

ANNUAL REPORT

2023 - 2024

Owning and Maintaining Communication Satellites

Launch Vehicle Building



Mission Support



Launch Services



Satellite Building



Satellite Based Services



Technology Transfer



Establishment of Ground Segment



NEWSPACE INDIA LIMITED (NSIL)

A Central Public Sector Enterprise (CPSE) under Department of Space (DOS)



NewSpace India Limited (NSIL)

A Central Public Sector Enterprise (CPSE) under Department of Space (DOS)

5th Annual Report 2023-24

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BOARD OF DIRECTORS

The Members of the Board manage the business and operations of the Company. The Board presently comprise of Three Functional Directors including the Chairman and Managing Director and Three Government Nominee Directors.

FUNCTIONAL DIRECTORS



Shri Radhakrishnan Durairaj
Chairman and Managing Director



Shri A Arunachalam
Director (Technical & Strategy)



Shri A Radha Krishna
Director (Finance)

GOVERNMENT NOMINEE DIRECTORS



Dr M Subramanyam



Smt Uma Sekhar



Shri Surender Mehra

CHAIRMAN'S SPEECH

Dear Shareholders,

It is my great privilege to present the Chairman's Speech for the 05th Annual Report for the Financial Year ended on March 31, 2024. Over the years, the company has emerged as one of the most rapidly growing commercial space business organization.

The fiscal year 2023-24 has been successful one for the company from various business perspective viz (i) commencement of DTH services from its 1st Demand driven satellite mission GSAT-N1 (GSAT-24)); (ii) undertaking GSAT-N2 (GSAT-20), the 2nd Demand driven mission, to meet broadband connectivity needs of Indian mainland and islands; (iii) conceiving GSAT-N3 Mission, a S-Band Communication Satellite mission; (iv) successfully accomplishing two Dedicated PSLV Launch service missions for Singapore Customer; (v) enabling HAL and L&T consortium towards end-to-end realization of first industry manufactured PSLV-XL; (vi) executing Department of Fisheries project on National Rollout of Vessel Communication and Support System as part of Pradhan Mantri Matsya Sampada Yojana (PMMSY) wherein it is envisaged to install approx.1 lakh terminals in the marine fishing vessels ; (vii) commercialising ISRO's Deep Space Network Antenna for providing mission support for global lunar missions; (viii) signing of 20 Technology Transfer agreements; and (ix) providing Satellite based services under 150 plus contracts through NSIL's In-orbit Communication Satellite assets.



We strongly believe that sound corporate governance is critical to build and retain stakeholders' trust. The Company has continuously achieved "Excellent" rating for compliance with 'DPE Guidelines on Corporate Governance'.

NSIL has been certified with ISO 9001:2015 and surveillance audit has been successfully carried out.

NSIL as a responsible corporate entity contributes significantly for social development especially in the areas of national importance such as Health & Nutrition, education, Skills Development and Women Empowerment. During the year under review, the Company has totally undertaken 24 projects predominantly under Health & Nutrition sector.

The upcoming year and beyond are crucial, as it capitalizes on the efforts made during the initial years to achieve the performance that would make the Company more successful. The outlook for the Company is extremely promising and challenging. We are fully geared up to face the business challenges and market competitions with the support of the Administrative Ministry.

Thank You,

Warm Regards,

Radhakrishnan D

Chairman and Managing Director

Place: Bengaluru

NB : This does not purport to be a record of the proceedings of 05th Annual General Meeting

Vision

“Excel in providing space related products and services emanating from Indian Space Programme to global customers and to further spur the growth of Indian Industry in undertaking technologically challenging space related activities”

Mission

“Enabling Indian Industries to scale up high-technology manufacturing base for space programme through technology transfer mechanisms, catering to emerging global commercial small satellite launch service market, satellite services for various domestic and international application needs and enabling space technology spin-offs for betterment of mankind through industry interface”

CORPORATE INFORMATION

CIN:U74999KA2019GOI122175

Board of Directors

- Shri Radhakrishnan D, Chairman and Managing Director (from 01.08.2021)
- Shri Arunachalam A, Director (Technical & Strategy) (from 01.08.2021)
- Shri Radha Krishna A, Director (Finance) (from 06.05.2024)
- Smt Uma Sekhar, Additional Secretary (Legal & Treaty), Ministry of External Affairs (from 16.12.2021)
- Dr. Subramanyam M, Joint Secretary (Enterprise, Policy & Legal), DOS (from 17.03.2022)
- Shri Surender Mehra, Advisor, NITI Aayog (from 28.02.2024)
- Dr Neeraj Sinha, Senior Advisor & Head, NITI Aayog (upto 28.02.2024)

