

Price Waterhouse Chartered Accountants LLP

Independent Auditor's Report

To the Members of STL Networks Limited

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of STL Networks Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and total comprehensive income (comprising of loss and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for Opinion

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

Other Information

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.



Price Waterhouse Chartered Accountants LLP, 7th Floor, Tower A - Wing 1, Business Bay, Airport Road, Yerwada
Pune - 411 006

T: +91 (20) 41004444, F: +91 (20) 41006161

Registered office and Head office: 11-A, Vishnu Digamber Marg, Sucheta Bhawan, Gate No 2, New Delhi - 110002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of STL Networks Limited

Report on the Audit of the Financial Statements

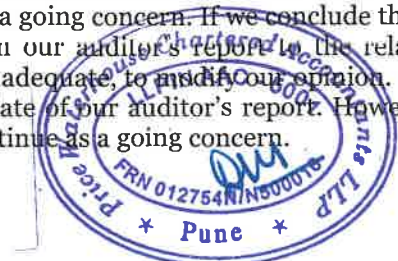
Page 2 of 4

Responsibilities of management and those charged with governance for the financial statements

5. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

7. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
8. As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of STL Networks Limited

Report on the Audit of the Financial Statements

Page 3 of 4

Report on other legal and regulatory requirements

10. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
11. 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 except for the matters stated in paragraph 11(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).
 - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph 11(b) above on reporting under Section 143(3)(b) and paragraph 11(h)(vi) below on reporting under Rule 11(g) of the Rules
 - (g) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - (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 does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2024.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2024.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in Note 23 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT
To the Members of STL Networks Limited
Report on the Audit of the Financial Statements
Page 4 of 4

- iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in Note 23 to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented that, to the best of its knowledge and belief, as disclosed in Note 23 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. The Company has not declared any dividend during the year.
- vi. Based on our examination, which included test checks, the Company used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and that has operated throughout the year for all transactions, except that the audit trail is not maintained for certain type of transactions and changes made by certain users with specific access and for direct data changes at the database level. Further, during the course of performing our procedures, we did not notice any instance of the audit trail feature being tampered with in the accounting software. With respect to another accounting software the audit trail feature was not enabled for the entire year and accordingly the question of whether the audit trail operated throughout the year for all transactions or whether there was any instance of the audit trail feature been tampered with does not arise.
12. The Company has not paid/ provided for managerial remuneration during the year. Accordingly, reporting under Section 197(16) of the Act is not applicable to the Company.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Disha Maheshwari
Partner
Membership Number: 110159
UDIN: 24110159BKGXLQ2474
Place: Pune
Date: May 21, 2024

Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditor's Report

Referred to in paragraph 11(g) of the Independent Auditor's Report of even date to the members of STL Networks Limited on the financial statements for the year ended March 31, 2024
Page 1 of 2

Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of STL Networks Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. 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 Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 with reference to financial statements.



Price Waterhouse Chartered Accountants LLP

Annexure A to Independent Auditor's Report

Referred to in paragraph 11(g) of the Independent Auditor's Report of even date to the members of STL Networks Limited on the financial statements for the year ended March 31, 2024
Page 2 of 2

Meaning of Internal Financial Controls with reference to financial statements

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, 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 ICAI.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Disha Maheshwari
Partner
Membership Number: 110159
UDIN: 24110159BKGXLQ2474
Place: Pune
Date: May 21, 2024

Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditor's Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of STL Networks Limited on the financial statements as of and for the year ended March 31, 2024
Page 1 of 5

In terms of the information and explanations sought by us and furnished by the Company, and the books of account and records examined by us during the course of our audit, and to the best of our knowledge and belief, we report that:

- i. (a) The Company does not have any Property, Plant and Equipment (including Right of Use asset) and Intangible assets. Accordingly, reporting under clause 3(i)(a)(A), (i)(a)(B), (i)(b), (i)(c), (i)(d) and (i)(e) of the Order is not applicable to the Company.
- ii. (a) The Company is in the business of rendering services and, consequently, does not hold any inventory. Accordingly, reporting under clause 3(ii)(a) of the Order is not applicable to the Company.

