**0.20**	0.20
	5.64	83.70

* Includes ₹0.33 Crores (as at 31 March. 2020 ₹0.35 Crores) having maturity after 12 months

14. LOANS (CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Unsecured		
Loan to Employees	**0.03**	0.04
Deposits with body corporates and others		
considered good	**0.10**	0.75
considered doubtful	**0.07**	0.99
Less : Allowance for credit losses on deposits	**(0.07)**	(0.99)
	0.10	0.75
Total	**0.13**	0.79

15. OTHERS (CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Advance to Suppliers (Refer Note 15.1)	**NIL**	191.00
Interest receivable (Refer note 15.1)	**NIL**	45.91
Interest receivable on term deposit	**0.01**	0.32
Other Advances	**6.95**	9.39
Receivable towards reimbursible of cost / expenses	**8.04**	11.96
Unbilled Revenue	**2.49**	5.58
Total	**17.49**	264.16
Allowance for credit losses		
Advance to Suppliers	**NIL**	(191.00)
Interest receivable	**NIL**	(45.91)
Other Advances	**(5.34)**	(6.80)
Receivable towards reimbursible of cost / expenses	**(7.75)**	(11.83)
	(13.09)	(255.54)
Total	**4.40**	8.62

15.1 During the year the Company has written off amounts due from suppliers and interest receivable for which impairment provision was already made.

16. CURRENT TAX ASSETS (NET)

₹ Crores

Particulars	31 March 2021	31 March 2020
Advance Income Tax & Tax deducted at source (Net of provision)	**27.00**	22.87
Total	**27.00**	22.87

17 OTHER CURRENT ASSETS

₹ Crores

Particulars	31 March 2021	31 March 2020
Prepaid Expenses	**0.46**	0.51
Input Tax Recoverable	**28.64**	12.04
Advance to Suppliers	**1.59**	7.44
Less: Allowance for credit losses	**(0.84)**	(5.73)
	0.75	1.71
Advances to employees	**0.03**	0.10
Less: Allowance for credit losses	**NIL**	(0.06)
	0.03	0.04
Total	**29.88**	14.30

18. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

₹ Crores

	31 March 2021	31 March 2020
Assets held for Sale (Refer note 18.1)		
Unquoted Equity Shares of Subsidiary		
International Global Tele–Systems Ltd. (Face Value of US $ 1/– each)	**9.59**	9.59
Investments (at fair value) in Preference Shares of Subsidiary		
3.5% Preference Shares of International Global Tele–Systems Ltd. (Face Value of US$ 1/– each)	**496.80**	517.85
	506.39	527.44
Discontinued Operations		
Claims receivables – Distribution Franchisee (net) (Refer note 18.2)	**43.83**	43.83
Total	**550.22**	571.27
Less:		
Provision for Impairment losses – Investments in subsidiary	**(506.39)**	(527.44)
Allowance for credit losses on claims receivables – Distribution Franchisee	**(43.83)**	(43.83)
	(550.22)	(571.27)
Total	**NIL**	NIL

18.1 The assets and liabilities of International Global Tele–Systems Limited, are continued to be treated as “Assets held for sale and Discontinued Operation” in terms of Ind AS 105. Consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Ltd (GTIL), the Registrar of Companies, Bermuda, has dissolved GTIL w.e.f 17.12.2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

18.2 During the financial year 2014–15, the Distribution Franchisee (DF) agreement between the Company and MSEDCL got terminated. With regards to the Distribution Franchisee activity, the reconciliation and settlement of several claims of the Company and MSEDCL are under process. The liabilities of the Power Distribution Franchisee of ₹ 210.76 Crores is adjustable against receivable of ₹ 254.59 crores from them and accordingly has been presented net. The Company has tested the amount receivable from MSEDCL for expected credit loss and accordingly ₹ 43.83 crores has been provided for during the financial year 2016–17.

19. SHARE CAPITAL

Authorised Share Capital

Particulars	Equity shares		Preference shares	
	Nos	₹ Crores	Nos	₹ Crores
At 31 March 2020	29,00,00,000	290.00	81,00,00,000	810.00
Increase / (decrease) during the year	NIL	NIL	NIL	NIL
At 31 March 2021	**29,00,00,000**	**290.00**	**81,00,00,000**	**810.00**

19.1 Terms/ rights attached to equity shares

The Company has only one class of equity shares having a face value of ₹ 10/– per share. Each holder of equity share is entitled to one vote on show of hands and in case of poll, one vote per equity share. A member shall not have any right to vote whilst any call or other sum shall be due and payable to the Company in respect of any of the equity shares of such member. All equity shares of the Company rank *pari–passu* in all respects including the right to dividend.

In the event of winding–up of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, if any, after distribution of all preferential amounts in proportion to the number of shares held at the time of commencement of winding–up.

The equity shareholders have all other rights as available to equity shareholders as per the provisions of Companies Act, 2013, read together with the Memorandum and Articles of Association of the Company.

19.2 Terms, Rights, Preferences and restrictions attached to 0.01% – Non Participating Optionally Convertible Cumulative Preference Shares (OCPS):

The Company has only one class of preference shares, having face value of ₹10/– per share allotted to GTL Infrastructure Limited (GIL). In terms of the issue, GIL had right to convert OCPS into equity shares from the expiry of 6 months from the date of allotment till 18 months of the date of allotment. However, GIL has opted for non–conversion of OCPS into equity shares.

The OCPS carry a dividend of 0.01 % per annum, payable on a cumulative basis on the date of conversion / redemption as the case may be. Any declaration and payment of dividend shall at all times be subject to the availability of Profits and the terms of the restructuring of the debts under the Corporate Debt Restructure (CDR) Mechanism, unless otherwise agreed by the CDR Lenders. Further, in the event of inability of the Company to declare / pay dividend due to non–availability of Profits / pursuant to the terms of restructuring, the dividend may be waived by GIL.

After the expiry of a period of 6 months from the Allotment Date, the OCPS may at the Option of the Company be redeemed at any time prior to the expiry of 20 years from the date of the allotment, in part or in full, after providing a prior written notice of 30 days to GIL. As agreed by the OCPS holder, the original term providing Yield to Maturity of 8% by way of redemption premium has been repealed by the Board.

Other than as permitted under applicable laws, GIL will not have a right to vote at the Company's General Meetings.

In the event of winding–up of the Company, the OCPS holder/s will be entitled to receive in proportion to the number of shares held at the time of commencement of winding–up, any of the remaining assets of the Company, if any, after distribution to all secured creditors and their right to receive monies out of the remaining assets of the Company shall be reckoned *pari–passu* with other unsecured creditors, however, in priority to the equity shareholders. The OCPS holder/s shall have such rights as per the provisions of Companies Act, 2013, read together with Memorandum of Association of the Company.

The OCPS holder/s shall have all other rights as avaialble as per the provisions of Companies Act, 2013, read together with Memorandum and Articles of Association of the Company.

19.3. a Issued equity capital

Equity shares of ₹ 10 each issued, subscribed and fully paid	No.	₹ Crores
At 31 March 2020	**15,72,96,781**	157.30
Changes during the year	NIL	NIL
At 31 March 2021	**15,72,96,781**	157.30

19.3. b Issued preference capital

Preference shares of ₹ 10 each issued, subscribed and fully paid	No.	₹ Crores
At 31 March 2020	65,00,00,000	650.00
Changes during the year	NIL	NIL
At 31 March 2021	**65,00,00,000**	**650.00**

19.4 Details of shareholders holding more than 5% shares in the company

Name of the shareholder	As at 31 March 2021		As at 31 March 2020	
	No. in Crores	% holding in the class	No. in Crores	% holding in the class
Equity Shares				
Global Holding Corporation Private Limited (One of the Promoters and the Company's associate)	**5.10**	**32.41**	5.10	32.41
IDBI Trusteeship Services Limited	**1.86**	**11.82**	1.86	11.82
Preference Shares				
GTL Infrastructure Limited	**65.00**	**100.00**	65.00	100.00

20. OTHER EQUITY

Other Equity includes:

₹ Crores

Particulars	31 March 2021	31 March 2020
Equity component of compound financial instrument	**570.92**	570.92
Capital Reserve (Refer Note 49)	**–**	–
Capital Redemption Reserve	**8.63**	8.63
Securities Premium Account	**448.18**	448.18
Debenture Redemption Reserve	**191.16**	191.16
General Reserve	**510.76**	510.76
Balance in Statement of Profit and Loss		
Opening balance	**(8,674.57)**	(8,443.71)
Total comprehensive income	**67.05**	(230.86)
Closing balance	**(8,607.52)**	(8,674.57)
	(6,877.87)	(6,944.91)

Capital Reserve: This reserve represents the fractional coupon amounts upon conversion of FCCB into equity shares.

Capital Redemption Reserve: This reserve is created under Section 69 of the Companies Act, 2013 by transferring an amount equal to the nominal value of shares bought back by the Company. This is permitted to be used for issuing fully paid bonus shares.

Securities Premium Account: Premium collected on issue of securities is accumulated as part of securities premium. Utilisation of such premium is restricted by the Companies Act, 2013.

Debenture Redemption Reserve : Additional Debenture Redumtion Reserve is not created as the said requirement has been dispensed with in terms of the amendment to Companies (Share Capital and Debentures) Rule 2014.

General Reserve: General Reserve forms part of the retained earnings and is permitted to be distributed to shareholders as dividend.

Balance in Statement of Profit and Loss: This represents profits remaining after all appropriations. This is a free reserve and can be used for distribution as dividend.

21. BORROWINGS

₹ Crores

Particulars	31 March 2021	31 March 2020
Non–current borrowings		
Non–current interest bearing loans and borrowings:		
Unsecured loans		
Liability component of compound financial instrument		
0.01% Non–Participating Optionally Convertible Cumulative Preference Shares (OCPS) of ₹10/– each fully paid – up	**193.68**	174.33
Total unsecured loans	**193.68**	174.33

21.1 Liability component of compound financial instrument i.e 0.01% Non–Participating Optionally Convertible Cumulative Preference Shares (OCPS) is determined considering effective interest rate.

21.2 Refer note 19.2 for Terms, Rights, Preferences, redemption details and restrictions attached to 0.01% – Non Participating Optionally Convertible Cumulative Preference Shares (OCPS)

22. OTHER FINANCIAL LIABILITIES

₹ Crores

Particulars	31 March 2021	31 March 2020
Obligation to make lease payments	**0.77**	2.34
	0.77	2.34

Refer Note No. 39 A

23. PROVISIONS

₹ Crores

Particulars	31 March 2021	31 March 2020
Provision for Employee Benefits		
Gratuity	**NIL**	NIL
Leave Encashment	**1.14**	1.28
	1.14	1.28

24. TRADE PAYABLES

₹ Crores

Particulars	31 March 2021	31 March 2020
Total outstanding dues to micro and small enterprises (Refer Note 24.3)	**1.30**	1.30
Total outstanding dues to other than micro and small enterprises	**9.77**	19.81
Total outstanding dues to related parties (refer note 24.1)	**NIL**	NIL
	11.07	21.11

24.1. Details of total outstanding to related parties

₹ Crores

Particulars	31 March 2021	31 March 2020
Subsidiaries	**NIL**	NIL
Associates	**NIL**	NIL
	NIL	NIL

24.2 The Company has sought the balance confirmations from the trade payables and has received such confirmations from some Vendors. In respect of remaining Vendors, balances are subject to confirmation and appropriate adjustment, if necessary, will be considered in the year of reconciliation.

24.3 Disclosure in accordance with Micro, Small and Medium Enterprises Development (MSMED) Act, 2006. The information required to be disclosed has been furnished to the extent parties have been identified as Micro, Small and Medium Enterprises on the basis of information available in this regard with the Company.

₹ Crores

Particulars	31 March 2021	31 March 2020
Principal amount remaining unpaid	**1.30**	1.30
Interest due thereon	**5.00**	4.24
The amount of interest paid in terms of section 16, along with the amounts of the payment made beyond the appointed day during accounting year	**NIL**	NIL
The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid);	**NIL**	NIL
The amount of interest accrued and remaining unpaid at the end of accounting year	**5.00**	4.24
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under Section 23.	**1.73**	1.52

25. OTHER FINANCIAL LIABILITIES

₹ Crores

Particulars	31 March 2021	31 March 2020
Secured		
Payable to CDR lenders (Refer Note 25.1 and 25.2)	**2,611.40**	2,751.02
Unsecured		
Payable to External Commercial Borrowings (ECB) lenders (Refer Note 25.3)	**681.22**	697.20
Payable to Holders of Rated Redeemable Unsecured Rupee Non–Convertible Debentures (NCD)	**1,589.28**	1,590.16
Interest accrued and due on borrowings (Refer Note 25.3)	**1,485.47**	1,489.33
Interest accrued and due on Others	**5.00**	4.24
Liability towards guarantee obligation	**NIL**	39.82
Unclaimed Dividend	**0.20**	0.20
Capex Creditors	**0.25**	0.25
Accrued expenses	**213.62**	183.51
Security Deposit Received	**2.25**	2.25
Salary and Employee benefits payable	**23.02**	24.50
Expense Creditors	**4.50**	4.60
Others	**0.78**	0.78
	6,616.99	6,787.86

25.1 Nature of security:

I) Security created in favor of CDR Lenders :

a) A first charge and mortgage on all immovable properties, present and future;

b) A first charge by way of hypothecation over all movable assets, present and future;

c) A first charge on the Trust and Retention Account and other reserves and any other bank accounts wherever maintained, present & future;

d) A first charge, by way of assignment or creation of charge, over:

i. all the rights, title, interest, benefits, claims and demands whatsoever in the Project Documents duly acknowledged and consented to by the relevant counter–parties to such Project Documents, all as amended, varied or supplemented from time to time;

ii. all the rights, title, interest, benefits, claims and demands, whatsoever, in the Clearances

iii. all the rights, title, interest, benefits, claims and demands, whatsoever, in any letter of credit, guarantee, performance bond provided by any party to the Project Documents;

iv. all the rights, title, interest, benefits, claims and demands, whatsoever, in Insurance Contracts / proceeds under Insurance Contracts;

e) Pledge of all investments of the Company, except investment in Global Rural Netco Ltd (GRNL) which will be pledged on fulfillment of financial covenant agreed with the lenders of GRNL;

f) Mr. Manoj G. Tirodkar, one of the promoters of the Company, has extended a personal guarantee. The guarantee is limited to an amount of ₹ 394.28 Crores; and

g) Mr. Manoj G. Tirodkar and Global Holding Corporation Private Limited (GHC), promoters of the Company, have executed sponsor support agreement to meet any shortfall or expected shortfall in the cash flows towards the debt servicing obligations of the Company. As far as Mr. Manoj Tirodkar is concerned any liability arising from this Sponsor Support Agreement along with any other Agreement including Personal Guarantee shall be always capped at ₹ 394.28 crore

h) The pledge referred in (e) above has been invoked by the Lenders on 28th March, 2019.

II) Security offered to CDR Lender's pending creation of charge:

a) The Company's one of the promoters namely GHC along with its step down subsidiaries has to extend corporate guarantee; and

b) GHC has to pledge its holding in the Company that is currently pledged by GHC in favor of its lenders, as and when released, either in full or part.

III) Prior to the restructuring of the Company's debts under CDR Mechanism, the Company created security on certain specified tangible assets of the Company in favour of Andhra Bank (merged with Union Bank of India), Punjab National Bank, Union Bank of India , Vijaya Bank (merged with Bank of Baroda), IDBI Bank Limited, State Bank of Hyderabad (merged with State Bank of India), Bank of Baroda, UCO Bank, Indian Overseas Bank, Indian Bank, Canara Bank and Dena Bank (merged with Bank of Baroda) for their respective credit facilities other than term loans, aggregating in ₹1,572 Crore. In terms of CDR Documents inter–alia Master Restructuring Agreement, the earlier charges are not satisfied by the Company after creation of new security as stated in I above.

25.2 The Company is awaiting the outcome of the Inter–creditor agreement and is in discussion with the Lead Bank. In the meanwhile, in the matter of application under section 7 of the Insolvency and Bankruptcy Code, 2016 filed by one of the lenders before NCLT, on appeal the Hon'ble Supreme Court has passed status quo order.

25.3 Details of Interest accrued and due on borrowings comprises of:

a) Overdue Interest of ₹ 502.79 Crores relating to the period March 14 to March 17 on amounts due to holders of Rated Redeemable Unsecured Rupee Non–convertible Debentures;

b) Overdue Interest of ₹ 188.96 Crores relating to the period for December 12,2011 to March 31,2017 on External Commercial Borrowings; the variation in the interest accrued amount as at March 21 is on account of exchange fluctuation

c) Overdue Interest of ₹ 727.80 Crores relating to the period June 2014 to March 2017 on Secured Term Loan;

d) Overdue interest of ₹22.64 Crores relating to the period June 2014 to March 2017 on Secured Funded Interest Term Loan;

e) Overdue interest of ₹ 23.00 Crores September 2014 to March 2017 on Cash Credit facility;

f) Overdue interest of ₹20.27 Crores November 2014 to March 2017 on Dues towards BG Invocation.

26. OTHER CURRENT LIABILITIES

₹ Crores

Particulars	31 March 2021	31 March 2020
Advance from customers	**2.01**	2.01
Unearned Revenue	**0.07**	NIL
Withholding and other taxes payable	**9.49**	9.42
Obligation to make lease payments	**0.30**	NIL
Others	**82.29**	53.89
	94.16	65.32

27. PROVISIONS

₹ Crores

Particulars	31 March 2021	31 March 2020
Provision for Employee Benefits		
Gratuity	**NIL**	NIL
Leave Encashment	**0.09**	0.04
	0.09	0.04

28. REVENUE FROM OPERATIONS

₹ Crores

Particulars	31 March 2021	31 March 2020
Sale of Services		
Telecom Network Services	**169.62**	166.16
Energy Management and Operation Maintenance	**51.26**	48.96
Other Operating Revenues	**0.08**	0.28
	220.96	215.40

28.1. In a dispute between the Company and GTL Infrastructure Limited (GIL), the Arbitration Tribunal vide its interim order dated December 17, 2019 has directed GIL to pay an amount of ₹44,000 Lakhs in stipulated timeline. The parties had initiated a settlement process, however, it could not be completed due to non–receipt of consents from lenders. Further GIL lenders have challenged the award and related execution proceedings. Hence the Company has not recognized income against the said claim.

28.2. Revenues in excess of invoicing are classified as contract assets (referred to as unbilled revenues), while invoicing in excess of revenues are classified as contract liabilities (referred to as unearned revenues). Details of the same are as under:

₹ Crores

Particulars	31 March 2021	31 March 2020
Contract Assets	**2.49**	5.58
Contract Liabilities	**0.07**	NIL

29. OTHER INCOME

₹ Crores

Particulars	31 March 2021	31 March 2020
Interest income		
Bank Deposits	**0.66**	0.64
Others	**0.37**	0.30
Profit on sale of Fixed Assets (Net)	**NIL**	0.26
Other non–operating income		
Excess provisions no longer required	**12.20**	8.88
Others	**2.16**	2.23
Gain on Foreign Currency Transactions	**19.63**	NIL
	35.02	12.31

30. COST OF PURCHASES / SERVICES RENDERED

₹ Crores

Particulars	31 March 2021	31 March 2020
Cost of Services rendered		
Electricity and Diesel cost for Energy Management	**29.28**	42.25
Sub–Contractor Charges	**27.84**	28.48
Vehicle Hire Charges	**NIL**	0.34
Total	**57.12**	71.07

31. CHANGES IN INVENTORIES OF STOCK–IN– TRADE

₹ Crores

Particulars	31 March 2021	31 March 2020
Consumables	**NIL**	NIL
Total	**NIL**	NIL

32. EMPLOYEE BENEFITS EXPENSES

₹ Crores

Particulars	31 March 2021	31 March 2020
Salaries, wages and bonus	**57.99**	66.92
Contribution to provident and other funds	**4.71**	4.70
Staff welfare expense	**0.07**	0.10
Outsourced wages and Manpower Cost	**7.19**	1.44
Total	**69.96**	73.16

33. FINANCE COSTS

₹ Crores

Particulars	31 March 2021	31 March 2020
Interest		
On OCPS	**19.35**	17.46
On Right To Use Lease Assets	**0.20**	0.33
Others		
Other Borrowing costs	**1.11**	1.59
Total	**20.66**	19.38

33.1 The Company has neither paid nor provided interest on its borrowing during the financial year in view of the foregoing as explained in Note no.25.2. Had such interest been recognized the finance cost would have been more by ₹ 470.20 crore.

34. DEPRECIATION AND AMORTIZATION EXPENSE

₹ Crores

Particulars	31 March 2021	31 March 2020
Depreciation of tangible assets (note 3)	**4.60**	4.42
Depreciation on Investment Properties (note 4)	**0.05**	0.07
Amortization of intangible assets (note 5)	**0.00**	0.03
	4.66	4.52

35. OTHER EXPENSES

₹ Crores

Particulars	31 March 2021	31 March 2020
Communication Expenses	**0.08**	0.12
Advertisement Expenses	**0.01**	0.02
Business Promotion Expenses	**0.08**	0.23
Rates & Taxes	**0.74**	1.60
Rent	**3.21**	1.64
Electricity Charges	**3.33**	1.14
Insurance	**1.16**	1.09
Legal and Professional Fees	**21.08**	23.13
Travelling & Conveyance Expenses	**0.47**	1.36
Director's Sitting Fees	**0.83**	0.57
Auditor's Remuneration (refer note 35.1)	**0.39**	0.37
Repairs & Maintenance – Buildings	**NIL**	0.03
Repairs & Maintenance – Others	**1.51**	0.28
Allowance for credit losses – Trade Receivables	**(0.35)**	0.68
Provision for Doubtful Advances	**1.30**	NIL
Loss on foreign currency transactions (Net)	**NIL**	77.16
Provision for impairment of investment	**NIL**	133.02
Provision against Guarantee Obligation	**NIL**	45.05
Loss on sale of fixed assets	**0.05**	NIL
Other Expenses	**2.45**	2.61
	36.34	290.10

35.1 Payments to the auditor:

₹ Crores

Particulars	31 March 2021	31 March 2020
As auditor		
Audit fee	**0.25**	0.25
Tax audit fee	**0.04**	0.03
GST Audit Fees	**0.10**	0.09
In other capacity:		
Other services (certification fees)	**NIL**	NIL
Reimbursement of expenses	**NIL**	0.00
	0.39	0.37

36. EARNINGS PER SHARE (EPS)

₹ Crores

Particulars	31 March 2021	31 March 2020
Profit / (Loss) after tax :		
Continuing operations	**67.24**	(230.52)
Discontinued Operations	**NIL**	NIL
	67.24	(230.52)
Add :		
Dividend payable on cumulative Preference Shares	**(0.07)**	(0.07)
Tax on cumulative Preference Dividend payable	**Nil**	(0.01)
Profit / (Loss) attributable to equity holders of continuing operations for basic earnings	**67.17**	(230.60)
Profit / (Loss) attributable to equity holders of discontinued operations for basic earnings	**NIL**	NIL
Profit /(Loss) attributable to equity holders total operations for basic earnings	**67.17**	(230.60)
Weighted average number of Equity shares for basic EPS	**15,72,96,781**	15,72,96,781
Weighted average earnings per share (basic and diluted) (continuing operations)	**4.27**	(14.66)
Weighted average earnings per share (basic and diluted) (discontinued operations)	**NIL**	NIL
Weighted average earnings per share (basic and diluted) (total operations)	**4.27**	(14.66)

36.1 There have been no other transactions involving equity shares or potential equity shares between the reporting date and the date of authorisation of these financial statements.

36.2 There were no potentially dilutive equity shares which would have been outstanding as at the year end.

37. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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

Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the Standalone financial statements:

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the standalone financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

The Management believes that the judgements and estimates used in preparation of financial statement are prudent and reasonable.

Taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits.

Defined benefit plans (gratuity benefits)

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long–term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet 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 judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 41 for further disclosures.

Allowances for credit loss on Trade Receivable, Advance to supplier and other receivable

The Provision for allowances for credit loss for Trade Receivable , Advance to supplier and other receivable are based on assumptions about the risk of defaults and expected credit loss. The Company uses judgement in making these assumption and selecting the inputs to the calculation of provision for allowance based on the past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

Provisions for impairment loss on Investment

Provisions for impairment loss on Investment is based on evaluation of financial position of investee companies to meet their obligations for honouring their commitments towards the investment held by the Company.