Management Team

- Chairman and Managing Director - Shri Radhakrishnan D (from 01.08.2021)
- Director (Technical & Strategy) - Shri Arunachalam A (from 01.08.2021)
- Director (Finance) - Shri Radha Krishna A (from 06.05.2024)
- Company Secretary - Smt S Shanmuga Priya (from 10.03.2023)

Committees of the Board

Audit Committee

- Smt Uma Sekhar - Chairperson
- Dr Subramanyam M - Member
- Shri Surender Mehra - Member
- Shri Arunachalam A - Member

Remuneration Committee

- Shri Surender Mehra - Chairman
- Smt Uma Sekhar - Member
- Dr Subramanyam M - Member

CSR & SD Committee

- Dr Subramanyam M - Chairman
- Smt Uma Sekhar - Member
- Shri Surender Mehra - Member
- Shri Arunachalam A - Member



Bankers

BANKERS

State Bank of India,
Dollar Colony Branch,
New BEL Road,
Bengaluru-560 054

ICICI Bank,
8th Main,
Malleswaram,
Bengaluru

Auditors

M/s Shanth Kumar & Venkatesh,
Chartered Accountants,
No. 430, Sai Pushpanjali, 06th Main,
Amarjyothy Layout, West Wing, Domlur
Bengaluru-560 071

Registered Office

ISRO HQ Campus,
New BEL Road
Bengaluru-560 094

Directors' Report

Dear Members,

The Directors are pleased to present herewith the 05th Directors' Report on the "Business and Operations" of the Company along with Audited Financial Statements for the year ended 31st March, 2024 and the Auditors' Report and comments on the accounts by the Comptroller and Auditor General (C&AG) of India.

MAJOR HIGHLIGHTS

The Financial Year 2023-24 has been an eventful year in terms of businesses and revenue for the Company. Major highlights of NSIL's business accomplishments during the year 2023-24 has been:

- **GSAT - N1 : 1st Demand Driven Mission:** Initiated transponder capacity services from GSAT-24, the 1st Demand Driven communication satellite mission of NSIL.
- **GSAT - N2 : 2nd Demand Driven Mission:** Successfully undertaken the GSAT-N2 Mission, Ka- Ka band High Throughput Satellite with 48 Gbps capacity, for meeting the Broadband connectivity needs of Indian mainland and neighbouring islands. Launch envisaged during Q3 of 2024
- **GSAT - N3 : 3rd Demand Driven Mission:** Successfully undertaken the GSAT-N3 Mission, a S-band communication satellite. Launch envisaged during Q1 of 2026.
- **PSLV Launch Services:** Accomplished Two Dedicated PSLV Launch missions for Singapore Satellite Customer.
- **Launch Services onboard LVM-3:** Successful signing of launch service contract for launching International Customer Satellite onboard LVM-3. Launch envisaged during 2025.
- **Small Satellite Launch Vehicle (SSLV):** Initiation of work towards realising 15 Small Satellite Launch Vehicles for meeting small satellite launch demand.
- **Project for Fisheries:** Execution of Project with Department of Fisheries for installing ~1,00,000 Vessel Communication and Support terminal for Marine Fishing vessels - National Rollout plan as part of Pradhan Mantri Matsya Sampada Yojana (PMMSY)
- Providing Satellite Based services through nearly **150 plus contracts** through NSIL's In-Orbit Communication Satellites
- Commercialising ISRO's Deep Space Network Antenna for providing **Mission Support for a Lunar Mission** of an International Customer.
- Signing of **20 technology transfer agreements** for transferring ISRO developed technologies to Indian Industry.

REVIEW OF BUSINESS

Company's mandate got significantly enhanced during June 2020 as part of Post Space Sector Reforms, an initiative by the Government of India, under "Unlocking India's Potential in Space Sector". The Company got vested with the responsibility of undertaking space-based missions on a "Demand Driven" based model and undertake End-to-End Space business activities.