(b) During the year, the Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate from banks and financial institutions on the basis of security of current assets and accordingly, the question of our commenting on whether the quarterly returns or statements are in agreement with the unaudited books of account of the Company does not arise.
- iii. The Company has not made any investments, granted secured/ unsecured loans/advances in nature of loans, or stood guarantee, or provided security to any parties. Therefore, the reporting under clause 3(iii), (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e) and (iii)(f) of the Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments or provided any guarantees or security to the parties covered under Sections 185 and 186. Therefore, the reporting under clause 3(iv) of the Order are not applicable to the Company.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits referred in Sections 73, 74, 75 and 76 of the Act and the Rules framed there under.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the services of the Company. Accordingly, reporting under clause 3(vi) of the Order is not applicable to the Company.



Price Waterhouse Chartered Accountants LLP, 7th Floor, Tower A - Wing 1, Business Bay, Airport Road, Yerwada
Pune - 411 006
T: +91 (20) 41004444, F: +91 (20) 41006161

Registered office and Head office: 11-A, Vishnu Digamber Marg, Sucheta Bhawan, Gate No 2, New Delhi - 110002

Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500018 (ICAI registration number before conversion was 012754N)

Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditor's Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of STL Networks Limited on the financial statements for the year ended March 31, 2024

Page 2 of 5

- vii. (a) In our opinion, except for dues in respect of income tax, the Company is regular in depositing undisputed statutory dues, including any other material statutory dues, as applicable, with the appropriate authorities. The extent of the arrears of statutory dues outstanding as at March 31, 2024, for a period of more than six months from the date they became payable are as follows:

Name of the statute	Nature of dues	Amount (Rs.)	Period to which the amount relates	Due date	Date of Payment	Remarks, if any
Income Tax	Tax Deducted at Source	10,000	March 2023	30/04/2023	24/04/2024	NA
Income Tax	Tax Deducted at Source	5,000	May 2023	06/07/2023	24/04/2024	NA

- (b) There are no statutory dues referred to in sub-clause (a) which have not been deposited on account of any dispute.
- viii. There are no transactions previously unrecorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix. (a) As the Company did not have any loans or other borrowings from any lender during the year, the reporting under clause 3(ix)(a) of the Order is not applicable to the Company.
- (b) On the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority. (Also refer Note 24 of the financial statements)
- (c) The Company has not obtained any term loans. Accordingly, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, the Company has not raised funds on short-term basis. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) According to the information and explanations given to us and procedures performed by us, we report that the Company did not have any subsidiaries, joint ventures or associate companies during the year. Accordingly, reporting under clause 3(ix)(e) of the Order is not applicable to the Company.



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditor's Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of STL Networks Limited on the financial statements for the year ended March 31, 2024

Page 3 of 5

- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company did not have any subsidiaries, joint ventures or associate companies during the year. Accordingly, reporting under clause 3(ix)(f) of the Order is not applicable to the Company.
- x. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (b) The Company has not made any preferential allotment or private placement of shares or fully or partially or optionally convertible debentures during the year. Accordingly, the reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- xi. (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
- (b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable to the Company.
- (c) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and as represented to us by the management, no whistle-blower complaints have been received during the year by the Company. Accordingly, the reporting under clause 3(xi)(c) of the Order is not applicable to the Company.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of related party transactions have been disclosed in the financial statements as required under Indian Accounting Standard 24 "Related Party Disclosures" specified under Section 133 of the Act. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act and, accordingly, to this extent, the reporting under clause 3(xiii) of the Order is not applicable to the Company.
- xiv. In our opinion and based on our examination, the Company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Act.
- xv. In our opinion, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the reporting on compliance with the provisions of Section 192 of the Act under clause 3(xv) of the Order is not applicable to the Company.



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditor's Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of STL Networks Limited on the financial statements for the year ended March 31, 2024
Page 4 of 5

- xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the reporting under clause 3(xvi)(a) of the Order is not applicable to the Company.
- (b) The Company has not conducted any non-banking financial / housing finance activities during the year. Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) Based on the information and explanations provided by the management of the Company, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CICs, which are part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete. Accordingly, the reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.
- xvii. The Company has incurred cash losses of Rs. 1,838 hundred in the financial year and of Rs. 1,419 hundred in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly the reporting under clause 3(xviii) of the Order is not applicable.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.
- xx. The provisions relating to Corporate Social Responsibility under Section 135 of the Act are not applicable to the Company. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.