38. Gratuity and other post–employment benefit plans

a) Defined Contribution Plan

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Employer's Contribution to Provident fund	**1.45**	1.44
Employer's Contribution to Pension fund	**1.85**	1.70
Total	**3.30**	3.14

The Company makes contribution towards provident fund and superannuation fund which are in nature of defined contribution post employee benefit plan. Under the plan, the Company is required to contribute a specified percentage of payroll cost to fund the benefits. amount recognised as an expense in the statement of Profit and Loss – included in note 32 – "Contribution to provident and other funds" ₹ 3.30 Crores (previous year ₹3.14 Crores) is given in table above

b) Defined Benefit Plan

The employee's Gratuity Fund Scheme, which is defined benefit plan, is managed by Trust maintained with Life Insurance Corporation of India (LIC). The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for compensated absences is recognized in same manner as gratuity.

Based on actuarial valuation obtained as at the Balance Sheet date the following table sets out the details of Defined Benefit obligation.

1. Movement in obligation– Gratuity

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Defined Benefit Obligation at beginning of the period	**3.62**	3.84
Current service cost	**0.28**	0.29
Interest cost	**0.25**	0.30
Benefits paid	**(0.80)**	(1.12)
Actuarial changes arising from changes in financial and demographic assumptions	**0.20**	0.23
Experience adjustments	**(0.10)**	0.07
Defined Benefit Obligation at end of the period	**3.45**	3.61

2. **Movement in Plan Assets – Gratuity**

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Fair value of plan assets at beginning of year	**4.22**	3.81
Expected return on plan assets	**0.29**	0.30
Employer contributions	**0.60**	1.27
Benefits paid	**(0.80)**	(1.12)
Actuarial gain / (loss)	**(0.10)**	(0.04)
Fair value of plan assets at end of year	**4.21**	4.22
Present value of obligation	**3.45**	3.61
Net funded status of plan	**(0.76)**	(0.59)
Actual return on plan assets	**0.10**	0.04

The components of the gratuity cost are as follows:

3. **Recognised in profit and loss**

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Current Service cost	**0.28**	0.29
Interest cost	**(0.04)**	0.00
Total	**0.24**	0.29
Actual return on plan assets	**0.10**	0.04

4. **Recognised in Other Comprehensive Income**

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Remeasurement – Actuarial loss/(gain)	**0.09**	0.30
Return on plan assets, excluding Interest Income	**0.10**	0.04
Total	**0.19**	0.34

5. **The principal actuarial assumptions used for estimating the Company's defined benefit obligations are set out below:**

Weighted average actuarial assumptions	31 Mar 2021	31 Mar 2020
Attrition rate	**5.50%**	2.00%
Discount Rate	**6.44%**	6.87%
Expected Rate of increase in salary	**5.50%**	5.50%
Expected Rate of Return on Plan Assets	**6.44%**	6.87%
Mortality rate	**IALM 2006–08 Ultimate**	IALM 2006–08 Ultimate
Expected Average remaining working lives of employees	**10 Years**	13 Years

6. Sensitivity analysis:

Particulars	Changes in Assumption	Effect on gratuity obligation
For the year ended March 31, 2020		
Discount rate	+1%	(0.25)
	–1%	0.29
Salary Growth rate	+1%	0.23
	–1%	(0.21)
Withdrawal Rate	+1%	0.04
	–1%	(0.04)
For the year ended March 31, 2021		
Discount rate	+1%	(0.20)
	–1%	0.23
Salary Growth rate	+1%	0.18
	–1%	(0.16)
Withdrawal Rate	+1%	0.02
	–1%	(0.02)

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognised within the Balance Sheet.

7. History of experience adjustments is as follows:

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Plan Liabilities – (loss)/gain	**(0.09)**	(0.30)
Plan Assets – (loss)/gain	**(0.10)**	(0.04)

Estimate of expected benefit payments (In absolute terms i.e. undiscounted)

Particulars	₹ Crores
01 Apr 2021 to 31 Mar 2022	**0.43**
01 Apr 2022 to 31 Mar 2023	**0.22**
01 Apr 2023 to 31 Mar 2024	**0.37**
01 Apr 2024 to 31 Mar 2025	**0.22**
01 Apr 2025 to 31 Mar 2026	**0.25**
01 Apr 2026 to 31st March 2030	**1.94**

As at 31st March, 2021, the weighted average duration of the projected benefit obligation is 10 years (previous year: 10 years)

8. Statement of Employee benefit provision

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Gratuity	**NIL**	NIL
Leave Encashment	**1.22**	**1.32**
	1.22	1.32

39. COMMITMENTS, CONTINGENCIES AND PROVISIONS

A. Leases

1. The Company has adopted Ind AS 116 on leases beginning April 1, 2019, using the modified retrospective approach. The standard has been applied to the lease contracts as at April 1, 2019.
2. As on the transition date, Company has recognized the lease liability at present value of the lease payments discounted at relevant incremental borrowing rate. The right to use asset has been measured at the same value as that of the lease liability during inception. As of 31 March, 2021 the right–of–use asset is ₹ 0.92 Crores (₹2.20 Crores) and a corresponding lease liability of ₹1.07 Crores (₹ 2.34 Crores).
3. In the statement of profit and loss for the current year, lease expenses which were recognised as other expenses in previous periods is now recognised as depreciation expense for the right–of–use asset and finance cost for interest accrued on lease liability. The adoption of this standard did not have any significant impact on the profit for the year and earnings per share. The weighted average incremental borrowing rate of 11% has been applied to lease liabilities recognised in the balance sheet at the date of initial application.
4. The Company has also elected not to apply the requirements of Ind AS 116 to Short term lease and leases for which underlying asset is of low value. The Company incurred ₹3.18 crore (₹1.63 Crores) for the year ended March 31, 2021 towards expenses relating to short–term leases.
5. The total cash outflow for leases is ₹ 4.65 Crores (₹ 3.08 Crores) for the year ended 31st March, 2021 including cash outflow of short–term leases. Out of this an amount of ₹ 1.47 Crores (₹ 1.45 Crores) is pertaining to IndAS 116 requirements and ₹ 3.18 Crores (₹ 1.63 Crores) is pertaining to short term leases. Interest on lease liabilities is ₹0.20 Crores (₹ 0.33 Crores) for the year.
6. The Company's leases mainly comprise of buildings premises.

Company as a Lessor–

The Company leases out its properties for which:

1. The lease income recognised in the Statement of Profit and Loss ₹2.16 Crores (Previous year ₹2.15 Crores).
2. Future minimum lease rentals:

₹ Crores

Particulars	31–Mar–21	31–Mar–20
Receivable in less than one year	**1.46**	2.08
Receivable in one to two years	**0.07**	1.39
Receivable in two to three years	**0.08**	NIL
Receivable in three to four years	**0.09**	NIL

B. Commitments

(i) Estimated amount of contracts remaining to be executed on capital account and not provided for:

Particulars	31 Mar 2021	31 Mar 2020
Estimated amount of contracts remaining to be executed on capital account not provided for (net of advances) (Cash out flow is expected on execution of such contracts on progressive basis.)	**NIL**	NIL

C. Contingent liabilities

₹ Crores

Particulars		31 Mar 2021	31 Mar 2020
i)	Claims against the Company not acknowledged as debts (refer note 39.C.1)	**8,036.17**	2,528.36
ii)	Guarantees given by Banks on behalf of the Company	**6.91**	7.67
iii)	Performance Guarantees issued by the Company	**5.00**	5.00
iv)	Disputed Sales tax liabilities for which appeals are pending (Amount deposited ₹ 4.92 Crores (FY 19 –20 ₹ 4.92 Crore)	**113.79**	113.79
v)	Disputed Service Tax liabilities for which appeals are pending (Amount deposited / adjusted ₹1.10 crore (FY 2019 – 20 0.97 Crores)	**20.08**	18.35
vi)	Disputed Income Tax liability for which appeals are pending (Amount deposited / adjusted ₹ NIL (FY 19 – 20 – ₹ NIL)	**0.42**	NIL
vii)	Dividend on 0.01% Non–Participative Optionally Convertible Cumulative Preference Share	**0.56**	0.49

Future cash outflows in respect of iv,v and vi matters are determinable only on receipt of judgements or decisions pending at various forum.

The Company has assessed that it is only possible, but not probable, that outflow of economic resources will be required in respect of above liability.

39. C.1 Claims against the Company not acknowledged as debts

As on March 31, 2021, there were 55 cases against the Company, pending in various Courts and other Dispute Redressal Forums.

i. In 8 out of 55 cases, the Company has been implicated as proforma defendant i.e. there are no monetary claims against the Company. In most of these cases, dispute concerns matters like loss of share certificate, title claim / ownership / transfer of the shares etc. The Company's implication in these matters is with a view to protect the interest of the lawful owners of the shares. Upon the final orders passed by the Court(s), the Company shall have to release the shares, which are presently under 'stop transfer', in this regard to the rightful claimants. There is no direct liability or adverse impact on the business of the Company on account of the said 8 cases.

ii. Out of the balance 47 cases, 20 cases are from its earlier power business, 9 cases are from telecom related businesses and 1 case is in respect of non–allotment / non–refund of money in its IPO, which are handled by the Company's advocates, who have the necessary expertise on the subject. It is found that in most of the cases the claims are unsubstantiated and therefore the Company is resisting and defending these claims. (Out of the aforesaid 20 cases of power business, 9 cases pertain to Labour Court matter wherein the employees filed for reinstatement on termination consequent to termination of Aurangabad Distribution Franchisee Agreement of the Company. These are being settled with affected employees. The contingent liability in respect of these 9 cases is ₹ 1.34 Crores and in respect of balance 11 cases is ₹ 0.41 Crores.) Further the contingent liability w.r.t. 9 cases related to telecom business and 1 case in respect of non–allotment / non–refund of money in its IPO is ₹ 0.92 Crores

iii. There are 9 cases pertaining to arbitration matters, out of which in 5 cases, the Company has invoked arbitration proceedings against MSEDCL in respect of the DF Contract & EPC Contract as explained in the previous Annual Report and the contingent liability towards counter claims of MSEDCL is ₹ 462.90 Crores. The other four matters, are arising out of challenge on the procedural orders by the Arbitrator and are being contested in the the courts by the company's advocates who have the necessary expertise on the subject. There is no contingent liability arising out of the four matters

iv. In 1 case, a bank has filed commercial suit against the Company in the Hon'ble Bombay High Court in respect of the Company's comfort letter issued in favour of one of its Wholly Owned Subsidiaries (WOS) towards WOS's credit facilities. The contingent liability in respect of which is ₹ 237.28 Crores

v. In 1 case a Lender Bank has filed insolvency petition before the National Company Law Tribunal, Bombay Bench under section 7 of the IBC Code, which has not been admitted. On appeal, the Hon'ble Supreme Court has passed status quo order. The contingent liability in respect of which is ₹ 204.78 Crores (Net of liability in the books as at March 31, 2021 of ₹ 329.98 Crores, against the total claim of ₹ 534.76 Crores).

vi. In 1 case, the Department of Telecom (DoT) has raised a frivolous demand of ₹ 1,509.50 Crores based on Adjusted Gross Revenue for ISP license fee pertaining to the business carried out by the Company well before the year 2009 and the relevant ISP license was surrendered to DoT in 2009 for which DoT had issued a no–dues certificate in November 2010. The Company is contesting this demand in an appropriate forum.

vii. In 1 case Case Canara Bank has filed a suit against the Company in Debt Recovery Tribunal, Chennai, claiming ₹ 551.91 Crores. The Company is contesting the claim in the DRT, Chennai.

viii. In 1 case, IDBI Bank has filed a suit against the company in Debt Recovery Tribunal, Mumbai, claiming ₹ 4,853.55 Crores. The company is contesting the claim in the DRT, Mumbai.

ix. In the balance 3 cases, the company has been impleaded for various procedural reliefs in the courts and these are at initial stages of seeking directions and are being contested in the the courts by the company's advocates who have the necessary expertise on the subject. There is no liability to the company at this stage of litigation. As on the date there is no contingent liability

Apart from the above cases pending before the courts and other dispute Dispute Redressal Forums, the Company has not acknowledged the following debts also:

x. Claim of ₹ 179.00 Crores from Global Holding Corporation, an associate of the Company towards loss occurred to the associate on account of invocation by lender of share investment held by the associate in the Company which was offered as pledge for the credit facility availed by the Company.

xi. One of the lenders has debited amount of ₹ 34.58 crore to Current Account which is disputed by the Company.

The contingent liability in respect of 55 cases is ₹ 8,036.17 Crore.

D. Movement in provisions

Disclosure as required by Ind AS Provisions, Contingent Liabilities and Contingent Assets

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Compensated Absences at beginning of the period	**1.32**	0.47
Addition	**0.03**	1.03
Benefits paid	**(0.13)**	(0.18)
Compensated Absences at end of the period	**1.22**	1.32

40.1 Related Parties

A Subsidiaries

International Global Tele–Systems Limited

B Associates

Global Holding Corporation Private Limited

C Key Managerial Personnel

a) Mr. Sunil S. Valavalkar – Whole Time Director
b) Mr. Milind Bapat, Chief Financial Officer
c) Mr. Deepak Keluskar, Company Secretary
d) Independent Directors

40.1.1 Consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Ltd (GTIL), the Registrar of Companies, Bermuda, has dissolved GTIL w.e.f 17.12.2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

40.1.2 The National Company Law Tribunal, Court III, Mumbai Bench, has passed liquidation order on March 02, 2021 in respect of Global Rural Netco Ltd (GRNL), an associate of the Company. As a consequence, GRNL ceased to be an associate of the Company.

40.1.3 As informed in the earlier year, the lenders of the Company invoked the pledge on shares held by the Company of GTL Infrastructure Limited, an associate of the Company, and Ada Cell Wireless Engineering Pvt.Limited (ADA) , a 100% subsidairy of the Company. In view of this, GTL Infrastructure Limited and ADA are no longer related parties of the Company.

40.2 Related Party Disclosures – Transactions With Related Party

₹ Crores

Sr. no.	Party Name	Year	Closing Balance as on 31–Mar–2021						
			Deposit Received	Receivable towards Bank claim paid by the Company	Receivables (Gross)	Receivables towards Reimbursable cost / expense (GROSS)	Advance received / Accrued Receivables	Accrued Expenses	Payables (incl. Advance received
1	**Subsidiaries**								
1a	International Global Tele–Systems Limited	**31–Mar–21**	**NIL**	**221.43**	**NIL**	**5.34**	**NIL**	**NIL**	**NIL**
		31–Mar–20	NIL	221.43	NIL	5.56	NIL	NIL	NIL
2	**Associates**								
2a	Global Holding Corporation Private Limited	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**0.26**	**NIL**	**NIL**	**NIL**
		31–Mar–20	NIL	NIL	NIL	0.26	NIL	NIL	NIL

40.2.1 The above amounts with respect to advances & debtors are before making allowances for credit loss.

40.2.2 Claim from Global Holding Corporation Pvt.Ltd. of ₹179 Crores which is not acknowledged as debt is considered in “Contingent liability” and hence not shown in the above Statement.

40.2.3 Terms and conditions of transactions with related parties

The credit period towards sale to related parties are in line with other external customers. The outstanding balances at the year–end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided to or received from any related party with resepct to receivables or payables. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

40.3 Related Party Disclosures – Transactions With Related Party

₹ Crores

Sr. no.	Party Name	Year	Transaction during the year April 2020 to March 2021										
			Sales & Services	Reimburse–ment Expenses from	Reimburse–ment Expenses to	Interest Income	Rent received	Advance Received	Advance Repaid	Purchase of Property, plant and equipment	Sale of Property, plant and equip–ment	Short Term Emp–loyee benefits	Post Emp–loyee benefits
1	**Subsidiaries**												
1.a.	International Global Tele–Systems Limited	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
2	**Associates**												
2.a	Global Holding Corporation Private Limited	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
3	**Key Managerial Personnel**												
3a	Mr. Sunil S. Valavalkar	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**0.14**	**0.01**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	0.14	0.01
3b	Mr. Milind Bapat	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**2.51**	**0.03**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1.54	0.03
3c	Mr.Deepak Keluskar	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**0.09**	**NIL**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
3d	Directors (for sitting fees paid to Independent Directors, refer Directors Report)												

40.3.1 The sales to and purchases from related parties are made on terms equivalent to those that prevail for arm 's length transactions.

40.3.2 The amounts disclosed in the table related to key management personnel are the amounts recognised as an expense during the reporting period.

40.3.3 Provision for contribution to Gratuity fund and Leave encashment on retirement which are made based on actuarial valuation on an overall Company basis are not included in remuneration details of key managerial personnel.

41. FAIR VALUES

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments

₹ Crores

	Carrying value		Fair value	
	31–Mar–21	31–Mar–20	**31–Mar–21**	31–Mar–20
Financial assets				
FVTPL financial investments				
Investment in Preference Shares – Others				
European Projects and Aviation Ltd	**NIL**	NIL	**111.65**	111.65
Global Proserv Ltd	**NIL**	NIL	**NIL**	100.24
Investment in Equity Shares – Others				
European Projects and Aviation Ltd	**NIL**	NIL	**NIL**	NIL
GTL Infrastructure Ltd. (Refer Note 6.2 and 41.3)	**51.16**	51.16	**163.72**	51.16
Total of financial assets at fair value	**51.16**	51.16	**275.37**	263.05
Financial assets designated at amortised cost				
Non–current assets (refer note 41.1)				
Loans	**0.69**	0.71	**0.69**	0.71
Other	**NIL**	NIL	**NIL**	NIL
Current assets (refer note 41.1)				
Trade receivables	**0.09**	0.01	**0.09**	0.01
Cash and cash equivalents	**2.45**	3.79	**2.45**	3.79
Bank balance other than included in Cash and cash equivalents above	**5.64**	83.70	**5.64**	83.70
Loans	**0.13**	0.79	**0.13**	0.79
Other	**4.40**	8.62	**4.40**	8.62
Total of financial assets at amortised cost	**13.40**	97.62	**13.40**	97.62
Total of financial assets	**64.56**	148.78	**288.77**	360.67
Financial liabilities designated at amortised cost				
Borrowings				
Fixed rate borrowings	**6,367.37**	6,527.71	**6,367.37**	6,527.71
0.01% Non–Participating Optionally Convertible Cumulative Preference Shares (OCPS) (refer note 41.2)	**193.68**	174.33	**193.68**	174.33
Trade payables (refer note 41.1)	**11.07**	21.11	**11.07**	21.11
Other Financial Liabilities (refer note 41.1)	**249.62**	260.15	**249.62**	260.15
Total of financial liabilites	**6,821.74**	**6,983.30**	**6,821.74**	**6,983.30**

41.1 The management assessed that trade receivables cash and bank balances, loans, other financial assets, trade payables and other financial liabilities approximate their carrying amounts largely due to the short–term maturities of these instruments.

41.2 The fair values of the Company's fixed interest–bearing borrowings is determined by using DCF method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non–performance risk as at 31 March 2021 was assessed to be insignificant as borrowings are fixed interest bearing.

41.3 The fair value of investments in GTL Infrastructure Limited based on market rate as at 31 March, 2021 is ₹ 163.72 crore.

42. FAIR VALUE HIERARCHY

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities.

Quantitative disclosures fair value measurement hierarchy for assets as at :

₹ Crores

Particulars	Fair value measurement using					
	March 31, 2021			March 31, 2020		
	Quoted prices in active markets	**Significant observable inputs**	**Significant unobservable inputs**	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
	(Level 1)	**(Level 2)**	**(Level 3)**	(Level 1)	(Level 2)	(Level 3)
Assets measured at fair value:						
FVTPL financial investments (Note 41):						
Investment in Preference Shares – Others						
European Projects and Aviation Ltd		**NIL**			NIL	
Global Proserv Ltd		**NIL**			NIL	
Investment in Equity Shares – Others						
European Projects and Aviation Ltd			**NIL**			NIL
GTL Infrastructure Ltd. (Refer Note 6.2)	**163.72**			51.16		
Assets for which fair values are disclosed :						
Investment properties (Refer note 4.3)						
Office properties		**42.53**			42.53	

Quantitative disclosures fair value measurement hierarchy for liabilities as at :

Liabilities for which fair values are disclosed (Note 41):						
Borrowings (Note 41):						
Fixed Interest bearing Loans		**6,367.37**			6,527.71	
Convertible preference shares		**193.68**			174.33	

43. Financial risk management objectives and policies

The Company's principal financial liabilities comprise of loans and borrowings, trade and other payables, and financial guarantee contracts. The main purpose of these financial liabilities is to manage finance for the Company's operations. The Company's principal financial assets includes investments, trade and other receivables, supplier advance and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management is supported by Risk Management Group (RMG), Investment committee and Resource committee that advises on financial risks and the appropriate financial risk governance framework for the Company. The Risk Management Group, Investment committee and Resource committee provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Audit Committee of the Board and the Board of Directors review and monitor risk management and mitigation plans. The financial risks are summarised below.

43.1 Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans, borrowings and deposits. As the revenues from the Company's network service business is dependent on the sustainability of telecom sector, Company believes that Macro – economic factor, including the growth of Indian economy as well as political and economic environment, have a significant direct impact on the Company's business, results of operations and financial position.

43.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flow of financial instrument will fluctuate because of changes in market interest rates. The significant part of financial instrument which can be considered in case of the Company as subject to interest rate risk are borrowings . However the Company's borrowings carry fixed interest rate and therefore the Company is not exposed to significant interest rate risk.

43.3 Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the External Commercial Borrowings and except for the the same , the Company is not exposed to foreign currency risk as the Company's business operations do not involve any significant transactions in foreign currency.

Foreign currency sensitivity

The impact on the Company's profit / (loss) before tax on account of variation in exchange rates can be on account of fluctuation in USD as the Company's External Commercial borrowings liability is USD denominated liability .The following table demonstrates the sensitivity to a reasonably possible change in USD exchange rates, with all other variables held constant. 1% increase or decrease in USD rate will have the following impact on profit / (loss) before tax:

₹ Crores

Particulars	**2020–2021**		2019–2020	
	1% Increase	**1% Decrease**	1% Increase	1% Decrease
USD Denominated monetary liabilities	**7.82**	**(7.82)**	7.98	(7.98)

43.4 Equity price risk

The Company's one of the equity investments is listed and all other investments are in unlisted entities. All the investments of the Company are trade and strategic investments and therefore are not considered to be exposed or susceptible to market risk.

43.5 Commodity price risk

The Company is engaged in business of providing "Network Services" comprising mainly of Operation maintenance and energy management (OME) and other network services. In OME the major component of cost are electricity and Fuel. The variation in the price of electricity and fuel is index based i.e. additionally charged to customer. With regards to other services the contracts are cost plus margin and therefore commodity price risk is mitigated

43.6 Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables), deposits with banks and other financial assets.

Trade receivables

Customer credit risk is managed subject to the Company's established policy, procedures and controls relating to customer credit risk management. Credit quality of a customer is assessed based on individual credit limits and defined in accordance with customer assessment. Outstanding customer receivables are regularly monitored.

The Company follows a 'simplified approach' (i.e. based on lifetime ECL) for recognition of impairment loss allowance on Trade receivables. For the purpose of measuring lifetime ECL allowance for trade receivables, the Company estimates irrecoverable amounts based on the ageing of the receivable balances . Individual trade receivables are written off when management deems them not to be collectible. The Company does not hold any collateral as security against these trade receivables. The contractually agreed terms effectively manage the concentration risk. The details of the same are as under:

₹ Crores

Ageing (in no. of days past due)	**As at 31 March, 2021**				As at 31 March, 2020			
	Gross carrying amount	**Expected credit loss rate**	**Credit loss**	**Net carrying amount**	Gross carrying amount	Expected credit loss rate	Credit loss	Net carrying amount
0 – 90 days past due	**0.08**	**0%**	**–**	**0.08**	1.33	100%	1.33	–
91 – 180 days past due	**–**	**NA**	**–**	**–**	1.11	100%	1.11	–
181 – 270 days past due	**–**	**NA**	**–**	**–**	0.00	100%	0.00	–
More than 270 days past due	**103.17**	**100%**	**103.16**	**0.01**	275.07	100%	275.06	0.01
Total	**103.25**		**103.16**	**0.09**	**277.51**		**277.50**	**0.01**

Financial Assets and bank deposits

Credit risk from balances with banks is managed by the Company's treasury department in accordance with the Company's policy. The Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which its balances and deposits are maintained. Generally, the balances are maintained with the institutions with which the Company has also availed borrowings. The Company does not maintain significant cash and deposit balances other than those required for its day to day operations.

The Company's maximum exposure to credit risk for the components of the balance sheet at 31 March 2021 and 31 March 2020 is the carrying amounts as appearing in Note 12,13,14 and 15.

43.7 Liquidity risk

Liquidity risk is that the Company will not be able to settle or meet its obligation on time or at reasonable price. Company's principal sources of liquidity are cash flows generated from its operations.