Price Waterhouse Chartered Accountants LLP

Annexure B to Independent Auditor's Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of STL Networks Limited on the financial statements for the year ended March 31, 2024

Page 5 of 5

- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Disha Maheshwari
Partner

Membership Number: 110159
UDIN: 24110159BKGXLQ2474
Place : Pune
Date: May 21, 2024

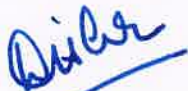
STL Networks Limited
BALANCE SHEET AS AT MARCH 31, 2024
(All amounts are in INR hundreds, unless otherwise stated)

	Note	31 March 2024	31 March 2023
ASSETS			
Current assets			
Financial assets			
(i) Cash and cash equivalents	3	1,768	4,513
(ii) Other current financial assets	4	1,125	-
Total Current Assets		2,893	4,513
Total Assets		2,893	4,513
EQUITY AND LIABILITIES			
Equity			
Equity share capital	5	5,000	5,000
Other Equity	6	(4,745)	(2,006)
Total Equity		255	2,094
Current liabilities			
Financial liabilities			
(i) Trade payables	7	-	-
(A) total outstanding dues of micro enterprises and small enterprises (refer note 17)			
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		1,143	1,080
(ii) Others	8	1,239	1,239
Other current liabilities	9	256	100
Total Current Liabilities		2,637	2,419
Total Liabilities		2,637	2,419
Total Equity & Liabilities		2,893	4,513
Summary of material accounting policies	2		

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Price Waterhouse Chartered Accountants LLP
Firm Registration No: 012754N/N500016



Disha Maheshwari
Partner
Membership Number: 110159

Place : Pune
Date : May 21, 2024

For and on behalf of the board of directors of
STL Networks Limited



Praveen Cherian
Director
DIN: 01991389

Place : Pune
Date : May 21, 2024



Gopal Chandra Rastogi
Director
DIN: 10302407



STL Networks Limited
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 March 2024
 (All amounts are in INR hundreds, unless otherwise stated)

	Note	For the year ended 31 March 2024	For the year ended 31 March 2023
INCOME			
Revenue from Operations		-	-
Total Income (I)		-	-
EXPENSES			
Other expenses	10	1,838.44	1,419
Total Expense (II)		1,838.44	1,419
Earnings before exceptional item, interest, tax, depreciation and amortisation (EBITDA) (I) - (II)		(1,838)	(1,419)
Depreciation and amortisation expenses		-	-
Finance Cost		-	-
Loss Before Tax		(1,838)	(1,419)
Tax expense:			
Current tax	12	-	-
Deferred tax		-	-
Total tax expenses		(1,838)	(1,419)
Loss for the year		(1,838)	(1,419)
Other Comprehensive income		-	-
Total Comprehensive income for the year		(1,838)	(1,419)
Loss per equity share			
Basic and diluted			
Computed on the basis of loss for the year	13	(0.04)	(0.03)
Summary of material accounting policies	2		

The accompanying notes are an integral part of the financial statements

For Price Waterhouse Chartered Accountants LLP
 Firm Registration No: 012754N/N500016


 Disha Maheshwari
 Partner
 Membership Number: 110159

Place : Pune
 Date : May 21, 2024

For and on behalf of the board of directors of
 STL Networks Limited


 Praveen Cherian
 Director
 DIN: 01991389

Place : Pune
 Date : May 21, 2024


 Gopal Chandra Rastogi
 Director
 DIN: 10302407



STL Networks Limited
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2024
 (All amounts are in INR hundreds, unless otherwise stated)

	For the year ended 31 March 2024	For the year ended 31 March 2023
A. Operating Activities		
Profit/(Loss) before tax	(1,838)	(1,419)
Adjustments to reconcile profit before tax to net cash flows:	-	-
Operating Profit/(Loss) before Working Capital Changes	(1,838)	(1,419)
Working Capital Adjustments:		
Increase/(Decrease) in Trade Payables	63	1,519
Increase/(Decrease) in Other Current Liability	156	(100)
(Increase)/Decrease in Other Financial Assets	(1,125)	-
Cash generated from/(used in) operations	(2,745)	-
Income Taxes Paid (net of refunds)	-	-
Net Cash generated from/(used in) operating activities (A)	(2,745)	-
B. Investing Activities		
Net cash generated from/(used in) operating activities (B)	-	-
C. Financing Activities		
Net cash inflow/(outflow) from financing activities (C)	-	-
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(2,745)	-
Cash and cash equivalents as at the beginning of the year (Refer note 3)	4,513	4,513
Cash and cash equivalents as at the year end (Refer note 3)	<u>1,768</u>	<u>4,513</u>
Components of cash and cash equivalents:	31 March 2024	31 March 2023
Balances with banks :	1,768	4,513
Total cash and cash equivalents	<u>1,768</u>	<u>4,513</u>

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

For Price Waterhouse Chartered Accountants LLP
 Firm Registration No: 012754N/N500016



Disha Maheshwari
 Partner
 Membership Number: 110159

For and on behalf of the board of directors of
 STL Networks Limited



Praveen Cherian
 Director
 DIN: 01991389



Gopal Chandra Rastogi
 Director
 DIN: 10302407

Place: Pune
 Date : May 21, 2024

Place: Pune
 Date : May 21, 2024



STL Networks Limited
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 March 2024
 (All amounts are in INR hundreds, unless otherwise stated)

A. Equity share capital

Equity Shares of Rs. 10 each (issued, subscribed and fully paid)

At March 31, 2022

Changes in equity share capital

At March 31, 2023

Changes in equity share capital

At 31 March 2024

Note

	Nos	Amount
At March 31, 2022	50,000	5,000
Changes in equity share capital	-	-
At March 31, 2023	50,000	5,000
Changes in equity share capital	-	-
At 31 March 2024	50,000	5,000

B. Other equity

At March 31, 2022

Loss for the year

Other Comprehensive Income for the year

At March 31, 2023

Loss for the year

Other Comprehensive Income for the year

At 31 March 2024

Reserves and surplus	Total
Retained Earnings	
(1,487)	(1,487)
(1,419)	(1,419)
-	-
(2,906)	(2,906)
(1,838)	(1,838)
-	-
(4,745)	(4,745)

Summary of material accounting policies

2

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Price Waterhouse Chartered Accountants LLP

Firm Registration No: 012754N/N500016

Disha

Disha Maheshwari
 Partner

Membership Number: 110159

Place : Pune

Date : May 21, 2024

For and on behalf of the board of directors of
 STL Networks Limited

Praveen Cheria

Praveen Cheria
 Director
 DIN: 01991389

Place : Pune

Date : May 21, 2024

Gopal

Gopal Chandra Rastogi
 Director
 DIN: 10302407



STL Networks Limited
Notes to financial statements for the year ended 31 March 2024
(All amounts are in INR hundreds, unless otherwise stated)

NOTE 3: CASH AND CASH EQUIVALENTS

	31 March 2024	31 March 2023
Balances with banks:		
In current accounts	1,768	4,513
Total cash and cash equivalents	1,768	4,513

NOTE 4: OTHER CURRENT FINANCIAL ASSETS

	31 March 2024	31 March 2023
Other Receivables	1,125	
Total Other Current Financial Assets	1,125	

NOTE 5: SHARE CAPITAL

	31 March 2024	31 March 2023
Authorised equity share capital (50,000 equity shares of Rs.10 each)		
No. of Shares	50,000	50,000
Total authorised equity share capital	5,000	5,000
Issued, subscribed and fully paid-up share capital		
50,000 equity shares of Rs 10 each fully paid up	5,000	5,000
Total issued, subscribed and fully paid-up share capital	5,000	5,000

a. Movement in equity share capital

	31 March 2024		31 March 2023	
	Nos	Amount	Nos	Amount
Outstanding at the beginning and end of the year	50,000	5,000	50,000	5,000

b. Terms and rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Shares of the company held by holding company

	31 March 2024		31 March 2023	
	Numbers	% holding	Numbers	% holding
Immediate holding company				
Sterlite Technologies Limited and its nominee shareholders	50,000	100%	50,000	100%

d. Detail of shareholders holding more than 5% of shares in the company

	31 March 2024		31 March 2023	
	Numbers	% holding	Numbers	% holding
Sterlite Technologies Limited and its nominee shareholders	50,000	100%	50,000	100%

e. Detail of shareholding of promoters:

Name of Promoters	No. of Shares as at 31 March 2024	No. of Shares as at 31 March 2023	% change during the year ended 31 March 2024
Sterlite Technologies Limited	50,000	50,000	-

Signature

Signature



STL Networks Limited
Notes to financial statements for the year ended 31 March 2024
(All amounts are in INR hundreds, unless otherwise stated)
NOTE 6 : OTHER EQUITY

	31 March 2024	31 March 2023
Retained earnings		
Opening balance	(2,906)	(1,487)
Add: Net Loss for the year	(1,838)	(1,419)
Closing balance	(4,745)	(2,906)
Total retained earnings	(4,745)	(2,906)
Total other equity	(4,745)	(2,906)