The Company continues to take various measures such as cost optimisation, improving operating efficiency to increase Company's operating results and cash flows. Further the Company has made a proposal for a negotiated settlement of debts which has been agreed in principle by all set of lenders.The management is of the view that upon the implementation of the Company's negotiated settlement proposal, the Company would be in a position to meet its liabilities and continue its operations.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

₹ Crores

Particulars	March 31, 2021					March 31, 2020				
	On demand	Less than 1 year	More than 1 Year less than 5 years	More than 5 years	Total	On demand	Less than 1 year	More than 1 Year less than 5 years	More than 5 years	Total
Convertible preference shares	**NIL**	**NIL**	**NIL**	**650.00**	**650.00**	NIL	NIL	NIL	650.00	650.00
Other financial liabilities	**6,616.99**	**NIL**	**NIL**	**NIL**	**6,616.99**	6,787.86	NIL	NIL	NIL	6,787.86
Total outstanding dues to micro & small enterprises	**1.30**	**NIL**	**NIL**	**NIL**	**1.30**	1.30	NIL	NIL	NIL	1.30
Total outstanding dues to other than micro & small enterprises	**9.77**	**NIL**	**NIL**	**NIL**	**9.77**	19.81	NIL	NIL	NIL	19.81
	6,628.06	**NIL**	**NIL**	**650.00**	**7,278.06**	**6,808.97**	**NIL**	**NIL**	**650.00**	**7,458.97**

44. CAPITAL MANAGEMENT

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, Securities premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to safeguard continuity of the business operations.

In view of slow down in telecom industry in last few years, the Company's business received a set back which resulted in incurrence of huge losses and adversely impacting the capital of the Company. The Company therefore for effective capital management has submitted a revised negotiated proposal for settlement of debts and/or upon restructure through NCLT and / or the proposed revised circular of RBI as the case may be, it would be in a position to settle the matter and consequently there will be a substantial improvement in capital structure of the Company.

Calculation of Capital Gearing ratio

Particulars	31–Mar–21	31–Mar–20
Equity Capital	**157.30**	157.30
Reserves	**(7,648.58)**	(7,715.62)
	(7,491.28)	(7,558.32)
Borrowings*	**4,881.90**	5,038.38
Liability component of compound financial instrument	**193.68**	174.33
	5,075.58	5,212.71
Capital Gearing ratio	**(1.48)**	(1.45)
Capital Gearing ratio %	**(147.59)**	(145.00)

*Fixed cost bearing funds have been included in calculation of the borrowings.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2021 and 31 March 2020.

45. DEFERRED TAX

Deferred tax liabilities / (Assets) of the following

₹ Crores

	31–Mar–21	31–Mar–20
Relating to		
Property, Plant and Equipment	**(8.14)**	(13.72)
Right to use –Lease Assets	**(0.04)**	0.69
Other Intangible Assets	**(0.09)**	(0.23)
Financial Asset – Others	**NIL**	(41.50)
Disallowance Under Section 43B of the Income Tax Act, 1961		
Provision for doubtful debts	**(0.25)**	(0.21)
Unabsorbed Depreciation	**(116.87)**	(156.73)
	(125.39)	(211.70)

45.1 The Company has a Deferred Tax Asset of ₹ 125.39 crore as on March 31, 2021 (₹ 211.70 Crore as on March 31, 2020). The same has not been recognised in the financial statement in the absence of probable taxable profits against which the same can be utilised.

45.2 Amount and expiry date of unused tax losses which are not considered in deferred tax assets disclosed below:

Assessment Year (AY)	Unused tax Loss	Carried Forward Till AY
2013–14	87.80	2021–22
2014–15	304.26	2022–23
2015–16	125.26	2023–24
2016–17	32.61	2024–25
2017–18	9.17	2025–26
2018–19	NIL	2026–27
2019–20	34.07	2027–28
2020–21	23.36	2028–29
Total	**616.53**	

From last few years the Company is incurring losses and doesn't expect sufficient future taxable income in the near future against which the unused business losses can be utilised and therefore the Company has not considered the same for working of unrecognised DTA disclosed above .

46. GOING CONCERN

During the last few years, the Company has incurred cash losses, resulting in erosion of its entire net worth. The Company's current liabilities are higher than its current assets. On account of certain developments, the Management is of the view that through negotiated settlement it would be in a position to settle the matter and continue its operations. Accordingly, it continues to prepare financial statements on a going concern basis.

47. As regards COVID–19 impact, as reported earlier keeping in mind the interest of customers / Vendors, the Company has for the moment taking maximum precaution to protect its network and maintain uptime. At the same time, it is also taking adequate precautions for protecting the health and safety of its employees. Thus, though the Company is trying its best to keep the customer focus / network uptime humming/ maintain revenue at present level, the exact impact of the COVID–19 crisis on the operations cannot be determined at this juncture, particularly on account of the wide spread effect of the second wave.

48. DISCLOSURE OF INFORMATION AS REQUIRED BY REGULATION 34(3) OF LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS

a) Details of Loans or Advances in the nature of loans given to wholly owned Subsidiaries and step–down Subsidiaries.

₹ Crores

Name of the Company	Relationship	Outstanding As at March 31,		Maximum balance during the year	
		2021	2020	**2021**	**2020**
International Global Tele–Systems Limited	100% subsidiary of GTL Limited	**221.43**	221.43	**221.43**	221.43

* Refer note no. 40.2.1

Note :

a) The Company has made full provision for impairment against the said advances.

b) None of the Subsidiaries to whom advances are given per se, have investment in the shares of the Company.

49. DETAILS OF ROUNDED OFF AMOUNTS

The financial statements are presented in ₹ in Crores. Those items which are required to be disclosed and which were not presented in the financial statement due to rounding off to the nearest ₹ in Crore are as follows:

₹ Crores

Description	As at	
	31–Mar–21	**31–Mar–20**
Reserves and Surplus – Capital Reserve	7,725	7,725
Amortization of intangible assets (Note 5)	26,457	N.A.
Interest cost (Refer note 38.b.3)	N.A.	26,298
Auditors remuneration – reimbursement of expenses (Note 35.1)	N.A.	40,802

50. The previous year figures, wherever necessary, have been regrouped/rearranged/recast to make them comparable with those of the current year.

51. Figures in brackets relate to the previous year unless otherwise stated.

As per our report of even date

For M/s. **GDA and Associates**

Chartered Accountants

FRN No.135780W

Akshay Maru

Partner

M.No. 150213

Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar

Whole–time Director

D. S. Gunasingh

Director

Dr. Mahesh Borase

Director

Milind Bapat

Chief Financial Officer

Deepak Keluskar

Company Secretary

INDEPENDENT AUDITORS' REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

To,

The Members of GTL LIMITED

Report on the audit of the Consolidated Financial Statements

Qualified Opinion

We have audited the accompanying consolidated financial statements of **GTL Limited** ("the Holding Company") and its subsidiaries, (the Holding Company and its subsidiaries together referred to as the "Group"), which comprise the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, except for the effect of matters prescribed in the basis for qualified opinion paragraph below the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2021, their consolidated profit and their consolidated total comprehensive income, their consolidated changes in equity and their consolidated cash flows for the year ended on that date.

Basis for Qualified Opinion

As mentioned in Note No. 34.1 to the Statement, the Company has neither paid nor provided interest on its borrowings during the financial year. Had such interest been recognised, the finance cost and interest liability for the year ended March 31, 2021 would have been more by ₹ 470.20 Crores. Consequently, the reported Profit after Other Comprehensive Income by the Company for the year ended March 31, 2021 would have been a Loss of ₹ 424.61 Crores. The Earnings per Share (EPS) would have been Negative ₹ 26.99.

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical / independence requirements that are relevant to our audit of Consolidated Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our modified audit opinion on the consolidated financial statements.

Emphasis of Matter

We draw attention to the following notes to the accompanying consolidated financial statements

a) Note no. 48 which inter–alia states that, during the last few years the Company has incurred cash losses, its net worth has been fully eroded and the Company's current liabilities have exceeded its current assets as at March 31, 2021. The above conditions indicate the existence of the material uncertainty that cast significant doubt about the Company's ability to continue as a going concern. However, the consolidated financial statements of the Company have been prepared on going concern basis for the reasons stated in the said note.

b) Note no. 6.2 which inter–alia states that, company had pledged certain investments in its subsidiary / associate / affiliate companies with the lenders towards the borrowings from them. During the previous year, lenders had invoked the pledge and transferred those investments of the company in the name of its trustees without appropriating the same against the borrowings. Pending appropriation of pledged shares of GTL Infrastructure Ltd. (GIL) invoked by the lenders, while the Company continues to classify and will continue to classify them as 'Long Term Investments', it does not and will not recognize the gain / loss in the market value of its investment in GIL, as it is not the beneficial owner of them.

Our opinion is not modified in respect of above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1.	**Subsidiaries Classified as Held for Sale** The Company is in the process of entering into a sale agreement which results into loss of control of subsidiaries. The assets and liabilities of these subsidiaries are classified as 'held for sale'. The same is considered as key audit matter as it involves evaluation of conditions that is required to be satisfied for classification of assets held for sale, fair valuation of assets less cost of disposal and liabilities on such classification and consequential impairment, if any, and disclosure and presentation in the financial statements. (Refer note 28 to the Consolidated Financial Statements)	We have carried out the following procedures in respect of these matters: ➢ Obtained management representation for classifying the investments in subsidiaries as "Held for Sale" ➢ Read minutes of meetings of Board of Directors of the Company. ➢ Verified the impairment loss that is recognised on initial recognition and on subsequent measurement when carrying amount exceeds its fair value less costs of disposal. ➢ Obtained and relied on the financial statements of these subsidiaries as certified by the management. ➢ Verified the disclosure and presentation of financial statement in accordance with Ind AS – 105 'Non–current Assets held for sale and discontinued operations'
2.	**Evaluation of uncertain tax positions:** The Company has material uncertain tax positions including matters under dispute which involves significant judgement to determine the possible outcome of these disputes.	**Our procedures included the following:** Obtained understanding of key uncertain tax positions; Obtained details of completed tax assessments and demands for the year ended March 31, 2021 from the management; We along with our internal tax experts – i. Discussed with management and evaluated the Management's underlying key assumptions in estimating the tax provision; ii. Assessed management's estimate of the possible outcome of the disputed cases; and iii. Considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. Additionally, considered the effect of new information in respect of uncertain tax positions as at April 1, 2020 to evaluate whether any change was required to management's position on these uncertainties.
3.	**Assessment of contingent liabilities and provisions related to Taxation, Litigations and claims:** The assessment of the existence of the present legal or constructive obligation, analysis of the probability of the related payment and analysis of a reliable estimate, requires management's judgement to ensure appropriate accounting or disclosures. Due to the level of judgement relating to recognition, valuation and presentation of provisions and contingent liabilities, this is considered to be a key audit matter. (Refer note 41 to the Consolidated Financial Statements)	Our audit procedures included: ➢ As part of our audit procedures we have assessed Management's processes to identify new possible obligations and changes in existing obligations for compliance with company policy and Ind AS 37 requirements. ➢ We have analysed significant changes from prior periods and obtain a detailed understanding of these items and assumptions applied. ➢ We have obtained relevant status details and Management representations on the major outstanding litigations. ➢ As part of our audit procedures we have reviewed minutes of board meetings (including the Audit Committee). ➢ We have held regular discussions with Management and internal legal department. ➢ We challenged the assumptions and critical judgements made by management which impacted their estimate of the provisions required, considering judgements previously made by the authorities in the relevant jurisdictions or any relevant opinions given by the Company's advisors and assessing whether there was an indication of management bias. ➢ We discussed the status in respect of significant provisions with the Company's internal tax and legal team. We performed retrospective review of management judgements relating to accounting estimate included in the financial statement of prior year and compared with the outcome.

Information Other than the Consolidated Financial Statements and Auditor's Report thereon

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, compare with the financial statements of the subsidiary audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiary is traced from its financial statements audited by the other auditors.

When we read other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and describe actions applicable in the applicable laws and regulations. We have nothing to report in this regard.

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

The Holding 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 consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, including comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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 and Board of Directors.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entity included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other matters

a) We did not audit the financial statements / information of Nepal branch of Holding Company included in the financial statements of the group, whose financial statements / financial information reflect total assets of ₹ 0.70 Crores (net assets of ₹ 0.05 Crores) as at March 31, 2021 and total revenues of ₹ Nil for the year ended on that date. The financial statements / information of this branch are unaudited. According to the information and explanations given to us by the Management, there are no transactions at the said branch and these financial statements / information are not material to the Company.

b) As at March 31, 2021, balance Confirmations, with respect to Bank Loan (including interest accrued), Bank Guarantee, Bank Current Account and Fixed Deposits aggregating to ₹ 3,420.09 Crores, have not been received.

c) i. The consolidated financial statements include the annual financial results of its Subsidiary Company International Global Telesystems Ltd.

ii. We did not audit the financial statements of the subsidiary company namely International Global Telesystems Ltd classified as "held for sale", included in the consolidated financial statements whose financial statements reflect total liabilities (Net) of ₹ 710.00 Crores as at March 31, 2021, total revenue of ₹ Nil, total net loss after tax of ₹ 21.46 Crores, total comprehensive loss of ₹ 21.46 Crores for the year ended on that date, disclosed under "Discontinued operations" for the year ended on that date. The independent auditors' reports on financial statements of these entities have been furnished to us and our opinion on the consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditors.

d) The Statement includes results for the quarter ended March 31, 2021 and March 31, 2020 being balancing figures between audited figures in respect of full financial year and published unaudited year to date figures up to the third quarter of the current financial year i.e. December 31, 2020 and December 31, 2019 which were subjected to limited review by us.

Our opinion is not modified in respect of above matters.

Report on Other Legal and Regulatory Requirements

I. As required by Section143 (3) of the Act, based on our audit and on the consideration of the report of the other auditor of separate financial statements and on the other financial information of such subsidiaries, as noted in the other matter paragraph in the auditor's report, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.

b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the report of the other auditors.

c) The reports on the accounts of the branch offices of the Company have not been audited under Section 143(8) of the Act by branch auditor and have been appropriately dealt with by us in preparing this report. (Refer Point (a) of Other Matter paragraph above)

d) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Cash Flow Statement and the consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

e) In our opinion, the aforesaid Consolidated Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015.

f) On the basis of the written representations received from the directors of the Holding Company as on March 31,2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

g) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to these Consolidated Financial Statements of the Holding Company and its subsidiaries, incorporated in India, refer to our separate Report in **"Annexure A"** to this report;

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditors on separate financial statements as also the other financial information of the subsidiaries, as noted in the 'Other matter' paragraph:

i. The Consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group. Refer Note 41.C.1 to the consolidated financial statements.

ii. According to the information and explanations given to us, the Group does not have any long–term contracts including derivative contracts for which there are any material foreseeable losses.

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies incorporated in India. Unpaid dividend of the Holding Company of ₹ 0.20 Crores pertaining to the years 2000–01, 2001–02 and 2003–04 to 2009–10 which has not been transferred to the Investor Education and Protection Fund but is held in abeyance on account of pending legal cases.

II. In our opinion and based on the consideration of reports of other statutory auditors of the subsidiaries incorporated in India, the managerial remuneration for the year ended March 31, 2021 has been paid/provided by the Holding Company, and its subsidiaries, incorporated in India to their directors is within the limits prescribed under Section 197 of the Act and the rules thereunder.

For GDA & Associates
Chartered Accountants
Firm Registration Number: 135780W

Akshay D. Maru
Partner
Membership No: 150213
UDIN : 21150213AAAABU7063

Place : Mumbai
Date : May 27,2021

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS OF GTL LIMITED

(Referred to in paragraph I (g) under 'Report on Other Legal and Regulatory Requirements' of our report of even date to the members of GTL Limited on the Consolidated Financial Statements for the year ended March 31, 2021)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub–section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of GTL Limited (hereinafter referred to as the "Company") and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary company are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company and its subsidiary companies, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing issued by the ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 judgement, including the assessment of the risks of material misstatement of the Consolidated 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 with reference to Financial Statements

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 Consolidated 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 Consolidated Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Consolidated Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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 periods 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 Holding Company and its subsidiary companies, which are companies incorporated in India, have, 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, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For GDA & Associates
Chartered Accountants
Firm Registration Number: 135780W

Akshay D. Maru
Partner
Membership No: 150213
UDIN : 21150213AAAABU7063

Place : Mumbai
Date : May 27, 2021

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(₹ in lakhs)

I.

Sr. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1.	Turnover / Total Income	25,597.49	25,597.49
2.	Total Expenditure	18,873.83	65,893.72
3.	Net Profit / (Loss)	4,558.87	(42,461.02)
4.	Earnings Per Share	2.91	(26.99)
5.	Total Assets	19,732.84	19,732.84
6.	Total Liabilities	762,789.82	809,809.71
7.	Net Worth	(743,056.98)	(790,076.87)
8.	Any other financial item(s) (as felt appropriate by the management)		

II. Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:**
As mentioned in Note No. 9 to the Statement, the Company has neither paid nor provided interest on its borrowings during the financial year. Had such interest been recognised, the finance cost and interest liability for the year ended March 31, 2021 would have been more by ₹ 47,019.89 Lakhs.
Consequently, the reported profit after Other Comprehensive Income by the Company for the year ended March 31, 2021 would have been a loss of ₹ 42,461.02 Lakhs. The Earnings per Share (EPS) would have been Negative ₹ 26.99.

b. **Type of Audit Qualification :** Modified Opinion

c. **Frequency of qualification:** Fourth time

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**
The Company has neither paid nor provided interest on its borrowings during the financial year in view of details explained in the Note 9 of SEBI results (Consolidated).

e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**

(i) **Management's estimation on the impact of audit qualification:**

(ii) **If management is unable to estimate the impact, reasons for the same:**

(iii) **Auditors' Comments on (i) or (ii) above:**

As per our report of even date
For M/s. GDA and Associates
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board
Sunil Valavalkar
Whole–time Director

D.S. Gunasingh
Chairman of Audit Committee

Milind Bapat
Chief Financial Officer

Consolidated Balance Sheet as at March 31, 2021

₹ Crores

Particulars	Notes	As at 31 March 2021	As at 31 March 2020
Assets			
Non–current assets			
Property, plant and equipment	3	**72.20**	74.98
Capital work–in–progress	3	**NIL**	NIL
Investment properties	4	**2.96**	3.01
Intangible assets	5	**0.73**	0.73
Financial assets			
Investments	6	**51.16**	51.16
Loans	7	**0.69**	0.71
Other	8	**NIL**	NIL
Deferred tax assets (net)		**NIL**	NIL
Other non–current assets	9	**NIL**	NIL
		127.74	130.59
Current assets			
Inventories	10	**NIL**	NIL
Financial assets			
Investments		**NIL**	NIL
Trade receivables	11	**0.09**	0.01
Cash and cash equivalents	12	**2.45**	3.79
Bank balance other than included in Cash and cash equivalents above	13	**5.64**	83.70
Loans	14	**0.13**	0.79
Other	15	**4.40**	8.62
Current Tax Assets (Net)	16	**27.00**	22.87
Other current assets	17	**29.88**	14.30
Assets held for Sale and Discontinued Operations	18	**NIL**	NIL
		69.59	134.08
Total Assets		**197.33**	264.67
Equity and liabilities			
Equity			
Equity Share Capital	19	**157.30**	157.30
Other Equity	20	**(7,587.87)**	(7,655.07)
Total Equity		**(7,430.57)**	(7,497.77)
Non–current liabilities:			
Financial liabilities			
(i) Borrowings	21	**193.68**	174.33
(ii) Other financial liabilities	22	**0.77**	2.34
Provisions	23	**1.14**	1.28
		195.59	177.95
Current liabilities:			
Financial liabilities			
Trade payables	24		
– Total outstanding dues to micro & small enterprises		**1.30**	1.30
– Total outstanding dues to other than micro & small enterprises		**9.77**	19.81
Other financial liabilities	25	**6,616.99**	6,787.86
Other current liabilities	26	**94.16**	65.32
Provisions	27	**0.09**	0.04
Net liabilities directly associated with the assets classified as held for sale	28	**710.00**	710.16
		7,432.31	7,584.49
Total liabilities		**7,627.90**	7,762.44
Total equity and liabilities		**197.33**	264.67
The accompanying notes form an integral part of the consolidated financial Statement	39		

As per our report of even date
For M/s. **GDA and Associates**
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Director

Dr. Mahesh Borase
Director

Milind Bapat
Chief Financial Officer

Deepak Keluskar
Company Secretary

Statement of Consolidated Profit and Loss for the year ended March 31, 2021

₹ Crores (unless otherwise stated)

Particulars	Notes	Year ended 31 March, 2021	Year ended 31 March, 2020
Continuing operations			
Revenue from operations	29	**220.96**	215.40
Other income	30	**35.02**	12.31
TOTAL INCOME		**255.98**	227.71
EXPENSES			
Cost of Purchases / Services rendered	31	**57.12**	71.07
Changes in inventories of finished goods, stock–in–trade and work–in–progress	32	**NIL**	NIL
Employee benefits expenses	33	**69.96**	73.16
Finance costs	34	**20.66**	19.38
Depreciation and amortisation expenses	35	**4.66**	4.52
Other expenses	36	**36.34**	290.10
TOTAL EXPENSES		**188.74**	458.23
Profit / (Loss) before exceptional items and tax from continuing operations		**67.24**	(230.52)
Exceptional items		**NIL**	NIL
Profit / (Loss) before tax from continuing operations		**67.24**	(230.52)
Tax expenses			
Current tax		**NIL**	NIL
Adjustment of tax relating to earlier periods		**NIL**	NIL
Deferred tax credit/(charge)		**NIL**	NIL
Profit / (Loss) For The Year From Continuing Operations		**67.24**	(230.52)
Profit / (Loss) after tax from continuing operations		**67.24**	(230.52)
Discontinued operations:	37		
Profit /(Loss) before tax for the year from discontinued operations		**(21.46)**	(84.77)
Tax expenses of discontinued operations		**NIL**	0.51
Profit / (Loss) for the year from discontinued operations		**(21.46)**	(85.28)
Exceptional items :			
De–recognition of assets and liabilities of subsidiary on account of loss of control		**NIL**	285.76
Profit / (Loss) after tax and exceptional items – discontinued operations		**(21.46)**	200.48
Profit / (Loss) for the year		**45.78**	(30.04)
Other Comprehensive Income			
A (i) Items that will not be reclassified to profit or loss		**(0.19)**	(0.34)
(ii) Income tax relating to items that will not be reclassified to profit or loss		**NIL**	NIL
Sub Total		**(0.19)**	(0.34)
Share in other comprehensive income of associates		**NIL**	NIL
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods		**(0.19)**	(0.34)
B (i) Items that will be reclassified to profit or loss		**NIL**	NIL
(ii) Income tax relating to items that will be reclassified to profit or loss		**NIL**	NIL
Net other comprehensive income to be reclassified to profit or loss in subsequent periods		**NIL**	NIL
Other comprehensive income for the year, net of tax		**(0.19)**	(0.34)
Total Comprehensive Income for the period, net of tax		**45.59**	(30.38)
Earnings per share (in ₹)	38		
Continuing operations			
Basic		**4.27**	(14.66)
Diluted		**4.27**	(14.66)
Discontinued operations			
Basic		**(1.36)**	12.75
Diluted		**(1.36)**	12.75
Continuing and discontinued operations			
Basic		**2.91**	(1.91)
Diluted		**2.91**	(1.91)
The accompanying notes form an integral part of the consolidated financial Statement	39		

As per our report of even date
For M/s. **GDA and Associates**
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Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Director

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Director

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Chief Financial Officer

Deepak Keluskar
Company Secretary

Consolidated Statement of Changes in Equity for the year ended March 31, 2021

a. Equity Share Capital:

Equity shares of INR 10 each issued, subscribed and fully paid (Refer Note 19.3)	No of shares	₹ Crores
At 31 March, 2020	15,72,96,781	157.30
At 31 March, 2021	**15,72,96,781**	**157.30**

b. Other Equity:

₹ Crores

Particulars	Equity component of compound financial instrument	Reserves & Surplus						Items of OCI		Total
		Capital Reserve (Refer Note 51)	Capital Redemption Reserve	Securities premium account	Debenture Redemption Reserve	General Reserve	Balance in Statement of Profit and Loss	FVTOCI Reserve	Translation Reserve	
For the year ended March 31, 2021										
As at 1st April, 2020	570.92	–	8.63	448.18	191.16	510.76	(9,329.70)	NIL	(55.02)	(7,655.07)
Net Profit for the period	NIL	NIL	NIL	NIL	NIL	NIL	45.78	NIL	NIL	45.78
Addition / Reduction during the year	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	21.62	21.62
Other comprehensive income	NIL	NIL	NIL	NIL	NIL	NIL	(0.19)	NIL	NIL	(0.19)
Total comprehensive income	NIL	NIL	NIL	NIL	NIL	NIL	45.59	NIL	21.62	67.21
Transfer from debenture redemption reserve / general reserve	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
As at 31 March, 2021	**570.92**	**–**	**8.63**	**448.18**	**191.16**	**510.76**	**(9,284.11)**	**NIL**	**(33.40)**	**(7,587.87)**
For the year ended 31 March 2020										
As at 1st April 2019	570.92	12.84	8.63	448.18	191.16	510.76	(9,266.56)	NIL	(35.72)	(7,559.79)
Net loss for the period	NIL	NIL	NIL	NIL	NIL	NIL	(30.04)	NIL	NIL	(30.04)
Addition / Reduction during the year	NIL	(12.84)	NIL	NIL	NIL	NIL	(32.76)	NIL	(19.30)	(64.90)
Other comprehensive income	NIL	NIL	NIL	NIL	NIL	NIL	(0.34)	NIL	NIL	(0.34)
Total comprehensive income	NIL	(12.84)	NIL	NIL	NIL	NIL	(63.14)	NIL	(19.30)	(95.28)
Transfer from debenture redemption reserve / general reserve	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
As at 31 March, 2020	570.92	–	8.63	448.18	191.16	510.76	(9,329.70)	NIL	(55.02)	(7,655.07)

Notes:

Capital Reserve: This reserve represents fraction coupons amount on conversion of FCCB into equity shares

Capital Redemption Reserve: This reserve is created u/s 69 of the Companies Act, 2013 by transferring an amount equal to the nominal value of shares bought back by the Company. The same is permitted to be used for issuing fully paid bonus shares.