NOTE 7: TRADE PAYABLES

	31 March 2024	31 March 2023
Current		
Trade payables: micro and small enterprises	-	-
Trade payables to related parties	-	-
Trade payable Others	1,143	1,080
Total trade payable	1,143	1,080

The above amount includes

As at 31 March 2024

Particulars	Not Due	Less than year	1-2 Years	2-3 Years	More than 3 years	Grand Total
Trade payables: micro and small enterprises	-	-	-	-	-	-
Trade payables to related parties	-	-	-	-	-	-
Trade payables: others	1,143	-	-	-	-	1,143
Total	1,143	-	-	-	-	1,143

As at 31 March 2023

Particulars	Not Due	Less than year	1-2 Years	2-3 Years	More than 3 years	Grand Total
Trade payables: micro and small enterprises	-	-	-	-	-	-
Trade payables to related parties	-	-	-	-	-	-
Trade payables: others	1,080	-	-	-	-	1,080
Total	1,080	-	-	-	-	1,080

NOTE 8: FINANCIAL LIABILITIES - OTHERS

	31 March 2024	31 March 2023
Current		
Reimbursement for Expenses Payable (Refer Note 15 (C))	1,239	1,239
	1,239	1,239

NOTE 9: OTHER CURRENT LIABILITIES

	31 March 2024	31 March 2023
Withholding taxes (TDS) payable	256	100
Total other current liabilities	256	100

[Handwritten signatures]



STL Networks Limited
Notes to financial statements for the year ended 31 March 2024
(All amounts are in INR hundreds, unless otherwise stated)

NOTE 10: OTHER EXPENSES

	For the year ended 31 March 2024	For the year ended 31 March 2023
Rates and Taxes	288	419
Payment to auditor (see note 11 below)	1,550	1,000
Total other expenses	1,838	1,419

Note 11 : Payment to auditor

As auditor:		
Statutory Audit fee	1,050	1,000
Certification fee	500	-
Total payment to auditor	1,550	1,000

NOTE 12: TAX EXPENSES

	For the year ended 31 March 2024	For the year ended 31 March 2023
(a) Income tax expense		
- Current tax expense	-	-
- Deferred tax expense	-	-

(b) Reconciliation of tax expense & accounting profit multiplied by statutory tax rate for

	For the year ended 31 March 2024	For the year ended 31 March 2023
Loss before tax	(1,838)	(1,419)
Applicable tax rate	25.17%	25.17%
Computed tax expense	(463)	(357)
Tax losses for which no deferred tax was recognised	(463)	(357)
Tax Expense	-	-
Tax Expense as per statement of profit and loss	-	-

The company has not recognised deferred tax asset on business losses as the company is not likely to generate taxable income in the foreseeable future. These unused tax losses can be carried forward for period of 8 years as per the provisions of Income Tax Act, 1961. Considering loss incurred during the year and lack of probability of future recovery of losses incurred, tax expense for the year is Nil.

NOTE 13: LOSS PER SHARE

Basic loss per share are calculated by dividing the loss for the year attributable to equity holders by the weighted average number of Equity shares outstanding during the year. The following tables shows the computation of basic loss per share:

	For the year ended 31 March 2024	For the year ended 31 March 2023
(a) Basic Loss per share		
Loss for the year	(1,838)	(1,419)
Weighted average number of equity shares in calculating basic and diluted loss per share	50,000	50,000
Loss per share		
Basic (on nominal value of Rs. 10 per share) Rupees/share	(0.04)	(0.03)

There are no potential equity shares, hence diluted loss per share not applicable to the company

NOTE 14: FAIR VALUE MEASUREMENT

All the financial instruments of the entity are classified at amortised cost. The management assessed that cash and cash equivalents, trade payables and other financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments and therefore carrying value of these instruments is considered to be the same as fair value. These instruments are included in level 3.