Securities Premium Account: Premium collected on issue of securities is accumulated as part of securities premium. Utilisation of such premium is restricted by the Companies Act, 2013.

Debenture Redemption Reserve: Additional Debenture Redemption Reserve is not created as the said requirement has been dispensed with in terms of the amendment to Companies (Share Capital and Debentures) Rule 2014.

General Reserve: Forms part of the retained earnings and is permitted to be distributed to shareholders as dividend.

Balance in Statement of Profit and Loss: This represents profits remaining after all appropriations. This is free reserve and can be used for distribution as dividend.

As per our report of even date
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For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

D. S. Gunasingh
Director

Dr. Mahesh Borase
Director

Milind Bapat
Chief Financial Officer

Deepak Keluskar
Company Secretary

Consolidated Cash Flow Statement for the year ended March 31, 2021

₹ Crores

Particulars	31 March 2021	31 March 2020
Operating activities		
Profit / (loss) before tax from continuing operations	**67.24**	(230.86)
Profit / (loss) before tax from discontinued operations	**(21.46)**	200.99
Profit / (Loss) before tax	**45.78**	(29.87)
Adjustments to reconcile profit / (Loss) before tax to net cash flows:		
Depreciation and impairment of property, plant and equipment (Continuing operation)	**4.66**	4.51
Loss / (Gain) on disposal of property, plant and equipment	**0.05**	(0.26)
Finance income (including fair value change in financial instruments)	**(1.03)**	(0.94)
Finance costs (including fair value change in financial instruments) (continuing operations)	**20.47**	19.05
Finance costs (including fair value change in financial instruments) – discontinued operations	**21.38**	64.97
Unrealised Exchange (Gain) / Loss	**(19.63)**	77.16
Allowance for credit losses – Trade Receivables (Continuing operation)	**(0.35)**	0.67
Provision for doubtful Advances	**1.30**	NIL
Provision for impairment of investments	**NIL**	133.02
Liabilities / provisions no longer required written back	**(12.20)**	(8.88)
Interest on right to use leased assets	**0.20**	0.33
Exceptional Items:		
Derecognition of assets and liabilities of subsidiary on account of loss of control	**NIL**	(285.76)
Working capital adjustments:		
Increase / (decrease) in provision for gratuity & compensated absences	**(0.29)**	0.81
(Increase) / decrease in trade receivables	**(0.08)**	0.00
(Increase) / decrease in inventories	**NIL**	NIL
(Increase) / decrease in other current and non current assets	**3.09**	(1.47)
(Increase) / decrease in long term and short term loans and advances	**(15.04)**	(2.18)
Increase / (decrease) in trade payables, other current and non current liabilities and provisions	**19.20**	116.32
	67.51	87.48
Income tax paid (including TDS) (net)	**(4.13)**	(4.85)
Net cash flows from operating activities	**63.38**	82.63

₹ Crores

Particulars	31 March 2021	31 March 2020
Investing activiites		
Proceeds from sale of property, plant and equipment	**NIL**	0.36
Purchase of property, plant and equipment (including CWIP)	**(1.87)**	(1.08)
Interest received (finance income)	**1.33**	0.76
Net cash flows from/(used in) investing activities	**(0.54)**	0.04
Financing activities		
Interest paid	**(0.36)**	(0.72)
Repayment of long term borrowings	**(140.50)**	(20.50)
Fixed deposits with banks held as margin money	**78.07**	(80.67)
Interest payment on lease payments	**(0.19)**	(0.33)
Principal repayment on lease payments	**(1.27)**	(1.13)
Net cash flows from/(used in) financing activities	**(64.25)**	(103.35)
Adjustment on account of Consolidation/Translation	**0.07**	7.13
Net increase/(decrease) in cash and cash equivalents	**(1.34)**	(13.55)
Cash and cash equivalents at the beginning of the year (Continuing Operations)	**3.79**	4.67
Cash and cash equivalents at the beginning of the year (Discontinued operation)	**NIL**	12.67
Cash and cash equivalents at the beginning of the year	**3.79**	17.34
Cash and cash equivalents at the end (Continuing Operations)	**2.45**	3.79
Cash and cash equivalents at the end (Discontinuing operation)	**NIL**	NIL
Cash and cash equivalents at the end of the year	**2.45**	3.79

As per our report of even date
For M/s. **GDA and Associates**
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
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Dr. Mahesh Borase
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Chief Financial Officer

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Company Secretary

NOTES TO FINANCIAL STATEMENTS

A. CORPORATE INFORMATION

The Parent Company is a public company domiciled in India and is incorporated under the provisions of the Companies Act, applicable in India. Its shares are listed on Bombay Stock Exchange and National Stock Exchange of India. The registered office of the Company is located at Global Vision, Electronic Sadan II, MIDC, TTC Industrial Area, Mahape, Navi Mumbai.

The Group is engaged in providing network services to telecom operators, OEM's and tower companies.

The Consolidated financial statements were authorised for issue in accordance with a resolution passed in the meeting of the Board of directors held on May 27, 2021.

B. SIGNIFICANT ACCOUNTING POLICIES

B.1 Basis for preparation of Financial Statements:

Compliance with Ind AS :

The Consolidated Financial Statements have been prepared on a going concern basis and on accrual basis, in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting standards) (Amendment) Rules, 2016.

For all periods up to and including the year ended 31 March 2016, the Consolidated financial statements were prepared in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). The first Ind AS compliant consolidated financial statements were for the year ended March 31, 2017 with restated comparative figures for the year ended March 31, 2016 and as on April 1, 2015 in compliance with Ind AS.

Historical Cost Convention :

The Consolidated financial statements have been prepared on a historical cost basis, except –:

(a) certain financial assets and liabilities and

(b) defined benefit plans

Which are measured at fair value at the end of each reporting period, as explained in the accounting policies below.

The preparation of the Consolidated financial statements requires management to make estimates and assumptions. Actual results could vary from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future years (refer Note no. 39 on critical accounting estimates, assumptions and judgements).

Functional and presentation currency :

Items included in the financial statements of each of the Company's entities are measured using the currency of the primary economic environment in which these entities operate (i.e. the "functional currency"). The Consolidated financial statements are presented in Indian ₹ , which is the functional currency of the Parent Company and all values are rounded to the nearest Crores (₹ 10,000,000), except when otherwise indicated.

B.2 Principles of Consolidation:

The financial statement relates to GTL Limited (hereinafter referred to as "Parent Company"), its subsidiary companies (including step down subsidiaries) (hereinafter together referred to as "The Group") – comprising of Consolidated Balance Sheet, Consolidated Statement of Profit and Loss, Consolidated Statement of Changes in Equity and Statement of Consolidated Cash Flows together with the consolidated notes have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting standards) (Amendment) Rules, 2016.

1 The financial statements of the Parent Company and its subsidiary companies (including step down subsidiaries) are combined on a line–by–line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra–group balances and intra–group transactions in accordance with Ind– AS 110 "Consolidated Financial Statements".

   A Subsidiary is an entity controlled by the Parent. The Parent controls an entity when it is exposed to or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiary are included in the Consolidated Financial Statements from the date on which control commences as per Ind AS until the date on which control ceases.

2 In case of foreign subsidiaries, being non–integral foreign operations, revenue items are converted at weighted average rate for the financial year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognized as the "Translation Reserve" and the same is grouped under "Reserves and Surplus".

3 The difference between the cost of investment in the subsidiaries, over the net assets at the time of acquisition of shares in the subsidiaries is recognized in the financial statements as Goodwill or Capital Reserve, as the case may be.

4 The difference between the proceeds from disposal of investment in subsidiaries and the carrying amount of its assets less liabilities as on the date of disposal is recognized in the consolidated Statement of Profit and Loss being the profit or loss on disposal of investment in subsidiary.

5 Share of Minority Interest in net profit / loss of the consolidated subsidiaries for the year is identified and adjusted against the profit / loss of the group in order to arrive at the net profit / loss attributable to shareholders of the Company.

6 Share of Minority Interest in net assets of the consolidated subsidiaries is identified and presented in the consolidated balance sheet separate from liabilities and the equity of the Company's shareholders.

7 Investment in Associate Companies is accounted under the equity method as per Ind–AS 28 " Investment in Associates and Joint Ventures"

8 As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Parent Company's separate financial statements.

9 Assets and liabilities of disposal groups that are available for immediate sale and where the sale is highly probable of being completed within one year from the date of classification are considered and classified as assets held for sale and liabilities associated with assets held for sale. Non–current assets and disposal groups held for sale are measured at the lower of carrying amount and fair value less costs to sell.

B.3 Summary of Significant Accounting Policies–

1. **Current versus non–current classification :**

The presentation of assets and liabilities in the Consolidated balance sheet is based on current/ non–current classification. The Parent Company has presented non–current assets and current assets before equity, non–current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by Ministry of Corporate Affairs (MCA)."

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

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

All other assets are classified as non–current.

A liability is classified as current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non–current.

Deferred tax assets and 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.

The Parent Company has considered a period of twelve months for classifying its assets and liabilities as current and non–current.

2. **Fair value measurement :**

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

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

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

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

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

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

- Level 1 — Quoted / Published NAV (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

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

External valuers are involved for valuation of significant assets, such as properties and unquoted financial assets, and significant liabilities.

For the purpose of fair value disclosures, the Parent 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.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the following notes:

- Disclosures for valuation methods, significant estimates and assumptions (note 39)
- Quantitative disclosures of fair value measurement hierarchy (note 44)
- Investment in unquoted equity shares (note 6)
- Investment properties (note 4)
- Financial instruments (including those carried at amortised cost) (note 43)

3. Revenue recognition :

Revenue is recognised when the Group satisfies the performance obligation by transferring the promised services to the customers. Services are considered as performed when the customer obtains control, whereby the customer gets the ability to direct the use of such services and substantially obtains all benefits from services. When there is uncertainty as to measurement or ultimate collectability, revenue recognition is postponed until such uncertainty is resolved.

Revenue is measured based on the transaction price which is the fair value of the consideration received or receivable, stated net of discounts, returns and taxes. Transaction price is recognised based on the price specified in the contract. Accumulated experience is used to estimate and provide for the discounts / right of return, using the expected value method.

The specific revenue recognition policies are as under:

a. Revenue from contracts with customers:

i. Revenue from Turnkey Contracts, which are either Fixed Price or Cost Plus contracts, is recognized – when Group satisfies performance obligation by transferring promised services to the customer. The Group uses significant judgements while determining the transaction price allocated to performance obligations using the expected cost plus margin approach.

Provisions for estimated losses, if any, on uncompleted contracts are recorded in the period in which such losses become probable based on the expected contract estimates at the reporting date.

ii. Revenue from sale of products is recognized when performance obligations are satisfied. Performance obligations are satisfied when the customer obtains control of the products.

iii. Revenue from services is recognized when Group satisfies the performance obligation by transferring promised services to the customers.

Contract assets are recognized when there is an excess of revenue earned over billings on contracts. Contract assets are classified as unbilled receivables when there is an unconditional right to receive cash, and only passage of time is required, as per contractual terms. Unearned revenue ("Contract Liability") is recognized when there is billing in excess of revenue.

b. Dividend income is recognized when the right to receive dividend is established.

c. Income such as interest, rent is recognized as per contractually agreed terms on time proportion basis.

4. Property, plant and equipment :

On transition to Ind AS, the Group has opted to continue with the previous GAAP carrying values as deemed cost for all items of plant, property and equipment.

Tangible Assets are stated at the cost of acquisition less accumulated depreciation and impairment losses, if any. The cost includes purchase price (after deducting trade discounts and rebates), including non–refundable taxes and duties and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by Management.

When significant parts of Property, plant and equipment are required to be replaced at intervals, the Group depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criterias are satisfied. All other repair and maintenance costs are recognised in the Consolidated statement of profit and loss.

Advances paid towards acquisition of fixed assets are disclosed as Capital Advances under Other non–current assets and cost of assets not ready for use before the year–end, is disclosed as capital work in progress.

Depreciation on Fixed Assets is provided to the extent of depreciable amount on Straight Line Method over the useful life of the assets and in the manner prescribed in schedule II to the Companies Act, 2013, except in respect of following Fixed Assets, where the assessed useful life is different than that prescribed in Schedule II.

The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Sr. No.	Asset	Economic Useful Life (Years)
1	Buildings (including land for which no separate Valuation is available)	58
2	Leasehold land	58
3	Plant and Equipment	3 to 10
4	Furniture and Fixtures	5
5	Test and Repair Equipment	5
6	Vehicles	5

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of Profit and Loss when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

5. Investment properties :

On transition to Ind AS, the Group has opted to continue with the previous GAAP carrying values as deemed cost for investment properties.

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any.

The Group based on assessment made by technical expert and management estimate, depreciates the building over estimated useful life of 58 years which is different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that this estimated useful life is realistic and reflects fair approximation of the period over which the asset is likely to be used.

Though the Group measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes. Fair values are determined based on an annual evaluation performed by an accredited external independent valuer.

Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Consolidated statement of Profit and Loss when the asset is derecognised.

6. Intangible assets :

On transition to Ind AS, the Group has opted to continue with the previous GAAP carrying values as deemed cost for all items of Intangible assets.

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any.

The useful lives of intangible assets are assessed as either finite or indefinite. There are no intangible assets assessed with indefinite useful life.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation expense on intangible assets with finite lives is recognised in the Consolidated statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Consolidated statement of Profit and Loss when the asset is derecognised

The Group amortises intangible assets using the straight line method based on useful lives as prescribed in Schedule II.

7. **Inventories :**

a. Inventories including Work–in–process and stores and spares are valued at the lower of cost and net realizable value.

b. Inventory of Consumables is valued at cost

c. Cost of inventories is generally ascertained on first in first out basis.

Cost includes cost of purchase and other costs incurred in bringing inventories to their present location and condition. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

8. **Impairment of Non–Financial Assets :**

At each balance sheet date, the Group assesses whether there is any indication that any property, plant and equipment and intangible asset may be impaired and if any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

For the purpose of impairment testing, the recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre–tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the Consolidated Statement of Profit and Loss. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

9. **Foreign currencies:**

The Consolidated financial statements are presented in ₹ which is also its functional currency of the Parent Company.

Transactions and balances

Transactions in foreign currencies are initially recorded at the exchange rate prevailing on the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in the Consolidated Statement of Profit and Loss.

Non–monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

10. **Employee Benefits:**

Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by the employees are recognised as an expense during the year when the employees render the services.

Post–Employment Benefits

Defined Contribution Plan

A defined contribution plan is a post–employment benefit plan under which the specified contributions are paid to a separate entity. The specified monthly contributions are paid towards Provident Fund, Pension Scheme or any other applicable funds. The contributions are recognised as an expense in the Consolidated Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefit Plan

The liability in respect of defined benefit plans and other post–employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employee's services.

Re–measurement of defined benefit plans in respect of post–employment and other long term benefits are charged to the other Comprehensive Income.

11. Financial instruments :

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A. Financial assets

(i) Initial recognition and measurement

All financial assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at fair value through profit or loss are adjusted to the fair value on initial recognition. Purchase and sale of financial asset are recognised using trade date accounting i.e. the date that the Group commits to purchase or sell the asset.

(ii) Subsequent measurement

(a) Financial Assets carried at amortised cost (AC)

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect the contractual cash flows and the contractual terms of the financial asset give rise on the specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the Consolidated Profit or Loss. The losses arising from impairment are recognised in the Consolidated Profit or Loss. This category applies to Trade and Other Receivables, Security Deposits, Other Advance, Loan and Advances to Related Parties, Unbilled Income, Interest Receivable etc.

(b) Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)

A financial asset is subsequently measured at Fair Value through other Comprehensive Income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Group does not have any financial assets which are fair valued through Other Comprehensive Income (FVTOCI).

(c) Financial Assets at Fair Value Through Profit or Loss (FVTPL)

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss

(iii) Equity investments

All equity investments other than investment in Associates are measured at fair value, with value changes recognised in Statement of Profit and loss except for those equity investments for which the Group has elected to present the value changes in ‘Other Comprehensive Income’

The Group does not have any equity investments which are Fair Value Through Other Comprehensive Income (FVTOCI)

The Group makes such election on an instrument–by–instrument basis. The classification is made on initial recognition and is irrevocable.

(iv) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Consolidated Balance Sheet) when:

The rights to receive cash flows from the asset have expired, or

The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a ‘pass–through’ arrangement and either (a) the Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

(v) Impairment of financial assets

The Group assesses impairment based on expected credit loss (ECL) model to the following

Financial assets at amortised cost

Financial assets measured at fair value through Profit or Loss Account

The Group follows simplified approach for recognition of impairment loss allowance. The application of simplified approach does not require the Group to track changes in credit risks. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition.

The Group uses historical cost experience to determine the impairment loss allowance on the portfolio of trade receivables. At every reporting date, the historically observed default rates are updated and changes in the forward looking estimates are analysed.

For recognition of impairment loss on other financial assets and risk exposure, the Group determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12–month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the Group reverts to recognising impairment loss allowance based on 12–month ECL.

B. Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

(ii) Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

(a) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading, if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Group that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on financial liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk is recognized in OCI. These gains/ loss are not subsequently transferred to Profit and Loss. However, the Group may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the Consolidated statement of profit and loss. The Group has not designated any financial liability as at fair value through profit or loss.

(b) Loans and borrowings

After initial recognition, interest–bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the Consolidated statement of Profit and Loss.

(c) Financial guarantee contracts

Financial guarantee contracts issued by the Group are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognised less cumulative amortisation.

(iii) Derecognition

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

(iv) Embedded derivatives

An embedded derivative is a component of a hybrid (combined) contract that also includes a non–derivative host contract – with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand–alone derivative. An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided in the case of a non–financial variable that the variable is not specific to a party to the contract. Reassessment only occurs if there is either a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required or a reclassification of a financial asset out of the fair value through profit or loss.

If the hybrid contract contains a host that is a financial asset within the scope of Ind AS 109, the Group does not separate embedded derivatives. Rather, it applies the classification requirements contained in Ind AS 109 to the entire hybrid contract. Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value though profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in profit or loss, unless designated as effective hedging instruments.

(v) Reclassification of financial assets

The Group 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 Group 's senior management determines change in the business model as a result of external or internal changes which are significant to the Group's operations. Such changes are evident to external parties. A change in the business model occurs when the Group either begins or ceases to perform an activity that is significant to its operations. If the Group reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Group does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

C. Offsetting of financial instruments

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

12. Provision for Current and Deferred Tax :

a. **Current Tax:** Provision is made for income tax, under the tax payable method, based on the liability as computed after taking credit for allowances, exemptions, and MAT credit entitlement for the year. Adjustments in books are made only after the completion of the assessment. In case of matters under appeal, due to disallowances or otherwise, full provision is made when the said liabilities are accepted.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate. The current tax assets and current tax liabilities are offset and presented on net basis, if and only if there is legally enforceable right to set off current tax assets and current tax liabilities.

b. **Deferred tax:** Deferred tax is recognised on differences between the carrying amounts of assets and liabilities in the Consolidated Balance Sheet and the corresponding tax bases used in the computation of taxable profit and thereafter a deferred tax asset or deferred tax liability is recorded for temporary differences, namely the differences that originate in one accounting period and reverse in another. Deferred tax is measured based on the tax rates and tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax asset is recognized only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized. Carrying value of deferred tax asset is adjusted for its appropriateness at each balance sheet date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

The deferred tax assets and deferred tax liabilities are offset and presented on net bais if the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

c. Credit of MAT is recognised as an asset only when and to the extent there is convincing evidence that the normal income tax will be paid during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the MAT credit becomes eligible to be recognized as an asset, the said asset is created by way of a credit to the Consolidated Statement of Profit and Loss and shown as MAT credit entitlement. The same is reviewed at each balance sheet date and the carrying amount of MAT credit entitlement is written down to the extent there is no longer convincing evidence to the effect that the normal income tax will be paid during the specified period.

13. Segment Reporting :

The Group is engaged only in business of providing "Network Services" and as such there are no separate reportable segments.

14. Provisions, Contingent Liabilities and Contingent Assets :

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event. It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the Consolidated statement of profit and loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non–occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to the Consolidated Financial Statements.

Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

15. Borrowing Cost :

a. Borrowing costs, less any income on the temporary investment out of those borrowings, that are directly attributable to acquisition of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized as a part of the cost of that asset.

Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. 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. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

b. Other borrowing costs are recognized as expense in the period in which they are incurred.

16. Leases:

Group as a lessee:

The Group has adopted Ind AS 116 on leases beginning April 1, 2019, using the modified retrospective approach. The standard has been applied to the lease contracts as at April 1, 2019.

The Group's lease asset classes primarily consist of leases for Buildings. The Group assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

(i) the contract involves the use of an identified asset

(ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and

(iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognises a right–of–use asset (“ROU”) and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short–term leases) and leases of low value assets. For these short–term and leases of low value assets, the Group recognises the lease payments as an operating expense on a straight–line basis over the term of the lease.

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

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The remeasurement normally also adjusts the leased assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

Group as a lessor :

Leases for which the Group is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

17. Convertible preference shares :

Convertible preference shares are separated into liability and equity components based on the terms of the contract.

On issuance of the convertible preference shares, the fair value of the liability component is determined using a market rate for an equivalent non–convertible instrument. This amount is classified as a financial liability measured at amortised cost (net of transaction costs) until it is extinguished on conversion or redemption.

The remainder of the proceeds is allocated to the conversion option that is recognised and included in equity since conversion option meets Ind AS 32 criteria for fixed to fixed classification. Transaction costs are deducted from equity, net of associated income tax. The carrying amount of the conversion option is not remeasured in subsequent years.

Transaction costs are apportioned between the liability and equity components of the convertible preference shares based on the allocation of proceeds to the liability and equity components when the instruments are initially recognised.

18. Cash and Cash equivalents :

Cash and cash equivalents comprise cash at bank and in hand, cheques in hand and deposits with banks having maturity period less than three months from the date of acquisition, which are subject to an insignificant risk of changes in value

For the purpose of consolidated statement of cash flows, cash and cash equivalents consist of cash and short–term deposits as defined above net of outstanding bank overdrafts where they are considered an integral part of the Group’s cash management policy.

19. Earnings per share:

The earnings considered in ascertaining the Earnings Per Share (EPS) is the net profit/ (loss) after tax. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the period/year. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity shares unless the effect of the potential dilutive equity shares is anti–dilutive.

20. Non–current assets held for sale / discontinued operations :

The Group classifies non–current assets as held for sale/ discontinued operations if their carrying amounts will be recovered principally through a sale rather than through continuing use. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale expected within one year from the date of classification.

For these purposes, sale transactions include exchanges of non–current assets for other non–current assets when the exchange has commercial substance. The criteria for held for sale classification is regarded met only when the assets is available for immediate sale in its present condition, subject only to terms that are usual and customary for sales of such assets, its sale is highly probable; and it will genuinely be sold, not abandoned. The Group treats sale of the asset to be highly probable when:

- The appropriate level of management is committed to a plan to sell the asset,
- An active programme to locate a buyer and complete the plan has been initiated (if applicable),
- The asset is being actively marketed for sale at a price that is reasonable in relation to its current fair value,
- The sale is expected to qualify for recognition as a completed sale within one year from the date of classification , and
- Actions required to complete the plan indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Non–current assets held for sale are measured at the lower of their carrying amount and the fair value less costs to sell. Assets and liabilities classified as held for sale are presented separately in the consolidated Balance Sheet.

Property, plant and equipment and intangible assets once classified as held for sale to owners. are not depreciated or amortised.

A discontinued operation is a component of an entity that either has been disposed of, or is classified as held for sale, and:

- Represents a separate major line of business or geographical area of operations,
- Is part of a single co–ordinated plan to dispose of a separate major line of business or geographical area of operations

Or

- Is a subsidiary acquired exclusively with a view to resale

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss after tax from discontinued operations in the Consolidated statement of Profit and Loss.

21. Recent Accounting Developments :

Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2021.

3. PROPERTY, PLANT AND EQUIPMENT

₹ Crores

Particulars	Leasehold Buildings	Plant & machinery	Furniture & fixtures	Office equipments	Computers	Networking Assets	Test and Repair Equipments	Vehicles	Right to use – Lease Asset	Total of Property, plant and equipment	Capital work in progress
Cost											
At 31 Mar 2019	**77.96**	**111.22**	**4.10**	**3.38**	**1.18**	**37.39**	**5.81**	**1.26**	**NIL**	**242.30**	**NIL**
Additions	NIL	NIL	0.73	0.09	0.01	0.01	NIL	0.29	3.47	4.60	NIL
Disposals	NIL	NIL	NIL	NIL	NIL	(0.23)	NIL	(0.10)	NIL	(0.33)	NIL
At 31 Mar 2020	77.96	111.22	4.83	3.47	1.19	37.17	5.81	1.45	3.47	246.57	NIL
Additions / Adjustment	1.27	0.08	0.86	0.85	0.05	0.02	NIL	NIL	NIL	3.13	NIL
Disposals / Adjustment	NIL	(0.36)	(1.27)	(0.01)	NIL	NIL	(0.11)	NIL	NIL	(1.75)	NIL
At 31 Mar 2021	**79.23**	**110.94**	**4.42**	**4.31**	**1.24**	**37.19**	**5.70**	**1.45**	**3.47**	**247.95**	**NIL**
Depreciation and impairment											
At 31 Mar 2019	**7.16**	**111.05**	**2.45**	**2.01**	**1.16**	**36.98**	**5.59**	**0.77**	**NIL**	**167.17**	**NIL**
Additions	1.78	0.15	0.65	0.13	0.01	0.16	0.03	0.24	1.27	4.42	NIL
Disposals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
At 31 Mar 2020	**8.94**	**111.20**	**3.10**	**2.14**	**1.17**	**37.14**	**5.62**	**1.01**	**1.27**	**171.59**	**NIL**
Depreciation charge for the year	2.35	0.06	0.49	0.15	0.03	0.04	0.02	0.19	1.27	4.60	NIL
Disposals / Adjustment	0.25	(0.33)	(0.25)	(0.01)	NIL	NIL	(0.10)	NIL	NIL	(0.44)	NIL
At 31 Mar 2021	**11.54**	**110.93**	**3.34**	**2.28**	**1.20**	**37.18**	**5.54**	**1.20**	**2.54**	**175.75**	**NIL**
Net Book Value											
At 31 Mar 2021	**67.69**	**0.01**	**1.08**	**2.03**	**0.04**	**0.01**	**0.16**	**0.25**	**0.93**	**72.20**	**NIL**
At 31 Mar 2020	**69.02**	**0.02**	**1.73**	**1.33**	**0.02**	**0.03**	**0.19**	**0.44**	**2.20**	**74.98**	**NIL**

3.1 Deemed cost of leasehold building includes subscription towards share capital of co–operative societies amounting to ₹ 2,750/– (Previous Year ₹ 2,750/–)

3.2 For lien and charge on the above assets refer note no 25.1

3.3 In accordance with the Indian Accounting Standard (Ind AS 36) on "Impairment of Assets" the Management is required to carry out an exercise of identifying assets that may have been impaired.

However, in the opinion of the management, the fixed assets of the company mainly comprise of leasehold land and buildings and not cash generating units as stated in the said accounting standard and there is no impairment of any of the fixed assets.

4. INVESTMENT PROPERTY

₹ Crores

Particulars	Freehold land	Leasehold land	Total
Cost			
Opening Balance At 31 March, 2019	0.23	3.05	3.28
Additions	Nil	Nil	Nil
Disposals	Nil	Nil	Nil
Closing Balance At 31 March, 2020	0.23	3.05	3.28
Additions	Nil	Nil	Nil
Disposals	Nil	Nil	Nil
Closing Balance At 31 March, 2021	**0.23**	**3.05**	**3.28**
Depreciation and impairment			
Opening Balance At 31 March, 2019	**Nil**	**0.20**	**0.20**
Additions	Nil	0.07	0.07
Disposals	Nil	Nil	Nil
Closing Balance At 31 March, 2020	**Nil**	**0.27**	**0.27**
Depreciation charge for the year	Nil	0.05	0.05
Disposals	Nil	Nil	Nil
Closing Balance At 31 March, 2021	Nil	0.32	0.32
Net Block			
At 31 March, 2021	**0.23**	**2.73**	**2.96**
At 31 March, 2020	**0.23**	**2.78**	**3.01**

4.1 Information regarding income and expenditure of investment property

Particulars	31 March 2021	31 March 2020
Rental income derived from investment properties	**Nil**	Nil
Direct operating expenses (including repairs and maintenance) generating rental income	**Nil**	Nil
Direct operating expenses (including repairs and maintenance) that did not generate rental income	**(0.13)**	(0.14)
Loss arising from investment properties before depreciation and indirect expenses	**(0.13)**	(0.14)
Less: Depreciation	**(0.05)**	(0.07)
Loss arising from investment properties before indirect expenses	**(0.18)**	(0.21)

4.2 For lien and charge on the above assets refer note no 25.1

4.3 Reconciliation of fair value

Particulars	Amount
Fair value as at 31 March, 2019	42.53
Fair value difference	Nil
Purchases	Nil
Fair value as at 31 March, 2020	**42.53**
Fair value difference	Nil
Purchases	Nil
Fair value as at 31 March, 2021	**42.53**

Estimation of Fair Value

4.3.1 The company's investment properties consist of land parcels in the state of Gujarat and Maharashtra

4.3.2 The fair value of the Company's investment properties as at 31st March, 2017 was arrived at on the basis of a valuation carried out by independent registered valuers not related to the Company. The Company has adopted policy of revaluing investment property generally every three years unless there are any significant changes in the circumstances requiring earlier revaluation. However, on account of current pandemic situation the Company has continued with the same valuation for the year ended 31st March, 2021.

5. INTANGIBLE ASSETS

₹ Crores

Particulars	Networking Software	Other than Networking Software	Total
Deemed Cost (Refer Note No 5.1)			
At 31 March, 2019	**1.18**	**NIL**	**1.18**
Additions	0.01	NIL	0.01
Disposals	NIL	NIL	NIL
At 31 March, 2020	**1.19**	**NIL**	**1.19**
Additions	NIL	NIL	NIL
Disposals	NIL	NIL	NIL
At 31 March, 2021	**1.19**	**NIL**	**1.19**
Amortization and impairment			
At 31 March, 2019	**0.43**	**NIL**	**0.43**
Amortisation	0.03	NIL	0.03
Disposals	NIL	NIL	NIL
At 31 March, 2020	**0.46**	**NIL**	**0.46**
Amortisation	0.00	NIL	0.00
Disposals	NIL	NIL	NIL
At 31 March, 2021	**0.46**	**NIL**	**0.46**
Net Book Value			
At 31 March, 2021	**0.73**	**NIL**	**0.73**
At 31 March, 2020	**0.73**	**NIL**	**0.73**

5.1 For lien and charge on the above assets refer note no 25.1

6. INVESTMENTS (NON CURRENT)

Particulars	**31 March 2021**		31 March 2020	
	Numbers	**₹ Crores**	Numbers	₹ Crores
Investments – Trade (fully paid)				
Quoted				
Equity Shares				
GTL Infrastructure Limited (Face Value of ₹10/– each) (Refer Note 6.2)	**2,046,505,865**	**2,229.03**	2,046,505,865	2,229.03
Less : Provision for impairment loss		**(2,177.87)**		(2,177.87)
Total of Quoted Investments in Equity Shares– Trade		**51.16**		51.16
Unquoted				
Equity Shares of :				
Associates				
Global Rural Netco Ltd. (Face Value of ₹10/– each) – (Refer Note 6.3)	**NIL**	**NIL**	75,000,000	75.00
Less : Provision for Impairment loss		**NIL**		(75.00)
		NIL		NIL

Particulars	31 March 2021 Numbers	31 March 2021 ₹ Crores	31 March 2020 Numbers	31 March 2020 ₹ Crores
Others				
Ada Cellworks Wireless Engineering Pvt. Ltd. (Face Value of ₹10/– each) (Refer note 6.2)	**NIL**	**NIL**	90,000	NIL
Less : Provision for Impairment loss		**NIL**		NIL
		NIL		NIL
European Projects and Aviation Ltd. (Face Value of ₹ 10/– each) (Refer note 6.2)	**NIL**	**NIL**	12,350,000	NIL
		NIL		NIL
Total of Un–quoted Investments in Equity Shares – Trade		**NIL**		NIL
Investments in:				
Preference Shares of				
Associates				
6% Cumulative Redeemable Preference Shares of Global Rural Netco Ltd. (Refer Note 6.3)	**NIL**	**NIL**	20,000,000	200.00
Less : Provision for Impairment loss		**NIL**		(200.00)
Sub Total of Preference share of Associates		**NIL**		NIL
Others				
0.1% Cumulative Preference Shares of Global Proserv Ltd (Face Value of ₹ 100/– each) (Refer note 6.2)	**NIL**	**NIL**	13,000,000	100.24
Less : Provision for Impairment loss		**NIL**		(100.24)
		NIL		NIL
0.1% 12 Years Redeemable Preference Shares of European Projects and Aviation Limited (Face Value of ₹ 10/– each) (Refer note 6.2)	**13,000,000**	**15.04**	13,000,000	15.04
0.02% 13 Years Redeemable Preference Shares of European Projects and Aviation Limited (Face Value of ₹ 10/– each)	**50,250,000**	**19.11**	50,250,000	19.11
0.1% 13 Years Redeemable Preference Shares of European Projects and Aviation Limited (Face Value of ₹10/– each)	**44,246,900**	**77.50**	44,246,900	77.50
Total		**111.65**		111.65
Less : Provision for Impairment loss		**(111.65)**		(111.65)
Total of Un–quoted Investments in Preference Shares – Others		**NIL**		NIL
Total of Un–quoted Investments in Preference Shares		**NIL**		NIL
Trade				
Debenture of :				
Associates				
11% Fully Convertible Debenture Series – A Global Rural Netco Ltd. (Face Value of ₹ 100/– each) (Refer Note 6.3)	**NIL**	**NIL**	15,000,000	150.00

Particulars	31 March 2021		31 March 2020	
	Numbers	₹ Crores	Numbers	₹ Crores
Less : Provision for Impairment loss		NIL		(150.00)
Total of Un–quoted Investments in Debentures – Trade		NIL		NIL
Total of Un–quoted Investments – Trade		NIL		NIL
Total Investments		51.16		51.16
Aggregate amount of quoted investments		2,229.03		2,229.03
Aggregate market value of quoted investments		51.16		51.16
Aggregate Amount of unquoted investments		111.65		913.55
Aggregate amount of impairment in value of investments		2,289.52		2,739.76

6.1 The Group has measured all its investments, except its investments in subsidiaries and associates, at fair value and the gain / loss on fair valuation has been accounted through Profit and Loss Account.

6.2 Pending appropriation of pledged shares invoked by lenders, the said shares held by the Parent Company, are continued to be classified as long term investments. The Parent Company does not and will not recognize the gain / loss in the market value of such investments as it is not the beneficial owner of them.

6.3 The National Company Law Tribunal , Court III, Mumbai Bench vide its order dt. March 02,2021 liquidated Global Rural Netco Ltd (GRNL), an associate of the Parent Company. As a consequence, the Parent Company has written off its investments in Equity Shares, Preference Shares and Debentures in GRNL to the tune of ₹ 425 Crores against which provision was made of the same amount.

7. LOANS (NON CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Unsecured, Considered good		
Security Deposits		
Deposits with body corporates and others	2.68	6.46
Deposits with government authorities	0.53	0.53
Less : Provision for doubtful deposits	(2.52)	(6.28)
Total	0.69	0.71

8. OTHER (NON–CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Unsecured, considered doubtful		
Advance to Suppliers	NIL	759.05
Less: Allowance for credit losses	NIL	(759.05)
	NIL	NIL
Other Advances	NIL	192.79
Less: Allowance for credit losses	NIL	(192.79)
	NIL	NIL
Total	NIL	NIL

8.1 During the year the Parent Company has written off amounts due from its suppliers and other advances for which impairment provision was already made.

9. OTHER NON–CURRENT ASSETS

₹ Crores

Particulars	31 March 2021	31 March 2020
Capital advances	**NIL**	0.07
Less :Allowance for credit losses	**NIL**	(0.07)
Total	**NIL**	NIL

9.1 During the year the Parent Company has written off amounts due from its suppliers for which impairment provision was already made.

10. INVENTORIES

₹ Crores

Particulars	31 March 2021	31 March 2020
Consumables	**NIL**	NIL
Total	**NIL**	NIL

10.1 For basis of valuation – Refer Point No. 8 of Note No. 2 "Significant Accounting Policies"

11. TRADE RECEIVABLES

₹ Crores

Particulars	31 March 2021	31 March 2020
Trade receivables Unsecured,		
Considered good	**0.09**	0.01
Doubtful	**103.16**	277.50
Less : Allowance for doubtful debts	**(103.16)**	(277.50)
Total	**0.09**	**0.01**
Trade receivables (Net of allowance for credit losses)		
Others	**0.09**	0.01
Total	**0.09**	0.01

11.1 During the year the Parent Company has written off amounts due from some of its doubtful receivables for which impairment provision was already made.

12. CASH AND CASH EQUIVALENTS

₹ Crores

Particulars	31 March 2021	31 March 2020
Balances with banks		
In current accounts	**2.43**	2.57
Cheques, drafts on hand	**NIL**	1.20
Cash on hand	**0.02**	0.02
	2.45	3.79

13. BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

₹ Crores

Particulars	31 March 2021	31 March 2020
Margin money with banks against guarantees*	**1.50**	2.84
Earmarked Bank Balance	**3.94**	80.66
Earmarked bank balances towards unclaimed dividend	**0.20**	0.20
	5.64	83.70

* Includes ₹ 0.33 Crores (as at March 31.2020 ₹ 0.35 Crores) having maturity after 12 months

14. LOANS (CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Unsecured		
Loans to employees	**0.03**	0.04
Deposits with body corporates and others		
Considered good	**0.10**	0.75
Considered doubtful	**0.07**	0.99
Less : Allowance for credit losses on deposits	**(0.07)**	(0.99)
	0.10	0.75
Total	**0.13**	0.79

15. OTHERS (CURRENT)

₹ Crores

Particulars	31 March 2021	31 March 2020
Advance to Suppliers (Refer note 15.1)	**NIL**	191.00
Interest receivable (Refer note 15.1)	**NIL**	45.91
Interest receivable on term deposit	**0.01**	0.32
Other Advances	**6.95**	9.39
Receivable towards reimbursible of cost / expenses	**8.04**	11.96
Unbilled Revenue	**2.49**	5.58
Total	**17.49**	264.16
Allowance for credit losses:		
Advance to Suppliers	**NIL**	(191.00)
Interest receivable	**NIL**	(45.91)
Other Advances	**(5.34)**	(6.80)
Receivable towards reimbursible of cost / expenses	**(7.75)**	(11.83)
	(13.09)	(255.54)
Total	**4.40**	8.62

15.1 During the year the Parent Company has written off amounts due from suppliers and interest receivable for which impairment provision was already made.

16. CURRENT TAX ASSETS (NET)

₹ Crores

Particulars	31 March 2021	31 March 2020
Advance Income Tax & Tax deducted at source (Net of provision)	**27.00**	22.87
Total	**27.00**	22.87

17. OTHER CURRENT ASSETS

₹ Crores

Particulars	31 March 2021	31 March 2020
Prepaid Expenses	**0.46**	0.51
Input Tax Recoverable	**28.64**	12.04
Advance to Suppliers	**1.59**	7.44
Less: Allowance for credit losses	**(0.84)**	(5.73)
	0.75	1.71
Advances to employees	**0.03**	0.10
Less: Allowance for credit losses	**NIL**	(0.06)
	0.03	0.04
Total	**29.88**	14.30

18. DISCONTINUED OPERATIONS

₹ Crores

Particulars	31 March 2021	31 March 2020
Discontinued Operations		
Claims receivables – Distribution Franchise (net) (Refer note 18.1)	**43.83**	43.83
Allowance for credit losses on claims receivables – DF	**(43.83)**	(43.83)
Total	**NIL**	NIL

18.1 During the financial year 2014–15, the Distribution Franchisee (DF) agreement between the Parent Company and MSEDCL got terminated. With regards to the Distribution Franchisee activity, the reconciliation and settlement of several claims of the Parent Company and MSEDCL are under process. The liabilities of the Power Distribution Franchisee of ₹ 210.76 Crores is adjustable against receivable of ₹ 254.59 Crores from them and accordingly have been presented net. The Parent Company has tested the amount receivable from MSEDCL for expected credit loss and accordingly ₹ 43.83 Crores has been provided for during the financial year 2016–17.

19. SHARE CAPITAL

Authorised Share Capital

	Equity shares		Preference shares	
	Nos	₹ Crores	Nos	₹ Crores
At 31 March 2020	29,00,00,000	290.00	81,00,00,000	810.00
Increase / (decrease) during the year	NIL	NIL	NIL	NIL
At 31 March 2021	**29,00,00,000**	**290.00**	**81,00,00,000**	**810.00**

19.1 Terms/ rights attached to equity shares

The Parent Company has only one class of equity shares having a face value of ₹ 10/– per share. Each holder of equity share is entitled to one vote on show of hands and in case of poll, one vote per equity share. A member shall not have any right to vote whilst any call or other sum shall be due and payable to the Parent Company in respect of any of the equity shares of such member. All equity shares of the Parent Company rank *pari–passu* in all respects including the right to dividend.

In the event of winding–up of the Parent Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Parent Company, if any, after distribution of all preferential amounts in proportion to the number of shares held at the time of commencement of winding–up.

The equity shareholders have all other rights as available to equity shareholders as per the provisions of Companies Act, 2013 , read together with Memorandum and Articles of Association of the Parent Company.

19.2 Terms, Rights, Preferences and restrictions attached to 0.01% – Non Participating Optionally Convertible Cumulative Preference Shares (OCPS):

The Parent Company has only one class of preference shares, having face value of ₹10/– per share allotted to GTL Infrastructure Limited (GIL). In terms of the issue, GIL had right to convert OCPS into equity shares from the expiry of 6 months from the date of allotment till 18 months of the date of allotment. However, GIL has opted for non–conversion of OCPS into equity shares.

The OCPS carry a dividend of 0.01 % per annum, payable on a cumulative basis on the date of conversion / redemption as the case may be. Any declaration and payment of dividend shall at all times be subject to the availability of Profits and the terms of the restructuring of the debts under the Corporate Debt Restructure (CDR) Mechanism, unless otherwise agreed by the CDR Lenders. Further, in the event of inability of the Parent Company to declare / pay dividend due to non–availability of Profits / pursuant to the terms of restructuring, the dividend may be waived by GIL.

After the expiry of a period of 6 months from the Allotment Date, the OCPS may at the Option of the Parent Company be redeemed at any time prior to the expiry of 20 years from the date of the allotment, in part or in full, after providing a prior written notice of 30 days to GIL. As agreed by the OCPS holder, the original term providing Yield to Maturity of 8% by way of redemption premium has been repealed by the Board.

Other than as permitted under applicable laws, GIL will not have a right to vote at the Parent Company's General Meetings.

In the event of winding–up of the Parent Company, the OCPS holder/s will be entitled to receive in proportion to the number of shares held at the time of commencement of winding–up, any of the remaining assets of the Parent Company, if any, after distribution to all secured creditors and their right to receive monies out of the remaining assets of the Parent Company shall be reckoned *pari–passu* with other unsecured creditors, however, in priority to the equity shareholders. The OCPS holder/s shall have such rights as per the provisions of Companies Act, 2013, read together with Memorandum of Association of the Parent Company.

The OCPS holder/s shall have all other rights as avaialble as per the provisions of Companies Act, 2013, read together with Memorandum and Articles of Association of the Company.

19.3.a Issued equity capital

Equity shares of ₹ 10 each issued, subscribed and fully paid	No.	₹ Crores
At 31 March 2020	15,72,96,781	157.30
Changes during the year	NIL	NIL
At 31 March 2021	**15,72,96,781**	**157.30**

19.3.b Issued preference capital

Preference shares of ₹ 10 each issued, subscribed and fully paid	No.	₹ Crores
At 31 March 2020	65,00,00,000	650.00
Changes during the year	NIL	NIL
At 31 March 2021	**65,00,00,000**	**650.00**

19.4 Details of shareholders holding more than 5% shares in the company

Name of the shareholder	As at 31 March 2021		As at 31 March 2020	
	No. in Crores	% holding in the class	No. in Crores	% holding in the class
Equity Shares				
Global Holding Corporation Private Limited (One of the Promoters and the Parent Company's associate)	**5.10**	**32.41**	5.10	32.41
IDBI Trusteeship Services Limited	**1.86**	**11.82**	1.86	11.82
Preference Shares				
GTL Infrastructure Limited	**65.00**	**100.00**	65.00	100.00

20. OTHER EQUITY

Other Equity includes:

₹ Crores

Particulars	31 March 2021	31 March 2020
Equity component of compound financial instrument	**570.92**	570.92
Capital Reserve (Refer Note 51)	**–**	–
Capital Redemption Reserve	**8.63**	8.63
Securities Premium Account	**448.18**	448.18
Debenture Redemption Reserve	**191.16**	191.16
General Reserve	**510.76**	510.76
Balance in Statement of Profit and Loss		
Opening balance	**(9,329.70)**	(9,266.56)
Total comprehensive income	**45.59**	(30.38)
Addition / Reduction during the year	**NIL**	(32.76)
Closing balance	**(9,284.11)**	(9,329.70)
Items of Other Comprehensive Income:		
Translation Reserve		
Opening balance	**(55.02)**	(35.72)
Movement during the year	**21.62**	(19.30)
Closing balance	**(33.40)**	(55.02)
	(7,587.87)	(7,655.07)

Capital Reserve: This reserve represents the fractional coupon amounts upon conversion of FCCB into equity shares.

Capital Redemption Reserve: This reserve is created under Section 69 of the Companies Act, 2013 by transferring an amount equal to the nominal value of shares bought back by the Company. This is permitted to be used for issuing fully paid bonus shares.

Securities Premium Account: Premium collected on issue of securities is accumulated as part of securities premium. Utilisation of such premium is restricted by the Companies Act, 2013.

Debenture Redemption Reserve: Additional Debenture Redemption Reserve is not created as the said requirement has been dispensed with in terms of the amendment to Companies (Share Capital and Debentures) Rule 2014.

General Reserve: General Reserve forms part of the retained earnings and is permitted to be distributed to shareholders as dividend.

Balance in Statement of Profit and Loss: This represents profits remaining after all appropriations. This is a free reserve and can be used for distribution as dividend.

Translation Reserve: This reserve represents differences on account of foreign exchange rates arising on the translation of financial statements of foreign subsidiaries.

21. BORROWINGS

₹ Crores

Particulars	31 March 2021	31 March 2020
Non–current borrowings		
Non–current interest bearing loans and borrowings:		
Unsecured loans		
Liability component of compound financial instrument		
0.01% Non–Participating OCPS of ₹ 10/– each fully paid – up	**193.68**	174.33
Total unsecured loans	**193.68**	174.33

21.1 Liability component of compound financial instrument i.e 0.01% Non–Participating Optionally Convertible Cumulative Preference Shares (OCPS) is determined considering effective interest rate.