[Handwritten signature]
6/2024



NOTE 15: RELATED PARTY TRANSACTIONS

A. Parent Entities

The group is controlled by the following entity:

Name	Type
Sterlite Technologies Limited	Immediate Holding Company
Twin Star Overseas Limited, Mauritius	Intermediate Holding Company
Volcan Investments Limited, Bahamas	Ultimate Holding Company
Anil Agarwal Discretionary Trust	Ultimate Parent Entity

Note on ultimate holding company

Sterlite Technologies Limited is a majority-owned and controlled subsidiary of Twin Star Overseas Limited (Twin Star). Volcan Investments Limited ("Volcan") holds 100% of the share capital and 100% of the voting rights of Twin Star. Volcan is 100% beneficially owned and controlled by the Anil Agarwal Discretionary Trust ("Trust"). Mr. Anil Agarwal is the protector and the one of the beneficiaries of the Trust. Twin Star Overseas Limited, Volcan Investments Limited, and Anil Agarwal Discretionary Trust do not produce Group financial statements.

Key management personnel (KMP)

Ankit Agarwal - Director
Badri Gomati - Director (Upto April 14, 2023)
Sumit Mukherjee - Director (Upto April 14, 2023)
Pankaj Aggarwal - Director (Upto August 31, 2023)
Praveen Cherian - Director (from April 14, 2023)
Gopal Chandra Rastogi - Director (from August 31, 2023)

B. There are no transaction with related party during the current and previous year.

C. Balances outstanding with related parties as at the reporting dates:

Party name (Balance details)	Relationship	For the year ended 31 March 2024	For the year ended 31 March 2023
Sterlite Technologies Limited (Reimbursement of Expenses Payable)	Immediate Holding company	1,239	1,239
Outstanding balance		1,239	1,239

NOTE 16: FINANCIAL RISK MANAGEMENT

The Company does not have any operations. The Company's principal financial assets include cash and cash equivalents and financial liabilities in the nature of trade payables and Statutory dues.

Currently the company has adopted the risk management policies as defined by its holding company to manage risk's relevant to its operations. Management has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company's maximum exposure to credit risk for the components of the balance sheet of 31 March 2024 is the carrying amount of each class of financial assets.

Credit risk

The company is exposed to credit risk arising from financial assets in the nature of cash and cash equivalents and other Financial assets. The management manages credit risk by keeping its funds with reputed financial institutions with good credit rating. The company has adopted risk management policies as defined by its holding company to manage risks relevant to its operations.

Liquidity Risk

Liquidity risk is the risk that the Company may encounter difficulty in meeting its present and future obligations associated with financial liabilities that are required to be settled by delivering cash or another financial asset. The Company's objective is to, at all times, maintain optimum levels of liquidity to meet its obligations. Also, the company has received the letter of support dated May 08, 2024 from its holding company Sterlite technologies Limited for all necessary financial as well as operation support.

The liquidity risk is managed on the basis of expected maturity dates of the financial liabilities. The average credit period taken to settle trade payables is about 60 - 90 days. The carrying amounts are assumed to be reasonable approximation of fair value. The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

Particulars	Less than 1 Year	1-2 years	2-3 years	Total
As at March 31, 2024				
Trade payables	1,143	-	-	1,143
Financial Liability (current)	-	-	1,239	1,239
Other current liabilities	155	100	-	255
	1,298	100	1,239	2,637
As at March 31, 2023				
Trade payables	1,080	-	-	1,080
Financial Liability (current)	-	1,239	-	1,239
Other current liabilities	100	-	-	100
	1,180	1,239	-	2,419



Praveen Cherian
Praveen

STL Networks Limited

Notes to financial statements for the year ended 31 March 2024

(All amounts are in INR hundreds, unless otherwise stated)

NOTE 17: DETAILS OF DUES TO MICRO AND SMALL ENTERPRISES AS DEFINED UNDER MSMED ACT, 2006

There are no micro enterprises and small enterprises, to whom the company owes dues, which are outstanding as at 31 March 2024 and PY as at 31 March 2023. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

NOTE 18: CRITICAL ESTIMATES AND JUDGEMENTS

The company presently does not have any operations and therefore no critical estimates and judgements are involved in preparation of financial statements.

NOTE 19: SEGMENT REPORTING

The company does not have any operations and therefore there are no reportable segments.