21.2 Refer note 19.2 for Terms, Rights, Preferences, redemption details and restrictions attached to 0.01% – Non Participating Optionally Convertible Cumulative Preference Shares (OCPS)

22. OTHER FINANCIAL LIABILITIES

₹ Crores

Particulars	31 March 2021	31 March 2020
Obligation to make lease payments	**0.77**	2.34
	0.77	2.34

Refer Note no. 41.A

23. PROVISIONS

₹ Crores

Particulars	31 March 2021	31 March 2020
Provision for Employee Benefits		
Gratuity	**NIL**	NIL
Leave Encashment	**1.14**	1.28
	1.14	1.28

24. TRADE PAYABLES

₹ Crores

Particulars	31 March 2021	31 March 2020
Total outstanding dues to micro and small enterprises (Refer Note 24.3)	**1.30**	1.30
Total outstanding dues to other than micro and small enterprises	**9.77**	19.81
Trade payables to related parties (refer note 24.1)	**NIL**	NIL
	11.07	21.11

24.1. Details of Trade payable – related parties

₹ Crores

Particulars	31 March 2021	31 March 2020
Associates	**NIL**	NIL
	NIL	NIL

24.2 The Parent Company has sought the balance confirmations from the trade payables and has received such confirmations from some Vendors. In respect of remaining Vendors, balances are subject to confirmation and appropriate adjustment, if necessary, will be considered in the year of reconciliation.

24.3 Disclosure in accordance with Micro, Small and Medium Enterprises Development (MSMED) Act, 2006. The information required to be disclosed has been furnished to the extent parties have been identified as Micro, Small and Medium Enterprises on the basis of information available in this regard with the Parent Company.

Particulars	31 March 2021	31 March 2020
Principal amount remaining unpaid	**1.30**	1.30
Interest due thereon	**5.00**	4.24
The amount of interest paid in terms of section 16, along with the amounts of the payment made beyond the appointed day during accounting year	**NIL**	NIL
The amount of interest due and payable for the period (where the principal has been paid but interest under the MSMED Act, 2006 not paid);	**NIL**	NIL
The amount of interest accrued and remaining unpaid at the end of accounting year	**5.00**	4.24
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	**1.73**	1.52

25. OTHER FINANCIAL LIABILITIES

Particulars	31 March 2021	31 March 2020
Secured		
Payable to CDR lenders (Refer Note 25.1 and 25.2)	**2,611.40**	2,751.02
Unsecured		
Payable to External Commercial Borrowings (ECB) lenders (Refer Note 25.3)	**681.22**	697.20
Payable to Holders of Rated Redeemable Unsecured Rupee Non–Convertible Debentures (NCD) (Refer Note 25.3)	**1,589.28**	1,590.16
Interest accrued and due on borrowings (Refer Note 25.3)	**1,485.47**	1,489.33
Interest accrued and due on Others	**5.00**	4.24
Liability towards guarantee obligation	**NIL**	39.82
Unclaimed Dividend	**0.20**	0.20
Capex Creditors	**0.25**	0.25
Accrued expenses	**213.62**	183.51
Security Deposit Received	**2.25**	2.25
Salary and Employee benefits payable	**23.02**	24.50
Expense Creditors	**4.50**	4.60
Others	**0.78**	0.78
Total	**6,616.99**	6,787.86

25.1 Nature of security:

I) Security created in favor of CDR Lenders :

a) A first charge and mortgage on all immovable properties, present and future;

b) A first charge by way of hypothecation over all movable assets, present and future;

c) A first charge on the Trust and Retention Account and other reserves and any other bank accounts wherever maintained, present & future;

d) A first charge, by way of assignment or creation of charge, over:

i. all the rights, title, interest, benefits, claims and demands whatsoever in the Project Documents duly acknowledged and consented to by the relevant counter–parties to such Project Documents, all as amended, varied or supplemented from time to time;

ii. all the rights, title, interest, benefits, claims and demands, whatsoever, in the Clearances

iii. all the rights, title, interest, benefits, claims and demands, whatsoever, in any letter of credit, guarantee, performance bond provided by any party to the Project Documents;

iv. all the rights, title, interest, benefits, claims and demands, whatsoever, in Insurance Contracts / proceeds under Insurance Contracts;

e) Pledge of all investments of the Parent Company, except investment in Global Rural Netco Ltd (GRNL) which will be pledged on fulfillment of financial covenant agreed with the lenders of GRNL;

f) Mr. Manoj G. Tirodkar, one of the promoters of the Company, has extended a personal guarantee. The guarantee is limited to an amount of ₹ 394.28 Crores;

g) Mr. Manoj G. Tirodkar and Global Holding Corporation Private Limited (GHC), promoters of the Company, have executed sponsor support agreement to meet any shortfall or expected shortfall in the cash flows towards the debt servicing obligations of the Company. As far as Mr. Manoj Tirodkar is concerned any liability arising from this Sponser Support Agreement along with any other Agreement including Personal Guarantee shall be always capped at ₹ 394.28 Crores and

h) The pledge referred in (e) above has been invoked by the Lenders on 28th March, 2019.

II) Security offered to CDR Lender's pending creation of charge:

a) The Parent Company's one of the promoters namely GHC along with its step down subsidiaries has to extend corporate guarantee; and

b) GHC has to pledge its holding in the Parent Company that is currently pledged by GHC in favor of its lenders, as and when released, either in full or part.

III) Prior to the restructuring of the Parent Company's debts under CDR Mechanism, the Parent Company created security on certain specified tangible assets of the Company in favour of Andhra Bank (merged with Union Bank of India), Punjab National Bank, Union Bank of India, Vijaya Bank (merged with Bank of Baroda), IDBI Bank Limited, State Bank of Hyderabad (merged with State Bank of India), Bank of Baroda, UCO Bank, Indian Overseas Bank, Indian Bank, Canara Bank and Dena Bank (merged with Bank of Baroda) for their respective credit facilities other than term loans, aggregating ₹ 1,572 Crores. In terms of CDR Documents inter–alia Master Restructuring Agreement, the earlier charges are not satisfied by the Parent Company after creation of new security as stated in I above.

25.2. The Parent Company is awaiting the outcome of the Inter–creditor agreement and is in discussion with the Lead Bank. In the meanwhile, in the matter of application under section 7 of the Insolvency and Bankruptcy Code, 2016 filed by one of the lenders before NCLT, on appeal the Hon'ble Supreme Court has passed status quo order.

25.3 Details of Interest accrued and due on borrowings comprises of:

a) Overdue Interest of ₹ 502.79 Crores relating to the period March 14 to March 17 on amounts due to holders of Rated Redeemable Unsecured Rupee Non–convertible Debentures;

b) Overdue Interest of ₹ 188.96 Crores relating to the period for December 12, 2011 to March 31, 2017 on External Commercial Borrowings; the variation in the interest accrued amount as at March 21 is on account of exchange fluctuation

c) Overdue Interest of ₹ 727.80 Crores relating to the period June 2014 to March 2017 on Secured Term Loan;

d) Overdue interest of ₹22.64 Crores relating to the period June 2014 to March 2017 on Secured Funded Interest Term Loan;

e) Overdue interest of ₹ 23.00 Crores September 2014 to March 2017 on Cash Credit facility;

f) Overdue interest of ₹20.27 Crores November 2014 to March 2017 on Dues towards BG Invocation.

26. OTHER CURRENT LIABILITIES

₹ Crores

Particulars	31 March 2021	31 March 2020
Advance from customers	**2.01**	2.01
Unearned Revenue	**0.07**	NIL
Withholding and other taxes payable	**9.49**	9.42
Obligation to make lease payments	**0.30**	NIL
Others	**82.29**	53.89
Total	**94.16**	65.32

27. PROVISIONS

₹ Crores

Particulars	31 March 2021	31 March 2020
Provision for Employee Benefits		
Gratuity	**NIL**	NIL
Leave Encashment	**0.09**	0.04
Total	**0.09**	0.04

28. NET LIABILITIES DIRECTLY ASSOCIATED WITH THE ASSETS CLASSIFIED AS HELD FOR SALE

₹ Crores

Particulars	31 March 2021	31 March 2020
Liabilities	**712.69**	712.93
Less : Assets	**(2.69)**	(2.77)
Total	**710.00**	710.16

29. REVENUE FROM OPERATIONS

₹ Crores

Particulars	31 March 2021	31 March 2020
Sale of Services		
Telecom Network Services	**169.62**	166.16
Energy Management and Operation Maintenance	**51.26**	48.96
Other Operating Revenues	**0.08**	0.28
Total	**220.96**	215.40

29.1 In a dispute between the Parent Company and GTL Infrastructure Limited (GIL), the Arbitration Tribunal vide its interim order dated December 17, 2019 has directed GIL to pay an amount of ₹ 44,000 Lakhs in stipulated timeline. The parties had initiated a settlement process, however, it could not be completed due to non–receipt of consents from lenders. Further GIL lenders have challenged the award and related execution proceedings. Hence the Parent Company has not recognized income against the said claim.

29.2 Revenues in excess of invoicing are classified as contract assets (referred to as unbilled revenues), while invoicing in excess of revenues are classified as contract liabilities (referred to as unearned revenues). Details of the same are as under:

₹ Crores

Particulars	31 March 2021	31 March 2020
Contract Assets	**2.49**	5.58
Contract Liabilities	**0.07**	NIL

30. OTHER INCOME

₹ Crores

Particulars	31 March 2021	31 March 2020
Interest income		
Bank Deposits	**0.66**	0.64
Others	**0.37**	0.30
Profit on sale of Fixed Assets (Net)	**NIL**	0.26
Other non–operating income		
Excess provisions no longer required	**12.20**	8.88
Others	**2.16**	2.23
Gain on Foreign Currency Transactions (Net)	**19.63**	NIL
Total	**35.02**	12.31

31. COST OF PURCHASES / SERVICES RENDERED

₹ Crores

Particulars	31 March 2021	31 March 2020
Cost of Services rendered		
Electricity and Diesel cost for Energy Management	**29.28**	42.25
Sub–Contractor Charges	**27.84**	28.48
Vehicle Hire Charges	**NIL**	0.34
Total	**57.12**	71.07

32. CHANGES IN INVENTORIES OF STOCK–IN– TRADE

₹ Crores

Particulars	31 March 2021	31 March 2020
Consumables	**NIL**	NIL
Total	**NIL**	NIL

33. EMPLOYEE BENEFITS EXPENSES

₹ Crores

Particulars	31 March 2021	31 March 2020
Salaries, wages and bonus	**57.99**	66.92
Contribution to provident and other funds	**4.71**	4.70
Staff welfare expense	**0.07**	0.10
Outsourced wages and Manpower Cost	**7.19**	1.44
Total	**69.96**	73.16

34. FINANCE COSTS

₹ Crores

Particulars	31 March 2021	31 March 2020
Interest		
– On OCPS	**19.35**	17.46
– On Right To Use Lease Assets	**0.20**	0.33
Other Borrowing costs	**1.11**	1.59
Total	**20.66**	19.38

34.1 The Parent Company has neither paid nor provided interest on its borrowing during the financial year in view of the foregoing as explained in Note no.25.2. Had such interest been recognized the finance cost would have been more by ₹ 470.20 Crores.

35. DEPRECIATION AND AMORTIZATION EXPENSE

₹ Crores

Particulars	31 March 2021	31 March 2020
Depreciation of tangible assets (note 3)	**4.60**	4.42
Depreciation on Investment Properties (note 4)	**0.05**	0.07
Amortization of intangible assets (note 5)	**0.00**	0.03
Total	**4.66**	4.52

36. OTHER EXPENSES

₹ Crores

Particulars	31 March 2021	31 March 2020
Communication Expenses	**0.08**	0.12
Advertisement Expenses	**0.01**	0.02
Business Promotion Expenses	**0.08**	0.23
Rates & Taxes	**0.74**	1.60
Rent	**3.21**	1.64
Electricity Charges	**3.33**	1.14
Insurance	**1.16**	1.09

₹ Crores

Particulars	31 March 2021	31 March 2020
Legal and Professional Fees	**21.08**	23.13
Travelling & Conveyance Expenses	**0.47**	1.36
Director's Sitting Fees	**0.83**	0.57
Auditor's Remuneration	**0.39**	0.37
Repairs & Maintenance – Buildings	**NIL**	0.03
Repairs & Maintenance – Others	**1.51**	0.28
Allowance for credit losses – Trade Receivables	**(0.35)**	0.68
Provision for Doubtful Advances	**1.30**	NIL
Loss on foreign currency transactions (Net)	**NIL**	77.16
Provision for impairment of investment	**NIL**	133.02
Provision against Guarantee Obligation	**NIL**	45.05
Loss on sale of fixed assets	**0.05**	NIL
Other Expenses	**2.45**	2.61
	36.34	290.10

37. DISCONTINUED OPERATIONS

i) The results of discontinued operations are presented below :

₹ Crores

Particulars	31 March 2021	31 March 2020
Total Income	**NIL**	NIL
Less:		
Operating Expenses	**0.07**	19.79
Interest Expenses	**21.38**	64.98
Loss before tax	**(21.46)**	(84.77)
Less: Income tax Expenses	**NIL**	0.51
Loss from operating activities after tax	**(21.46)**	(85.28)
Extra–ordinary item		
De–recognition of Assets and Liabilities of subsidiary on account of loss of control (refer note 37.ii)	**NIL**	285.76
Loss after tax and extra–ordinary items – discontinued operations	**(21.46)**	200.48

ii) In continuation of the disclosures made earlier, the assets and liabilities of International Global Tele–Systems Ltd, the subsidiary of the Company is continued to be treated as "Liabilities Held for Sale and discontinued operations" and loss incurred is shown under loss from discontinued operations in terms of Ind AS 105.

Consequent to the order of Supreme Court of Bermuda for dissolution of GTL International Ltd (GTIL), the Registrar of Companies, Bermuda, has dissolved w.e.f 17.12.2020 as confirmed by the liquidator. Accordingly, the Company ceases to have any relationship with GTIL and its subsidiaries from the said date.

iii) The carrying amount of liabilities (net of assets) pertaining to discontinued Operations as at March 31, 2021 and March 31, 2020, is ₹ 710.00 Crores and ₹ 710.16 Crores respectively.

iv) **The net cash flows attributable to the discontinued operations are stated below :**

₹ Crores

Particulars	31 March 2021	31 March 2020
Operating	**(0.07)**	(19.80)
Investing	**NIL**	NIL
Financing	**NIL**	NIL
Translation adjustment	**0.07**	7.13
Net cash (outflow)/inflow	**NIL**	(12.67)

v) **Earnings per share:**

Particulars	31 March 2021	31 March 2020
Basic	**(1.36)**	12.75
Diluted	**(1.36)**	12.75

38. EARNINGS PER SHARE (EPS)

₹ Crores

Particulars	31 March 2021	31 March 2020
Profit / (Loss) after tax :		
Continuing operations	**67.24**	(230.52)
Add :		
Dividend payable on cumulative Preference Shares	**(0.07)**	(0.07)
Tax on cumulative Preference Dividend payable	**–**	(0.01)
Profit / (Loss) attributable to equity holders of continuing operations for basic earnings	**67.17**	(230.60)
Profit / (Loss) attributable to equity holders of discontinued operations for basic earnings	**(21.46)**	200.48
Profit / (Loss) attributable to equity holders total operations for basic earnings	**45.71**	(30.12)
Weighted average number of Equity shares for basic EPS	**15,72,96,781**	15,72,96,781
Weighted average earnings per share (basic and diluted) (continuing operations)	**4.27**	(14.66)
Weighted average earnings per share (basic and diluted) (discontinued operations)	**(1.36)**	12.75
Weighted average earnings per share (basic and diluted) (total operations)	**2.91**	(1.91)

38.1 There have been no other transactions involving Equity shares or potential Equity shares between the reporting date and the date of authorisation of these financial statements.

38.2 There were no potentially dilutive equity shares which would have been outstanding as at the year end.

39. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

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

Judgements

In the process of applying the Parent Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the Consolidated financial statements:

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Parent Company based its assumptions and estimates on parameters available when the Consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Parent Company. Such changes are reflected in the assumptions when they occur.

The Management believes that the judgements and estimates used in preparation of financial statement are prudent and reasonable.

Taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits.

Defined benefit plans (gratuity benefits)

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long–term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet 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 judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See Note 43 for further disclosures.

Allowances for credit loss on Trade Receivable, Advance to supplier and other receivable

The Provision for allowances for credit loss for Trade Receivable, Advance to supplier and other receivable are based on assumptions about the risk of defaults and expected credit loss. The Group uses judgement in making these assumption and selecting the inputs to the calculation of provision for allowance based on the past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

Provisions for impairment loss on Investment

Provisions for impairment loss on Investment is based on evaluation of financial position of investee companies to meet their obligations for honouring their commitments towards the investment held by the Group.

40. GRATUITY AND OTHER POST–EMPLOYMENT BENEFIT PLANS

a) Defined Benefit Plan

In case of Parent Company, the employee's Gratuity Fund Scheme, which is defined benefit plan, is managed by Trust maintained with Life Insurance Corporation of India (LIC). The present value of obligation is determined based on actuarial valuation using Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation for compensated absences is recognized in same manner as gratuity.

Based on actuarial valuation obtained as at the Balance Sheet date the following table sets out the details of Defined Benefit obligation.

1. Movement in obligation– Gratuity

₹ Crores

Particulars	31 March 2021	31 March 2020
Defined Benefit Obligation at beginning of the period	**3.61**	3.84
Current service cost	**0.28**	0.29
Interest cost	**0.25**	0.30
Benefits paid	**(0.80)**	(1.12)
Actuarial changes arising from changes in financial and demographic assumptions	**0.20**	0.23
Experience adjustments	**(0.09)**	0.07
Defined Benefit Obligation at end of the period	**3.45**	3.61

2. Movement in Plan Assets – Gratuity

₹ Crores

Particulars	31 March 2021	31 March 2020
Fair value of plan assets at beginning of year	**4.22**	3.81
Expected return on plan assets	**0.29**	0.30
Employer contributions	**0.60**	1.27
Benefits paid	**(0.80)**	(1.12)
Actuarial gain / (loss)	**(0.10)**	(0.04)
Fair value of plan assets at end of year	**4.21**	4.22
Present value of obligation	**3.45**	3.61
Net funded status of plan	**(0.76)**	(0.59)
Actual return on plan assets	**0.10**	0.04

The components of the gratuity cost are as follows:

3. Recognised in profit and loss

₹ Crores

Particulars	31 March 2021	31 March 2020
Current Service cost	**0.28**	0.29
Interest cost	**(0.04)**	0.00
Total	**0.24**	0.29
Actual return on plan assets	**0.10**	0.04

4. Recognised in Other Comprehensive Income

₹ Crores

Particulars	31 March 2021	31 March 2020
Remeasurement – Acturial loss/(gain)	**0.09**	0.30
Return on plan assets, excluding Interest Income	**0.10**	0.04
Total	**0.19**	0.34

5. The principal actuarial assumptions used for estimating the Parent Company's defined benefit obligations are set out below:

Weighted average actuarial assumptions	31 Mar 2021	31 Mar 2020
Attrition rate	**5.50%**	2.00%
Discount Rate	**6.44%**	6.87%
Expected Rate of increase in salary	**5.50%**	5.50%
Expected Rate of Return on Plan Assets	**6.44%**	6.87%
Mortality rate	**IALM 2006–08 Ultimate**	IALM 2006–08 Ultimate
Expected Average remaining working lives of employees	**10 Years**	13 Years

6. Sensitivity analysis:

Particulars	Changes in Assumption	Effect on gratuity obligation
For the year ended March 31, 2020		
Discount rate	**+1%**	(0.25)
	–1%	0.29
Salary Growth rate	**+1%**	0.23
	–1%	(0.21)
Withdrawal Rate	**+1%**	0.04
	–1%	(0.04)
For the year ended March 31, 2021		
Discount rate	**+1%**	(0.20)
	–1%	0.23
Salary Growth rate	**+1%**	0.18
	–1%	(0.16)
Withdrawal Rate	**+1%**	0.02
	–1%	(0.02)

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognised within the Balance Sheet.

7. History of experience adjustments is as follows:

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Plan Liabilities – (loss)/gain	**(0.09)**	(0.30)
Plan Assets – (loss)/gain	**(0.10)**	(0.04)

Estimate of expected benefit payments (In absolute terms i.e. undiscounted)

Particulars	₹ Crores
01 Apr 2021 to 31 Mar 2022	**0.43**
01 Apr 2022 to 31 Mar 2023	**0.22**
01 Apr 2023 to 31 Mar 2024	**0.37**
01 Apr 2024 to 31 Mar 2025	**0.22**
01 Apr 2025 to 31 Mar 2026	**0.25**
01 Apr 2026 onwards	**1.94**

As at 31st March, 2021, the weighted average duration of the projected benefit obligation is 10 years (previous year: 10 years)

8. Statement of Employee benefit provision

₹ Crores

Particulars	31 Mar 2021	31 Mar 2020
Gratuity	**NIL**	NIL
Leave encashment	**1.22**	1.32
	1.22	1.32

41. COMMITMENTS, CONTINGENCIES AND PROVISIONS

A. Leases

1. The Parent Company has adopted Ind AS 116 on leases beginning April 1, 2019, using the modified retrospective approach. The standard has been applied to the lease contracts as at April 1, 2019.
2. As on the transition date, the Parent Company has recognized the lease liability at present value of the lease payments discounted at relevant incremental borrowing rate. The right to use asset has been measured at the same value as that of the lease liability during inception. As of 31 March, 2021 the right–of–use asset is ₹ 0.92 Crores (₹ 2.20 Crores) and a corresponding lease liability of ₹ 1.07 Crores (₹ 2.34 Crores).
3. In the statement of profit and loss for the current year, lease expenses which were recognised as other expenses in previous periods is now recognised as depreciation expense for the right–of–use asset and finance cost for interest accrued on lease liability. The adoption of this standard did not have any significant impact on the profit for the year and earnings per share. The weighted average incremental borrowing rate of 11% has been applied to lease liabilities recognised in the balance sheet at the date of initial application.
4. The Parent Company has also elected not to apply the requirements of Ind AS 116 to Short term lease and leases for which underlying asset is of low value. The Company incurred ₹ 3.18 Crores (₹ 1.63 Crores) for the year ended March 31, 2021 towards expenses relating to short–term leases.
5. The total cash outflow for leases is ₹ 4.65 Crores (₹ 3.08 Crores) for the year ended 31st March, 2021 including cash outflow of short–term leases. Out of this an amount of ₹ 1.47 Crores (₹ 1.45 Crores) is pertaining to IndAS 116 requirements and ₹ 3.18 Crores (₹ 1.63 Crores) is pertaining to short term leases. Interest on lease liabilities is ₹ 0.20 Crores (₹ 0.33 Crores) for the year.
6. The Parent Company's leases mainly comprise of buildings premises.

The Parent Company as a Lessor–

The Company leases out its properties for which:

1. The lease income recognised in the Statement of Profit and Loss ₹ 2.16 Crores (Previous year ₹ 2.15 Crores).
2. Future minimum lease rentals:

₹ Crores

Particulars	31 March 2021	31 March 2020
Receivable in less than one year	**1.46**	2.08
Receivable in one to two years	**0.07**	1.39
Receivable in two to three years	**0.08**	NIL
Receivable in three to four years	**0.09**	NIL

B. Commitments

(i) Estimated amount of contracts remaining to be executed on capital account and not provided for:

₹ Crores

Particulars	31 March 2021	31 March 2020
Estimated amount of contracts remaining to be executed on capital account not provided for (net of advances) (Cash out flow is expected on execution of such contracts on progressive basis.)	**NIL**	NIL

C. Contingent liabilities

₹ Crores

	Particulars	31 March 2021	31 March 2020
i)	Claims against the Parent Company not acknowledged as debts (refer note 41.C.1)	**8,036.17**	2,528.36
ii)	Guarantees given by Banks on behalf of the Parent Company	**6.91**	7.67
iii)	Performance Guarantees issued by the Parent Company	**5.00**	5.00
iv)	Disputed Sales tax liabilities for which appeals are pending (Amount deposited ₹ 4.92 Crores (FY 19 –20 ₹ 4.92 Crores)	**113.79**	113.79
v)	Disputed Service Tax liabilities for which appeals are pending (Amount deposited / adjusted ₹ 1.10 Crores (FY 2019 – 20 0.97 Crores)	**20.08**	18.35
vi)	Disputed Income Tax liability for which appeals are pending (Amount deposited / adjusted ₹ NIL (FY 19 – 20 – ₹ NIL)	**0.42**	NIL
vii)	Dividend on 0.01% Non–Participative Optionally Convertible Cumulative Preference Share	**0.56**	0.49

Future cash outflows in respect of iv,v and vi matters are determinable only on receipt of judgements or decisions pending at various forum. The Parent Company has assessed that it is only possible, but not probable, that outflow of economic resources will be required in respect of above liability.

41. C.1 Claims against the Parent Company not acknowledged as debts

As on March 31, 2021, there were 55 cases against the Parent Company, pending in various Courts and other Dispute Redressal Forums.

i) In 8 out of 55 cases, the Parent Company has been implicated as proforma defendant i.e. there are no monetary claims against the Parent Company. In most of these cases, dispute concerns matters like loss of share certificate, title claim / ownership / transfer of the shares etc. The Parent Company's implication in these matters is with a view to protect the interest of the lawful owners of the shares. Upon the final orders passed by the Court(s), the Parent Company shall have to release the shares, which are presently under 'stop transfer', in this regard to the rightful claimants. There is no direct liability or adverse impact on the business of the Parent Company on account of the said 8 cases.

ii. Out of the balance 47 cases, 20 cases are from its earlier power business, 9 cases are from telecom related businesses and 1 case is in respect of non–allotment / non–refund of money in its IPO, which are handled by the Parent Company's advocates, who have the necessary expertise on the subject. It is found that in most of the cases the claims are unsubstantiated and therefore the Parent Company is resisting and defending these claims. (Out of the aforesaid 20 cases of power business, 9 cases pertain to Labour Court matter wherein the employees filed for reinstatement on termination consequent to termination of Aurangabad Distribution Franchisee Agreement of the Parent Company. These are being settled with affected employees. The contingent liability in respect of these 9 cases is ₹ 1.34 Crores and in respect of balance 11 cases is ₹ 0.41 Crores.) Further the contingent liability w.r.t. 9 cases related to telecom business and 1 case in respect of non–allotment / non–refund of money in its IPO is ₹ 0.92 Crores.

iii. There are 9 cases pertaining to arbitration matters, out of which in 5 cases, the Parent Company has invoked arbitration proceedings against MSEDCL in respect of the DF Contract & EPC Contract as explained in the previous Annual Report and the contingent liability towards counter claims of MSEDCL is ₹ 462.90 Crores. The other four matters, are arising out of challenge on the procedural orders by the Arbitrator and are being contested in the the courts by the Parent company's advocates who have the necessary expertise on the subject. There is no contingent liability arising out of the four matters

iv. In 1 case, a bank has filed commercial suit against the Parent Company in the Hon'ble Bombay High Court in respect of the Parent Company's comfort letter issued in favour of one of its Wholly Owned Subsidiaries (WOS) towards WOS's credit facilities. The contingent liability in respect of which is ₹ 237.28 Crores

v. In 1 case a Lender Bank has filed insolvency petition before the National Company Law Tribunal, Bombay Bench under section 7 of the IBC Code, which has not been admitted. On appeal, the Hon'ble Supreme Court has passed status quo order. The contingent liability in respect of which is ₹ 204.78 Crores (Net of liability in the books as at March 31, 2021 of ₹ 329.98 Crores, against the total claim of ₹ 534.76 Crores).

vi. In 1 case, the Department of Telecom (DoT) has raised a frivolous demand of ₹ 1,509.50 Crores based on Adjusted Gross Revenue for ISP license fee pertaining to the business carried out by the Parent Company well before the year 2009 and the relevant ISP license was surrendered to DoT in 2009 for which DoT had issued a no–dues certificate in November 2010. The Parent Company is contesting this demand in an appropriate forum.

vii. In 1 case case, Canara Bank has filed a suit against the Parent Company in Debt Recovery Tribunal, Chennai, claiming ₹ 551.91 Crores. The Parent Company is contesting the claim in the DRT, Chennai.

viii. In 1 case, IDBI Bank has filed a suit against the Parent Company in Debt Recovery Tribunal, Mumbai, claiming ₹ 4,853.55 Crores. The Parent Company is contesting the claim in the DRT, Mumbai.

ix. In the balance 3 cases, the Parent Company has been impleaded for various procedural reliefs in the courts and these are at initial stages of seeking directions and are being contested in the the courts by the Parent Company's advocates who have the necessary expertise on the subject. There is no liability to the Parent Company at this stage of litigation. As on the date there is no contingent liability

Apart from the above cases pending before the courts and other dispute Dispute Redressal Forums, the Parent Company has not acknowledged the following debts also:

x. Claim of ₹ 179.00 Crores from Global Holding Corporation, an associate of the Parent Company towards loss occurred to the associate on account of invocation by lender of share investment held by the associate in the Parent Company which was offered as pledge for the credit facility availed by the Parent Company.

xi. One of the lenders has debited amount of ₹ 34.58 Crores to Current Account which is disputed by the Parent Company.

The contingent liability in respect of 55 cases is ₹ 8,036.17 Crores.

D. Movement in provisions

Disclosure as required by Ind AS Provisions, Contingent Liabilities and Contingent Assets

₹ Crores

Particulars	31 March 2021	31 March 2020
Compensated Absences at beginning of the period	**1.32**	0.47
Addition	**0.03**	1.03
Benefits paid	**(0.13)**	(0.18)
Compensated Absences at end of the period	**1.22**	1.32

42.1 RELATED PARTIES

A Associates

Global Holding Corporation Private Limited

B Key Managerial Personnel

a) Mr. Sunil S. Valavalkar – Whole Time Director

b) Mr. Milind Bapat, Chief Financial Officer

c) Mr. Deepak Keluskar, Company Secretary

d) Independent Directors

42.1.1 The National Company Law Tribunal, Court III, Mumbai Bench, has passed liquidation order on March 02, 2021 in respect of Global Rural Netco Ltd (GRNL), an associate of the Company. As a consequence, GRNL ceased to be an associate of the Parent Company.

42.1.2 As informed in the earlier year, the lenders of the Parent Company invoked the pledge on shares held by the Company of GTL Infrastructure Limited, an associate of the Parent Company and ADA Cell Wireless Engineering Pvt.Limited (ADA) , a 100% Subsidairy of the Parent Company. In view of this, GTL Infrastructure Limited and ADA Cell Wireless Engineering Pvt. Limited are no longer related parties.

42.2 Related Party Disclosures – Transactions With Related Party

₹ Crores

Sr. no.	Party Name	Year	Closing Balance as on 31–Mar–2021						
			Deposit Received	Receivable towards Bank claim paid by the Company	Receivables (Gross)	Receivables towards Reimbursable cost / expense (Gross)	Advance received / Accrued Receivables	Accrued Expenses	Payables (incl. Advance received)
1	**Associates**								
1.a	Global Holding Corporation Private Limited	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**0.26**	**NIL**	**NIL**	**NIL**
		31–Mar–20	NIL	NIL	NIL	0.26	NIL	NIL	NIL

42.2.1 The above amounts with respect to advances & debtors are before making allowances for credit loss.

42.2.2 Claim from Global Holding Corporation Pvt.Ltd. of ₹ 179 Crores which is not acknowledged as debt is considered in "Contingent liability" and hence not shown in the above Statement.

42.2.3 The details for GTL Infrastructure Limited are not provided (Refer Note 42.1.2)

42.2.4 The credit period towards sale to related parties are in line with other external customers. The outstanding balances at the year–end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided to or received from any related party with resepct to receivables or payables. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

42.3 Related Party Disclosures – Transactions With Related Party

Sr. no.	Party Name	Year	Transactions during the year April 2020 to March 2021										
			Sales & Services	Reim–burse–ment Expenses from	Reim–burse–ment Expenses to	Interest Income	Rent received	Advance Received	Advance Repaid	Pur–chase of Property, plant and equip–ment	Sale of Property, plant and equipment	Short Term Employee benefits	Post Employee benefits
1	**Associates**												
1.a	Global Holding Corporation Private Limited	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
2	**Key Managerial Personnel**												
2a	Mr. Sunil S. Valavalkar	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**0.14**	**0.01**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	0.14	0.01
2b	Mr. Milind Bapat	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**2.51**	**0.03**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	1.54	0.03
2c	Mr.Deepak Keluskar	**31–Mar–21**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**0.09**	**NIL**
		31–Mar–20	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
2d	Independent Directors (for sitting fees paid to Independent Directors, refer Directors Report)												

42.3.1 The sales to and purchases from related parties are made on terms equivalent to those that prevail for arm 's length transactions.

42.3.2 The amounts disclosed in the table related to key management personnel are the amounts recognised as an expense during the reporting period.

42.3.3 Provision for contribution to Gratuity fund and Leave encashment on retirement which are made based on actuarial valuation on an overall Company basis are not included in remuneration details of key managerial personnel

42.4 Additional information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as subsidiary and associates.

Name of the entity		Net Assets i.e. Total Assets minus Total Liabilities		Share of profit or loss	
		As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
Parent					
GTL Limited	(A)	90%	(6,720.57)	147%	67.05
Subsidiaries					
Foreign					
International Global Tele–Systems Limited		10%	(710.00)	–47%	(21.46)
Total of foreign subsidiaries	(B)	10%	(710.00)	–47%	(21.46)
Total consolidated assets minus liabilities	(C)=(A+B)		(7,430.57)		45.59

42.5 Salient features of Financial Statements of Subsidiaries and Associates as per Companies Act, 2013

Part "A": Subsidiaries

Sr. No.	Name of the Susbsidary Company	Curr.	Year Ending	Exchange Rate Bal. Sheet	Exchange Rate P&L	Capital	Reserves	Other Liabilities	Total Liabilities	Total Assets	Investments	Turnover	Profit / (Loss) before tax	Provision for Tax	Profit / (loss) after Tax	Proposed Dividend	% of Share holding
A	International Global Tele–Systems Limited	USD	31 December	73.190	73.650	525.23	(1,485.50)	962.96	2.68	2.68	NIL	NIL	(21.46)	NIL	(21.46)	NIL	100%

Part "B" : Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies

Note: Since Global Rural Netco Limited is no more 'Associate" the details are not applicable

43. FAIR VALUES

Set out below, is a comparison by class of the carrying amounts and fair value of the Parent Company's financial instruments

₹ Crores

	Carrying value		Fair value	
	31–Mar–21	31–Mar–20	**31–Mar–21**	31–Mar–20
Financial assets				
FVTPL financial investments				
Investment in Preference Shares – Others				
European Projects and Aviation Ltd	**NIL**	NIL	**111.65**	111.65
Global Proserv Ltd	**NIL**	NIL	**NIL**	100.24
Investment in Equity Shares – Others				
European Projects and Aviation Ltd	**NIL**	NIL	**NIL**	NIL
GTL Infrastructure Ltd. (Refer Note 6.2 and 43.3)	**51.16**	51.16	**163.72**	51.16
Total of financial assets at fair value	**51.16**	51.16	**275.37**	263.05
Financial assets designated at amortised cost				
Non–current assets (refer note 43.1)				
Loans	**0.69**	0.71	**0.69**	0.71

₹ Crores

	Carrying value		Fair value	
	31–Mar–21	31–Mar–20	**31–Mar–21**	31–Mar–20
Other	**NIL**	NIL	**NIL**	NIL
Current assets (refer note 43.1)				
Trade receivables	**0.09**	0.01	**0.09**	0.01
Cash and cash equivalents	**2.45**	3.79	**2.45**	3.79
Bank balance other than included in Cash and cash equivalents above	**5.64**	83.70	**5.64**	83.70
Loans	**0.13**	0.79	**0.13**	0.79
Other	**4.40**	8.62	**4.40**	8.62
Total of financial assets at amortised cost	**13.40**	97.62	**13.40**	97.62
Total of financial assets	**64.56**	148.78	**288.77**	360.67
Financial liabilities designated at amortised cost				
Borrowings				
Fixed rate borrowings	**6,367.37**	6,527.71	**6,367.37**	6,527.71
0.01% Non–Participating Optionally Convertible Cumulative Preference Shares (OCPS) (refer note 43.2)	**193.68**	174.33	**193.68**	174.33
Trade payables (refer note 43.1)	**11.07**	21.11	**11.07**	21.11
Other Financial Liabilities (refer note 43.1)	**249.62**	260.15	**249.62**	260.15
Total of financial liabilites	**6,821.74**	6,983.30	**6,821.74**	6,983.30

43.1 The management assessed that trade receivables cash and bank balances, loans, other financial assets, trade payables and other financial liabilities approximate their carrying amounts largely due to the short–term maturities of these instruments.

43.2 The fair values of the Parent Company's fixed interest–bearing borrowings is determined by using DCF method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non–performance risk as at 31 March 2021 was assessed to be insignificant as borrowings are fixed interest bearing.

43.3 The fair value of investments in GTL Infrastructure Limited based on market rate as at 31 March, 2021 is ₹ 163.72 Crores.

44. FAIR VALUE HIERARCHY

The following table provides the fair value measurement hierarchy of the Parent Company's assets and liabilities.

Quantitative disclosures fair value measurement hierarchy for assets as at :

₹ Crores

	Fair value measurement using					
	March 31, 2021			**March 31, 2020**		
	Quoted prices in active markets	**Significant observable inputs**	**Significant unobservable inputs**	**Quoted prices in active markets**	**Significant observable inputs**	**Significant unobservable inputs**
	(Level 1)	**(Level 2)**	**(Level 3)**	**(Level 1)**	**(Level 2)**	**(Level 3)**
Assets measured at fair value:						
FVTPL financial investments (Note 43):						
Investment in Preference Shares – Others						
European Projects and Aviation Ltd		**NIL**			NIL	
Global Proserv Ltd		**NIL**			NIL	
Investment in Equity Shares – Others						
European Projects and Aviation Ltd			**NIL**			NIL
GTL Infrastructure Ltd. (Refer Note 6.2)	**163.72**			51.16		
Assets for which fair values are disclosed :						
Investment properties (Refer note 4.3)						
Office properties		**42.53**			42.53	

Quantitative disclosures fair value measurement hierarchy for liabilities as at :

	Fair value measurement using					
	March 31, 2021			March 31, 2020		
	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs	Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
	(Level 1)	(Level 2)	(Level 3)	(Level 1)	(Level 2)	(Level 3)
Liabilities for which fair values are disclosed (Note 43):						
Borrowings (Note 43):						
Fixed Interest bearing Loans		**6,367.37**			6,527.71	
Convertible preference shares		**193.68**			174.33	

45. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Parent Company's principal financial liabilities comprise of loans and borrowings, trade and other payables, and financial guarantee contracts. The main purpose of these financial liabilities is to manage finance for the Parent Company's operations. The Parent Company's principal financial assets includes investments, trade and other receivables, supplier advance and cash and cash equivalents that derive directly from its operations.

The Group is exposed to market risk, credit risk and liquidity risk. The Parent Company's senior management oversees the management of these risks. The Parent Company's senior management is supported by Risk Management Group (RMG), Investment committee and Resource committee that advises on financial risks and the appropriate financial risk governance framework for the Company. The Risk Management Group, Investment committee and Resource committee provides assurance to the Parent Company's senior management that the Group's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives. It is the Group's policy that no trading in derivatives for speculative purposes may be undertaken. The Audit Committee of the Board and the Board of Directors review and monitor risk management and mitigation plans. The financial risks are summarised below.

45.1 Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans, borrowings and deposits. As the revenues from the Parent Company's network service business is dependent on the sustainability of telecom sector, the Parent Company believes that Macro – economic factor, including the growth of Indian economy as well as political and economic environment, have a significant direct impact on the Parent Company's business, results of operations and financial position.

45.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flow of financial instrument will fluctuate because of changes in market interest rates. The significant part of financial instrument which can be considered in case of the Company as subject to interest rate risk are borrowings . However the Parent Company's borrowings carry fixed interest rate and therefore the Parent Company is not exposed to significant interest rate risk.

45.3 Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Parent Company's exposure to the risk of changes in foreign exchange rates relates primarily to the External Commercial Borrowings and except for the the same , the Parent Company is not exposed to foreign currency risk as the Parent Company's business operations do not involve any significant transactions in foreign currency.

Foreign currency sensitivity

The impact on the Parent Company's profit / (loss) before tax on account of variation in exchange rates can be on account of fluctuation in USD as the Parent Company's External Commercial borrowings liability is USD denominated liability .The following table demonstrates the sensitivity to a reasonably possible change in USD exchange rates, with all other variables held constant. 1% increase or decrease in USD rate will have the following impact on profit / (loss) before tax :

Particulars	2020–2021		2019–2020	
	1% Increase	**1% Decrease**	1% Increase	1% Decrease
USD Denominated monetary liabilities	**7.82**	**(7.82)**	7.98	(7.98)

45.4 Equity price risk

The Parent Company's equity investment in one of the companies is listed and all other investments are in unlisted entities. All the investments of the Company are trade and strategic investments and therefore are not considered to be exposed or susceptible to market risk.

45.5 Commodity price risk

The Parent Company is engaged in business of providing "Network Services" comprising mainly of Operation maintenance and energy management (OME) and other network services. In OME the major component of cost are electricity and fuel. The variation in the price of electricity and fuel is index based i.e. additionally charged to customer. With regards to other services the contracts are cost plus margin and therefore commodity price risk is mitigated

45.6 Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Parent Company is exposed to credit risk from its operating activities (primarily trade receivables), deposits with banks and other financial assets.

Trade receivables

Customer credit risk is managed subject to the Parent Company's established policy, procedures and controls relating to customer credit risk management. Credit quality of a customer is assessed based on individual credit limits and defined in accordance with customer assessment. Outstanding customer receivables are regularly monitored.

The Parent Company follows a 'simplified approach' (i.e. based on lifetime ECL) for recognition of impairment loss allowance on Trade receivables. For the purpose of measuring lifetime ECL allowance for trade receivables, the Parent Company estimates irrecoverable amounts based on the ageing of the receivable balances . Individual trade receivables are written off when management deems them not to be collectible. The Parent Company does not hold any collateral as security against these trade receivables. The contractually agreed terms effectively manage the concentration risk. The details of the same are as under:

₹ Crores

Ageing (in no. of days past due)	As at 31 March, 2021				As at 31 March, 2020			
	Gross carrying amount	**Expected credit loss rate**	**Credit loss**	**Net carrying amount**	**Gross carrying amount**	**Expected credit loss rate**	**Credit loss**	**Net carrying amount**
0 – 90 days past due	**0.08**	**0%**	**–**	**0.08**	1.33	100%	1.33	–
91 – 180 days past due	**–**	**NA**	**–**	**–**	1.11	100%	1.11	–
181 – 270 days past due	**–**	**NA**	**–**	**–**	0.00	100%	0.00	–
More than 270 days past due	**103.17**	**100%**	**103.16**	**0.01**	275.07	100%	275.06	0.01
Total	**103.25**		**103.16**	**0.09**	277.51		277.50	0.01

Financial Assets and bank deposits

Credit risk from balances with banks is managed by the Group's treasury department in accordance with the Group policy. The Parent Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which its balances and deposits are maintained. Generally, the balances are maintained with the institutions with which the Group has also availed borrowings. The Group does not maintain significant cash and deposit balances other than those required for its day to day operations.

The Company's maximum exposure to credit risk for the components of the balance sheet at 31 March 2021 and 31 March 2020 is the carrying amounts as appearing in Note 12,13,14 and 15.

45.7 Liquidity risk

Liquidity risk is that the Company will not be able to settle or meet its obligation on time or at reasonable price. Parent Company's principal sources of liquidity are cash flows generated from its operations.

The Parent Company continues to take various measures such as cost optimisation, improving operating efficiency to increase Parent Company's operating results and cash flows. Further the Parent Company has made a proposal for a negotiated settlement of debts which has been agreed in principle by all set of lenders.The management is of the view that upon the implementation of the parent Company's negotiated settlement proposal, the Company would be in a position to meet its liabilities and continue its operations.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

₹ Crores

Particulars	March 31, 2021					March 31, 2020				
	On demand	**Less than 1 year**	**More than 1 Year less than 5 years**	**More than 5 years**	**Total**	**On demand**	**Less than 1 year**	**More than 1 Year less than 5 years**	**More than 5 years**	**Total**
Convertible preference shares	**NIL**	**NIL**	**NIL**	**650.00**	**650.00**	NIL	NIL	NIL	650.00	650.00
Other financial liabilities	**6,616.99**	**NIL**	**NIL**	**NIL**	**6,616.99**	6,787.86	NIL	NIL	NIL	6,787.86
Total outstanding dues to micro & small enterprises	**1.30**	**NIL**	**NIL**	**NIL**	**1.30**	1.30	NIL	NIL	NIL	1.30
Total outstanding dues to other than micro & small enterprises	**9.77**	**NIL**	**NIL**	**NIL**	**9.77**	19.81	NIL	NIL	NIL	19.81
	6,628.06	**NIL**	**NIL**	**650.00**	**7,278.06**	6,808.97	NIL	NIL	650.00	7,458.97

46: CAPITAL MANAGEMENT

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, Securities premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to safeguard continuity of the business operations.

In view of slow down in telecom industry in last few years, the Company's business received a set back which resulted in incurrence of huge losses and adversely impacting the capital of the Company. The Company therefore for effective capital management has submitted a revised negotiated proposal for settlement of debts and/or upon restructure through NCLT and / or the proposed revised circular of RBI as the case may be, it would be in a position to settle the matter and consequently there will be a substantial improvement in capital structure of the Company.

Calculation of Capital Gearing ratio

₹ Crores

Particulars	31 March 2021	31 March 2020
Equity Capital	**157.30**	157.30
Reserves	**(7,648.58)**	(7,715.62)
	(7,491.28)	(7,558.32)
Borrowings*	**4,881.90**	5,038.38
Liability component of compound financial instrument	**193.68**	174.33
	5,075.58	5,212.71
Capital Gearing ratio	**(1.48)**	(1.45)
Capital Gearing ratio %	**(147.59)**	(145.00)

*Fixed cost bearing funds have been included in calculation of the borrowings.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2021 and 31 March 2020.

47. DEFERRED TAX

Deferred tax liabilities / (Assets) of the following

₹ Crores

Particulars	31 March 2021	31 March 2020
Relating to		
Property, Plant and Equipment	**(8.14)**	(13.72)
Right to use –Lease Assets	**(0.04)**	0.69
Other Intangible Assets	**(0.09)**	(0.23)
Financial Asset – Others	**NIL**	(41.50)
Disallowance Under Section 43B of the Income Tax Act, 1961		
Provision for doubtful debts	**(0.25)**	(0.21)
Unabsorbed Depreciation	**(116.87)**	(156.73)
	(125.39)	(211.70)

47.1 The Parent Company has a Deferred Tax Asset of ₹ 125.39 Crores as on March 31, 2021 (₹ 211.70 Crores). The same has not been recognised in the financial statement in the absence of probable taxable profits against which the same can be utilised.

47.2 Amount and expiry date of unused tax losses which are not considered in deferred tax assets disclosed below

Assessment Year (AY)	Unused tax Loss ₹ Crores	Carried Forward Till AY
2013–14	87.80	2021–22
2014–15	304.26	2022–23
2015–16	125.26	2023–24
2016–17	32.61	2024–25
2017–18	9.17	2025–26
2018–19	NIL	2026–27
2019–20	34.07	2027–28
2020–21	23.36	2028–29
Total	**616.53**	

From last few years the Parent Company is incurring losses and doesn't expect sufficient future taxable income in the near future against which the unused business losses can be utilised and therefore the Parent Company has not considered the same for working of unrecognised DTA disclosed above.

48. GOING CONCERN

During the last few years, the Parent Company has incurred cash losses, resulting in erosion of its entire net worth. The Parent Company's current liabilities are higher than its current assets. On account of certain developments, the Management is of the view that through negotiated settlement it would be in a position to settle the matter and continue its operations. Accordingly, it continues to prepare above results on going concern basis.

49. As regards COVID–19 impact, as reported earlier keeping in mind the interest of customers / Vendors, the Parent Company has for the moment taking maximum precaution to protect its network and maintain uptime. At the same time, it is also taking adequate precautions for protecting the health and safety of its employees. Thus, though the Parent Company is trying its best to keep the customer focus / network uptime humming/ maintain revenue at present level, the exact impact of the COVID–19 crisis on the operations cannot be determined at this juncture, particularly on account of the wide spread effect of the second wave.

50. DISCLOSURE OF INFORMATION AS REQUIRED BY REGULATION 34(3) OF LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS

a) Details of Loans or Advances in the nature of loans given to wholly owned Subsidiaries and step–down Subsidiaries.

₹ Crores

Name of the Company	Relationship	Outstanding As at March 31,		Maximum balance during the year	
		2021	2020	2021	2020
International Global Tele–Systems Limited	100% subsidiary of GTL Limited	221.43	221.43	221.43	221.43

Note :

a) The Company has made full provision for impairment against the said advances during the FY 2015–2016.

b) None of the Subsidiaries to whom advances are given per se, have investment in the shares of the Company.