NOTE 20: TRANSACTIONS WITH STRUCK OFF COMPANY

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

NOTE 21: FINANCIAL PERFORMANCE RATIOS

Particulars	31 March 2024	31 March 2023	Variance	Reasons for Variance
A. Performance Ratios				
Return on Capital Employed (iii) (Profit before interest and tax) / (Closing capital employed)	-36.77%	-28.38%	30%	Decrease in the Return on Capital Employed is on account of the increased loss during the year.
Return on Equity Ratio (iv) (Profit after tax) / (Closing shareholder's equity)	-719.88%	-67.77%	962%	Increase on account of increased loss during the year.
Return on investment (v) (Earnings before interest and tax) / (Closing total assets)	-63.55%	-31.44%	102%	Increase on account of increased loss during the year.
B. Leverage Ratios				
Debt-Equity Ratio (Total debt) / (Total equity)	-	-	-	-
C. Liquidity Ratios				
Current Ratio (Current assets) / (Current liabilities)	1.10	1.87	-41%	The decrease in the liquidity ratio is on account of the increase in the other current liabilities of the company.

Shreyas Chaudhary



STL Networks Limited
Notes to financial statements for the year ended 31 March 2024
(All amounts are in INR hundreds, unless otherwise stated)

NOTE 22: CONTINGENT LIABILITIES

There is no contingent liabilities outstanding as at the end of the year (31 March 2023: NIL)

NOTE 23: ULTIMATE BENEFICIARY CLAUSE

The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or;
b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or;
b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries

NOTE 24: WILFUL DEFAULTER CLAUSE

The company has not been declared wilful defaulter by any bank, financial institution, government or any government authority/ or any other lender

NOTE 25: CORPORATE SOCIAL RESPONSIBILITY

The company does not have any responsibility towards CSR as it does not meet the applicability criteria u/s 135 of Companies Act, 2013

NOTE 26: BENAMI TRANSACTIONS (PROHIBITION) ACT, 1988

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

NOTE 27: CAPITAL AND OTHER COMMITMENTS

The company does not have any contract that is remaining to be executed on capital account

NOTE 28: DETAILS OF CRYPTO CURRENCY OR VIRTUAL CURRENCY

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year

NOTE 29: REGISTRATION OF CHARGES OR SATISFACTION WITH REGISTRAR OF COMPANIES -

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

NOTE 30: COMPLIANCE WITH APPROVED SCHEME OF ARRANGEMENTS

The company has not entered into any scheme of arrangement that are approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

NOTE 31: COMPLIANCE WITH NUMBER OF LAYERS OF COMPANIES

The company has complied with the number of layers prescribed under the Companies Act, 2013, read with the Companies(Restriction of number of layers) Rules, 2017

Note 32: UNDISCLOSED INCOME

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the

NOTE 33: PROPOSED DEMERGER SCHEME

The Board of Directors of the Company at its meeting held on May 17, 2023 has considered and approved, subject to necessary approvals, a Scheme of Arrangement ("Scheme") between Sterlite Technologies Limited (the "Demerged Company" or "Holding Company") and STL Networks Limited (the "Company") and their respective shareholders and creditors, under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder.

The Scheme, inter alia, provides for the following:

- (a) Transfer by way of demerger of the Demerged Undertaking (as defined in the Scheme) consisting of Global Services Business (as defined in the Scheme) of the Demerged Company to the Company and consequent issuance of equity shares by the Company to the shareholders of the Demerged Company; and
- (b) Various other matters consequential or otherwise integrally connected therewith including the reorganisation of the share capital of the Company.

The equity shares of the Company are to be listed on BSE Limited and National Stock Exchange of India Limited (collectively, the "Stock Exchanges"), post the effectiveness of the Scheme. The shareholders of the Holding Company will be issued shares in the Company in the same proportion as their holding in the Holding Company. The Scheme is subject to necessary statutory and regulatory approvals, including the approval of Hon'ble National Company Law Tribunal, Mumbai Bench.

NOTE 34: CAPITAL MANAGEMENT

Risk Management

The Company's objectives when managing capital are to:

- Safeguard its ability to continue as a going concern, so that it can continue to provide returns to shareholders and benefits to other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may return capital to shareholders, issue new shares or sell assets

During the previous year Company had raised Equity through share issue

The company has received the letter of support dated May 08, 2024 from its holding company Sterlite technologies Limited for all necessary financial as well as operations support. No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2024 and 31 March 2023.



Handwritten signature



STL Networks Limited
 Notes to financial statements for the year ended 31 March 2024
 (All amounts are in INR hundreds, unless otherwise stated)

NOTE 35: FAIR VALUES

Financial Instruments by Category	31 March 2024		31 March 2023	
	FVPL	Amortized Cost	FVPL	Amortized Cost
Financial Assets				
Cash and Cash Equivalents	-	1,767.82	-	4,512.81
Other current financial assets	-	1,125.00	-	-
Total Financial Assets	-	2,892.82	-	4,512.81
Financial Liabilities				
Other Financial Liabilities	-	1,142.64	-	1,080.00
Trade Payables	-	1,239.00	-	1,239.00
Total Financial Liabilities	-	2,381.64	-	2,319.00

Fair value of financial assets and liabilities measured at amortised cost

The carrying amounts of such financial assets and financial liabilities are considered to be the same as their fair values, due to their short term nature. These financial instruments are level 3.

NOTE 36: Previous year figures have been reclassified to conform to this year's classification.

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Price Waterhouse Chartered Accountants LLP
 Firm Registration No: 012754N/NS00016

Disha Maheshwari
 Partner
 Membership Number: 110159

Place : Pune
 Date : May 21, 2024

For and on behalf of the board of directors of
 STL Networks Limited

Praveen Cherian
 Director
 DIN: 01991389

Place : Pune
 Date : May 21, 2024

Gopal Chandra Rastogi
 Director
 DIN: 10302407



STL Networks Limited

Notes to Financial Statements for the period ended March 31, 2024

1. Corporate information

STL Networks Limited (Erstwhile "Sterlite Tech Connectivity Limited") (the Company) is a public company domiciled in India and incorporated under the provisions of the Companies Act, 2013. The Company was incorporated on 26 March 2021 and is a wholly owned subsidiary of Sterlite Technologies Limited. The registered office of the Company is located at 4th Floor, Godrej Millennium, Koregaon Road 9, STS 12/1, Pune -411001.

2. Material accounting policies

This note provides a list of the material accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

Basis of preparation

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The Ind AS financial statements have been prepared on a historical cost basis.

Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/non-current classification. An asset is current when it is:

- Expected to be realised or intended to be sold or consumed in the 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 current when:

- It is expected to be settled in the 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.

The Company classifies all other liabilities as non-current.

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

Operating cycle of the Company is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Based on the nature of products and services and the time between the acquisitions of assets for processing and their realisation in cash and cash equivalents, the company has ascertained operating cycle of 12 months for the purpose of current and non-current classification of assets and liabilities.



Praveen Shinde *Asst. Mgr.*



STL Networks Limited

Notes to Financial Statements for the period ended March 31, 2024

a) Provisions and contingent liabilities

General

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past events, 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. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss, net of any reimbursement. Provisions are not recognised for future operating losses.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as interest expense.

b) Financial assets

i) Classification & Recognition:

The company classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss)
- Those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The company reclassifies debt investments when and only when its business model for managing those assets changes.

Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the company commit to purchase or sell the financial asset.

ii) Measurement:

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

c) Financial liabilities

Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.



STL Networks Limited

Notes to Financial Statements for the period ended March 31, 2024

d) 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. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counter party.

e) Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

For the purpose of presentation in the statement of cash flows, cash and cash equivalents consist of cash and cash equivalent, as defined above, net of outstanding bank overdrafts if they are considered an integral part of the Company's cash management.

f) Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to owners of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

g) Presentation of EBITDA

The Company presents Earnings before interest, tax, depreciation and amortisation ('EBITDA') in the statement of profit or loss; this is not specifically required by Ind AS 1. The term EBITDA is not defined in Ind AS. Ind AS compliant Schedule III allows companies to present line items, sub-line items and sub-totals to be presented as an addition or substitution on the face of the financial statements when such presentation is relevant to an understanding of the company's financial position or performance.

Accordingly, the Company has elected to present EBITDA as a separate line item on the face of the statement of profit and loss. The Company measures EBITDA on the basis of profit/ (loss) from continuing operations. In its measurement, the Company does not include depreciation and amortization expense, finance income, finance costs and tax expense.

h) Going Concern Assumptions

During the year, company has incurred a loss of INR 1,83,800 (FY 2022-2023: loss INR 1,41,000) and is carrying accumulated losses of INR 4,74,518 (FY 2022-2023: INR 2,90,618).

The Company's management has assessed that it will be able to meet its liabilities as and when they fall due. The company has also received the letter of support dated May 08, 2024 from its holding company Sterlite Technologies Limited for all necessary financial as well as operational support. Based on this management is of the opinion that the presentation of financial statements of the company on going concern basis is appropriate.

Roundoff of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Indian Rupee as per the requirement of Schedule III, unless otherwise stated.



Signature
Topal