51. DETAILS OF ROUNDED OFF AMOUNTS

The financial statements are presented in ₹ in Crores. Those items which are required to be disclosed and which were not presented in the financial statement due to rounding off to the nearest ₹ in Crore are as follows

Description	As at	
	31–Mar–21	31–Mar–20
Reserves and Surplus – Capital Reserve	**7,725**	7,725
Amortization of intangible assets (Note 5)	**26,457**	N.A.
Interest cost (Refer note 40.3)	**N.A.**	26,298
Auditors remuneration – reimbursement of expenses	**N.A.**	40,802

52. The previous year figures, wherever necessary, have been regrouped/rearranged/recast to make them comparable with those of the current year.

53. Figures in brackets relate to the previous year unless otherwise stated.

As per our report of even date
For M/s. **GDA and Associates**
Chartered Accountants
FRN No.135780W

Akshay Maru
Partner
M.No. 150213
Mumbai, May 27, 2021

For and on behalf of the Board

Sunil S. Valavalkar
Whole–time Director

D. S. Gunasingh
Director

Dr. Mahesh Borase
Director

Milind Bapat
Chief Financial Officer

Deepak Keluskar
Company Secretary

NOTICE OF AGM

NOTICE is hereby given that the Thirty–third (33rd) Annual General Meeting (AGM) of the Members of GTL Limited will be held on Tuseday, September 28, 2021, at 11:00 A.M. (IST), through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following business:

Ordinary Business

1. To consider and adopt:
   a. the Audited Financial Statements of the Company for the financial year ended March 31, 2021, together with the Reports of the Board of Directors and Auditors thereon; and
   b. the Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2021, together with the Report of the Auditors thereon.
2. To appoint a director in place of Mr. Sunil Sadanand Valavalkar (DIN: 01799698), who retires by rotation and being eligible, offers himself, for re–appointment.

Special Business

3. To consider and, if thought fit, to pass, with or without modification, the following resolution as an **Ordinary Resolution:**

   "RESOLVED that pursuant to the provisions of Sections 196, 197, 203 of the Companies Act, 2013 (the Act) read with Schedule V to the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and other applicable provisions, if any, of the Act (including any modification or re–enactment thereof for the time being in force) and all other applicable guidelines on managerial remunerations issued by the Central Government from time to time and subject to necessary approvals, consent of the members be and is hereby accorded for re–appointment of Mr. Sunil Sadanand Valavalkar (DIN: 01799698) as a Whole–time Director of the Company, with effect from December 16, 2020 for a period of three years i.e. up to December 15, 2023, on the terms and conditions as set out in the Explanatory Statement annexed hereto.

   RESOLVED FURTHER that the Board be and is hereby authorised to alter, vary and modify the said terms including salary, allowances, perquisites and designation in such manner as may be agreed to between the Board and Mr. Sunil S. Valavalkar within and in accordance with and subject to the limits prescribed in Schedule V to the Act, and if necessary, as may be stipulated by the concerned authorities.

   RESOLVED FURTHER that the Board be and is hereby authorized to execute all such documents, writings and agreements and to do all such acts, deeds, matters and things as may be considered necessary or expedient for giving effect to this resolution."

By Order of the Board of Directors

Place: Mumbai
Date: September 02, 2021

Deepak Keluskar
Company Secretary

Registered Office:
'Global Vision',
Electronic Sadan No. II, M.I.D.C,
T.T.C. Industrial Area, Mahape,
Navi Mumbai 400710, Maharashtra, India
Tel: +91–22–2761 2929
Fax: +91–22–2768 9990
E–mail: gtlshares@gtllimited.com
Website: www.gtllimited.com
CIN: L40300MH1987PLC045657

Notes:

1. In view of the ongoing COVID–19 global pandemic, the general meetings of the companies have to be conducted as per Circular No. 02/2021 dated January 13, 2021 read with Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 issued by the Ministry of Corporate Affairs (MCA) and circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 read with Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 issued by the Securities and Exchange Board of India (SEBI). Accordingly, the forthcoming 33rd Annual General Meeting (AGM) of the Company is being conducted through Video Conferencing (VC) / Other Audio Visual Means (OAVM), in compliance with applicable provisions of the Companies Act 2013 ("the Act") read with the terms of the above said Circulars. Hence, Members are requested to attend and participate in the ensuing AGM through VC/OAVM.
2. Explanatory Statement pursuant to Section 102(1) of the Act, relating to Item No. 3 to be transacted at the AGM is annexed hereto.
3. Since the 33rd AGM is being held pursuant to the MCA and SEBI Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
4. Pursuant to the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended) (Listing Regulations), and the above said Circulars of MCA and SEBI, the Company is providing facility of e–voting to its Members in respect of the businesses to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e–Voting agency. The facility of e–voting for casting votes by a member during the 4 days period prior to the AGM (Remote e–voting) and during the course of the AGM (Venue e–voting) will be provided by CDSL.

5. The Members can join the AGM in the VC/OAVM mode 30 minutes before the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without the restriction of first come first served basis.

6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Act.

7. Pursuant to MCA Circular No. 14/2020 dated April 8, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, pursuant to Sections 112 and 113 of the Act, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e–voting.

8. In line with the MCA Circular No. 17/2020 dated April 13, 2020 and the General Circular No. 20/2020 dated May 5, 2020 issued by MCA and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 issued by the SEBI, the Annual Report for FY 2020–21 containing the Notice of AGM, Financial Statements, Directors' Report, Auditors' Report, Corporate Governance Report and Management Discussion & Analysis, is being sent by electronic mode to those Members whose names appear in the Register of Members as on Friday, August 27, 2021 and whose e–mail addresses are registered with the Company's Registrar and Share Transfer Agent, Bigshare Services Private Limited (BSPL) / Depositories. The Annual Report has been uploaded on the website of the Company at www.gtllimited.com and can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited (BSE) and National Stock Exchange of India Limited (NSE) at www.bseindia.com and www.nseindia.com respectively. A copy of the same will also be available on the website of CDSL (agency for providing the Remote e–Voting and venue e–voting system during the AGM) i.e. www.evotingindia.com.

9. The procedure for participating in the AGM through VC / OAVM is explained below in this Notice.

10. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names, as per the Register of Members of the Company, will be entitled to vote.

11. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone / mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their Depository Participants in case the shares are held in electronic form; and to the Registrar and Share Transfer Agent (RTA) at Bigshare Services Private Limited, 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makawana Road, Marol, Andheri (East), Mumbai–400059, in case shares are held in physical form.

12. As per Regulation 40 of Listing Regulations, (as amended), securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's RTA, BSPL for assistance in this regard.

13. All documents referred to in this Notice and the Register of Contracts and Directors' shareholding are open for inspection up to the date of AGM and considering the restrictions on the movement of people at several places in the country, due to outbreak of COVID 19, the request for any of the above documents may please be sent to gtlshares@gtllimited.com.

14. The Company's Equity Shares are listed on BSE and NSE. The Listing Fees for the FY 2021–22 in respect of equity shares of the Company have been paid.

15. The venue of the 33rd AGM shall be deemed to be the Registered Office of the Company at "Global Vision", Electronic Sadan No. II, M.I.D.C., T.T.C. Industrial Area, Mahape, Navi Mumbai–400710, Maharashtra, India.

16. Pursuant to the provisions of Sections 124 and 125 of the Act, the Company has transferred unclaimed dividends up to the FY 2009–10 to the Investor Education and Protection Fund (IEPF). The Company has not declared/paid any dividend for FY 2010–11 and thereafter. Therefore, no further Unclaimed / Unpaid Dividend(s) are due for transfer to the IEPF as of date. Members may refer to section 'Unpaid / Unclaimed Dividends' in the Corporate Governance Report forming part of the Annual Report, for full details.

17. **THE INSTRUCTIONS FOR SHAREHOLDERS FOR E–VOTING ARE AS UNDER:**

    (i) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020, under Regulation 44 of Listing Regulations, GTL Limited, being a listed entity is providing e–voting facility to its shareholders, in respect of all shareholders' resolutions.

    (ii) The 4 days remote e–voting period prior to AGM begins on Friday, September 24, 2021 at 09:00 a.m (IST) and ends on Monday, September 27, 2021 at 05:00 p.m. (IST) During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut–off date (record date) of Wednesday, September 22, 2021 may cast their vote electronically. The e–voting module shall be disabled by CDSL for voting thereafter.

(iii) Shareholders who have already voted as above prior to the meeting date would not be entitled to vote during the course of AGM.

(iv) In terms of SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e–Voting facility provided by Listed Companies, Demat account holders would now be able to cast their vote by way of a single login credential, through their respective Demat accounts / websites of Depositories / Depository Participants, without having to register again with the E–voting Service Providers (ESPs).

18(A) PROCESS FOR LOGIN FOR E–VOTING AND JOINING VIRTUAL MEETINGS, FOR INDIVIDUAL SHAREHOLDERS HOLDING SECURITIES IN DEMAT MODE:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with **CDSL**	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e–Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e–Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e–Voting page of the CDSL e–Voting service provider for casting his/her vote during the remote e–Voting period or joining virtual meeting & voting during the course of the meeting. Additionally, there are also links provided to access the system of all e–Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e–Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e–Voting page by providing Demat Account Number and PAN No. from a e–Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e–Voting option where the evoting is in progress and also able to directly access the system of all e–Voting Service Providers.
Individual Shareholders holding securities in demat mode with **NSDL**	1) If user is already registered for NSDL IDeAS facility, they may visit the e–Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e–Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. User will have to enter User ID and Password. After successful authentication, user will be able to see e–Voting services. Click on "Access to e–Voting" under e–Voting services and user will be able to see e–Voting page. Click on company name or e–Voting service provider name and user will be re–directed to e–Voting service provider website for casting vote during the remote e–Voting period or joining virtual meeting & voting during the course of the meeting. 2) If the user is not registered for IDeAS e–Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e–Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e–Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. User will have to enter User ID (i.e. Sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, user will be redirected to NSDL Depository site wherein user can see e–Voting page. Click on company name or e–Voting service provider name and user will be redirected to e–Voting service provider website for casting vote during the remote e–Voting period or joining virtual meeting and voting during the course of the meeting

Type of shareholders	Login Method
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants**	User can also login using the login credentials of demat account through Depository Participant registered with NSDL/CDSL for e–Voting facility. After Successful login, user will be able to see e–Voting option. Once user clicks on e–Voting option, user will be redirected to NSDL/CDSL Depository site after successful authentication, wherein user can see e–Voting feature. Click on company name or e–Voting service provider name and user will be redirected to e–Voting service provider website for casting vote during the remote e–Voting period or joining virtual meeting and voting during the course of the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022–23058738 and 022–23058542–43.
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

18(B) PROCESS & MANNER OF REMOTE E–VOTING AND JOINING VIRTUAL MEETING FOR SHAREHOLDERS HOLDING SHARES IN PHYSICAL MODE AND OTHER THAN INDIVIDUAL SHAREHOLDERS HOLDING SHARES IN DEMAT MODE:

a. The shareholders should log on to the e–voting website www.evotingindia.com.

b. Click on “Shareholders” module.

c. Now Enter your User ID

(a) For CDSL: 16 digits beneficiary ID,

(b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

(c) Members holding shares in Physical Form should enter Folio Number registered with the Company.

d. Next enter the Image Verification as displayed and Click on Login.

e. If you are holding shares in electronic (‘demat’) form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.

f. If you are a first time user follow the steps given below:

For Shareholders holding shares in Demat Form other than individual and Physical Form	
PAN	Enter your 10 digit alpha–numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) *Shareholders who have not updated their PAN with the Company / Depository Participant are requested to use the Sequence Number as provided in the email, in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company please enter the 16 digit member–id or folio number in the Dividend Bank details field as mentioned in instruction 18(B)C.

g. After entering these details appropriately, click on “SUBMIT” tab

h. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, Shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e–voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost are to keep your password confidential.

i. For shareholders holding shares in physical form, the details can be used only for e–voting on the resolutions contained in this Notice.

j. Click on the EVSN of **"GTL LIMITED"** on which you choose to vote.

k. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

l. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

m. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

n. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

o. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

p. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

Facility for Non – Individual Shareholders and Custodians –Remote Voting

- Non–Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz. gtlshares@gtllimited.com, if they have voted from individual tab and not uploaded same in the CDSL e–voting system for the scrutinizer to verify the same.

18(C) INSTRUCTIONS FOR SHAREHOLDERS ATTENDING AND PARTICIPATING IN THE AGM THROUGH VC/OAVM:

1) The procedure for attending meeting and voting on the day of the AGM is same as the instructions mentioned above for e–voting.

2) The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e–voting.

3) Shareholders who have voted through Remote e–Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.

4) Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

5) Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

6) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi–Fi or LAN Connection to mitigate any kind of aforesaid glitches.

7) Shareholders who would like to express their views or ask questions during the meeting may register themselves as a speaker by sending their request along with questions mentioning their name, demat account number/folio number, email–id, mobile number at gtlshares@gtllimited.com from September 17, 2021 (09.00 A.M. IST) to September 23, 2021 (05.00 P.M. IST). Members who have registered themselves as speakers will only be allowed to express their views / ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on availability of time for the AGM.

8) Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e–Voting and are otherwise not barred from doing so, shall be eligible to vote through e–Voting system available during the AGM.

9) If any Votes are cast by the shareholders through the e–voting available during the AGM and if the

same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e–voting during the meeting is available only to the shareholders attending the meeting.

18(D) PROCESS FOR SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES – FOR OBTAINING LOGIN CREDENTIALS FOR E–VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:

1) **Shareholders holding shares in physical form** – please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self–attested scanned copy of PAN card), AADHAR (self–attested scanned copy of Aadhar Card) by email to gtlshares@gtllimited.com / info@bigshareonline.com.

2) **Shareholders holdings shares in demat form** – please provide Demat account details (CDSL–16 digit beneficiary ID or NSDL–16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self–attested scanned copy of PAN card), AADHAR (self–attested scanned copy of Aadhar Card) to gtlshares@gtllimited.com / info@bigshareonline.com.

Queries or issues regarding attending AGM & e–Voting from the CDSL e–Voting System, may be raised by sending email to helpdesk.evoting@cdslindia.com or contact at 022–23058738 and 022–23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Senior Manager, Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai – 400013 or by email to helpdesk.evoting@cdslindia.com or call on 022–23058542/43.

19. The Company has appointed Mr. Virendra G. Bhatt, a Practicing Company Secretary, (Membership No. ACS1157, COP: 124) as the Scrutinizer for conducting the entire e–voting process in a fair and transparent manner.

20. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, unblock the votes cast through Remote e–Voting and Venue e–Voting and make, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.

21. The Results on resolutions shall be declared on or after the AGM of the Company, but within 48 (forty eight) hours after conclusion of the Meeting and the resolutions will be deemed to be passed on the AGM date subject to receipt of the requisite numbers of votes in favour of the Resolutions

22. The results declared along with the Scrutinizer's Report will be hosted on the Company's website at www.gtllimited.com and on CDSL's website at www.evotingindia.com for information of the Members, besides being communicated to BSE and NSE, where the shares of the Company are listed.

By Order of the Board of Directors

Place: Mumbai
Date: September 2, 2021

Deepak Keluskar
Company Secretary

Registered Office:
'Global Vision',
Electronic Sadan No. II, M.I.D.C,
T.T.C. Industrial Area, Mahape,
Navi Mumbai 400710
Tel: +91–22–2761 2929
Fax: +91–22–2768 9990
E–mail: gtlshares@gtllimited.com
Website: www.gtllimited.com
CIN: L40300MH1987PLC045657

ANNEXURE TO THE NOTICE

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013

Item No. 3

Mr. Sunil S. Valavalkar was appointed as a Whole–time Director of the Company for a period of 3 years effective from December 16, 2017. Since the term of appointment of Mr. Sunil S. Valavalkar expired on December 15, 2020, based on the recommendation of the Nomination & Remuneration Committee and subject to approvals if any the Board of Directors in its meeting held on November 11, 2020, approved the re–appointment of Mr. Sunil Valavalkar as a Whole–time Director for a further period of 3 years w.e.f. December 16, 2020, on such remuneration and perquisites as detailed below. In terms of the loan documents executed by the Company with the lenders, the Company has made an application to the lenders for their consent for the re–appointment and remuneration of Mr. Sunil Valavalkar. Based on the response of lenders, the Company shall take appropriate action to fulfil the regulatory requirement.

The salient features of the terms and conditions of appointment of Mr. Sunil S. Valavalkar are as follows:

1. Period: The appointment is effective from December 16, 2020 for a period of three years i.e. up to December 15, 2023
2. Remuneration: (a) Salary–upto ₹ 15,00,000/– p.a., (b) Leave– As per Company Rules, (c) Annual Increment– The Board will decide the Annual increment based on merit., (d) Performance Linked Bonus– Such sum per annum depending upon the profitability of the Company and the performance of the appointee, as may be decided by the Board. (e) Perquisites and Allowances–The Company's contribution to Provident Fund and Superannuation Fund or Annuity Fund to the extent these either singly or together are not taxable under the Income–tax Act, 1961.

   Gratuity payable as per the rules of the Company, encashment of leave at the end of the tenure and use of Company's Car for official duties and telephone at residence (including payment for local calls and long distance calls) shall not be included in the computation of limits for the remuneration as per Schedule V of the Companies Act, 2013 (the Act).
3. Modification in terms: The terms and conditions of appointment as may be agreed to between the Board and / or Nomination & Remuneration Committee and the appointee, subject to the conditions laid down in Schedule V of the Act and such approvals as may be required, be altered and varied from time to time by the Board and /or Nomination & Remuneration Committee as it may, in its discretion deem fit.
4. Termination: The agreement may be terminated by either party by giving three months' notice or the Company paying three months' remuneration in lieu of the notice.
5. Inspection: The Agreement entered into between the Company and the appointee is open for inspection by the Shareholders up to the date of AGM and considering the restrictions on the movement of people at several places in the country, due to outbreak of NCOVID 19, the request for the same may be sent to gtlshares@gtllimited.com

In terms of sub – clause (iv) of the proviso to Sub–paragraph B of Paragraph (1) of section II of Part II of Schedule V to the Act, the required information is furnished as below:

I General Information

1. Nature of Industry: GTL Limited (GTL) is a Network Services Company focused on Telecom. It is in the business of providing Network Service Solutions to Telecom Operators, OEMs and Tower Companies.
2. Date or expected date of commencement of commercial production: GTL is an existing Company and carrying on business for last about 33 years.
3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus: Not Applicable
4. Financial Performance based on given indicators

Amt. ₹ in Crore

	March 31, 2020	March 31, 2019	March 31, 2018
Share Capital			
Equity	157.30	157.30	157.30
Reserves & Surplus	(6,944.91)	(6,714.05)	(6,469.38)
Total Income *	227.71	238.75	1,005.38
Profit Before Tax *	(230.52)	(244.72)	(115.69)
Profit After Tax *	(230.52)	(244.77)	(2,627.66)

** Continuing business operations*

5. Foreign Investment or collaborators, if any: Not Applicable

II Information about the Appointee

1. Background details: Mr. Sunil S. Valavalkar, aged 57 years, is a Graduate and holds a certificate in Marathi Journalism. He has over 35 years of work experience, of which he was associated with General Insurance Corporation of India for about 25 years and has also been associated with State Bank of Bikaner & Jaipur, Air India and HDFC for about 10 years. During his association with the Company since August 2010, he has handled various business assignments.
2. Past Remuneration: The remuneration of Mr. Sunil Valavalkar since his first appointment i.e. from December 16, 2014 is ₹ 0.15 Cr.
3. Recognition or awards: None
4. Job profile and his suitability: As Whole–time Director, he is handling assignments as may be assigned to him by his seniors from time to time.
5. Remuneration proposed: Details of the remuneration proposed to be paid to Mr. Valavalkar for the period of his appointment is set out above.
6. Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin):

   There is not much comparison available in the market in terms of the business in which the Company operates. However, the general trend in telecom companies shows that the managerial remuneration paid to Whole–time Director is ranging anywhere between ₹ 1 Cr.– ₹ 5 Cr. per annum.
7. Pecuniary relationship directly or indirectly with the company or relationship with the managerial personnel or other director, if any.

   Mr. Valavalkar does not have any pecuniary relationship, directly or indirectly with the Company or with any key managerial personnel or other Directors of the Company nor does he has any direct or indirect interest in the Equity Share capital of the Company besides the remuneration set out above.

III Other Information

1. Reasons of loss or inadequate profits:

   The Company got admitted into Corporate Debt Restructure (CDR) mechanism w.e.f July 1, 2011 on account of the adverse circumstances surrounding the telecom and power sectors. Post admission into CDR, the developments such as the cancellation of 122 Nos. of 2G licenses by the Supreme Court of India, cancellation of 20,000 tenancies by Aircel Group (from whom the GTL Group purchased 17,500 telecom towers in 2010 with 20,000 additional tenancy commitments), suspension of fixed line contract by BSNL, cancellation of MSEDCL contract, exit / consolidation of Operators, stiff competition, upholding of DoT's contention on AGR by the Hon'ble Supreme Court (SC), debt burden of Operators etc. made it difficult for the Company to adhere to the CDR Plan resulting in overall setback for the business operations, cash loss and erosion of net worth.
2. Steps taken or proposed to be taken for improvement:

   The Reserve Bank of India (RBI) vide its circular dated February 12, 2018 inter alia withdrew the CDR and other restructuring Schemes. The Hon'ble Supreme Court vide its order dated April 2, 2019 held the RBI circular dated February 12, 2018 ultra vires. Thereafter RBI issued Circular dated June 7, 2019 on 'Prudential Framework for Resolution of Stressed Assets'. Based on the developments in the Industry and the Company and the Revised Circular issued by RBI, the Company has presented revised OTS proposal for settlement of the dues of the lenders. While the Company and its management filed settlement proposals to the lenders, the lenders issued notices for recall of their loans and taking possession of secured assets, invoked the shares pledged by the Company and Promoter and filed application before DRT. In view of these developments, the settlement of the dues of the lenders through negotiated settlement got delayed. In the meanwhile, in the matter of application under section 7 of the Insolvency and Bankruptcy Code, 2016 (IBC) filed by one of the lenders before NCLT, on appeal, SC has passed status quo order. Further, in the recently concluded meeting of the lenders in July 2021, all but one lender have agreed in principle for proceeding with the settlement proposal, appointment of agents and execution of relevant documents. Hence the Company is hopeful of an early settlement.
3. Expected increase in productivity and profits in measurable terms:

   As reported in the Company's Annual Reports for FY 2019–20 and FY 2020–21 the telecom sector is still not out of the woods. Over 10 telecom companies have shut down operations in the last few years. While the sector is under tremendous pressure on account of huge debt burden and AGR dues, it is trying to launch 5G and also overcome the debt burden. These industry developments and delay in settlement of its debts with the lenders for a long time has brought down the revenue of the Company drastically from the FY 2018–19.

   Under the circumstances increase in productivity and profit depends upon the developments in the industry and the Company's settlement proposal with the lenders.

IV Disclosures

The shareholders of the Company have been informed of the proposed remuneration package of Mr. Sunil S. Valavalkar in this explanatory statement.

Disclosure on all elements of remuneration package of all the Directors of the Company including details of Stock Options, if any, issued by the Company, pension etc. have been made in the Corporate Governance Report forming part of the Annual Report for FY 2020–21

Details as stipulated under the Regulation 36(3) of the Listing Regulations, is provided in the Corporate Governance Report forming part of the Annual Report.

The Board commends passing of the resolution at Item No. 3 of the accompanying Notice.

Except Mr. Sunil S. Valavalkar, none of the Directors / Key Managerial Personnel of the Company and their relatives is, in anyway, concerned or interested, financially or otherwise, in passing of this Resolution.

By Order of the Board of Directors

Place: Mumbai
Date: September 2, 2021

Deepak Keluskar
Company Secretary

Registered Office:
'Global Vision',
Electronic Sadan No. II, M.I.D.C,
T.T.C. Industrial Area, Mahape,
Navi Mumbai 400710
Tel: +91–22–2761 2929
Fax: +91–22–2768 9990
E–mail: gtlshares@gtllimited.com
Website: www.gtllimited.com
CIN: L40300MH1987PLC045657

Intentionally Kept Blank

GTL Limited

Registered Office:
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Tel: +91 22 2761 2929 | Fax: +91 22 2768 9990

Corporate Office:
412, Janmabhoomi Chambers, 29, Walchand Hirachand Marg, Ballard Estate,
Mumbai – 400 001, Maharashtra, India.

CIN No. : L40300MH1987PLC045657

www.gtllimited.com