NSIL's role and responsibilities towards carrying out space related activities, post space sector reforms, are as indicated below:

Activity	Description
Owning satellites	• Owning satellites for Earth Observation and Communication application purposes and providing space-based services
Building and launching satellites	• Building and launching satellites as per customer demand
Providing Launch Services	• Providing Launch Services for satellites belonging to customers
Building Launch Vehicles	• Building launch vehicles through Indian Industry
Space based Services	• Providing Space based Services related to Earth Observation and Communication satellites on commercial basis
Technology Transfer	• Transfer of technology developed by ISRO to Indian industry partners

BUSINESS VERTICALS

To cater to the business needs and the enhanced mandate of NSIL as approved by the Cabinet, Company has created six business verticals and the major activities under each business verticals are given below:

Owning and operating the satellites on Demand Driven model

- **GSAT - N1: 1st Demand Driven Mission:** NSIL successfully undertook its **1st Demand Driven Communication Satellite Mission**, GSAT-N1, for meeting Direct-To-Home (DTH) service needs of M/s Tata Play. Entire funding for this mission has been borne by NSIL. After successful testing and commissioning of satellite in orbit, the Operational services from GSAT-24 for M/s Tata Play has commenced.
- **GSAT-N2: 2nd Demand Driven Mission:** NSIL is in advanced stage of realizing its **2nd Demand Driven Satellite Mission**, GSAT-N2, a Ka- Ka band High Throughput Satellite with 48 Gbps capacity, for meeting the Broadband connectivity needs of Indian mainland and neighbouring islands. NSIL has successfully signed HTS capacity utilisation commitment agreement with Indian Customers. NSIL has signed the Launch Service Agreement with M/s SpaceX for launching GSAT-N2. Entire funding for the mission has been borne by NSIL. Launch envisaged during August 2024.
- **GSAT-N3: 3rd Demand Driven Mission:** NSIL has also undertaken its **3rd Demand Driven Satellite mission**, GSAT-N3, a S-band communication satellite. NSIL has secured formal commitment from Indian Customers for utilising the S-band capacity onboard GSAT-N3. Entire funding for the mission will be borne by NSIL.

Launch Vehicle building through Indian Industry

- **Polar Satellite Launch Vehicle (PSLV):** As part of its mandate, NSIL has signed a contract with M/s HAL [Lead Partner of M/s HAL and L&T consortia] for manufacturing 5 nos of PSLV. The 1st fully Indian Industry manufactured PSLV will be realised and launched by end 2024. Subsequent vehicles would be delivered every six months.
- **Small Satellite Launch Vehicle (SSLV):** To cater to the “launch on demand” requirement for small satellites. NSIL is realising 15 SSLVs in the coming 2-3 years’ time frame.
- **Launch Vehicle Mk-III (LVM-3):** NSIL has floated a Request for Qualification (RFQ) for End-to-End production of LVM-3 through Indian Industry under a PPP partnership framework. After completion of RFQ process, NSIL would release RFP to shortlisted Industry Partners. NSIL’s objective is to realise 60 plus LVM3 launch vehicles in the next 12-14 years’ time frame to cater to the emerging global launch service market demand.

Launch Services for customer satellites on-board ISRO’s Launch Vehicle

- As on date, NSIL has successfully launched 62 International and 2 Indian customer satellite on-board PSLV. This includes successful completion of 4 Dedicated Customer satellite missions on-board PSLV.



- During the year 2023, NSIL undertook 2 Dedicated PSLV Launches for a satellite customer from Singapore viz.
 - (i) Launch of TeLEOS-2 and other co-passenger satellites from Singapore during April 2023 under a commercial arrangement with ST Engineering and
 - (ii) Launching DS-SAR and other co-passenger satellites from Singapore during July 2023 under commercial arrangement with ST Engineering.
- In addition, NSIL has in hand 3 more Dedicated PSLV Launch Service agreements for launching customer satellites during 2024 and 2025.
- NSIL has launched 72 OneWeb LEO Broadband Communication Satellites for M/s Network Access Associates Limited (M/s OneWeb), United Kingdom onboard two missions of LVM-3 undertaken during Oct 2022 and Mar 2023.
- NSIL has signed one Dedicated LVM-3 Launch service contract with an international satellite customer for launch during 2025

Satellite Building

- NSIL has secured contract with Indian Customer for building a Spacecraft Bus through ISRO and the satellite launch onboard PSLV. Spacecraft Bus is being realised at ISRO and the satellite would be ready for launch, after integrating customer supplied payload, during Q4 of 2024.
- NSIL has secured a contract with Indian customer for building 4 Spacecraft Bus through ISRO and launch onboard PSLV.
- NSIL has also secured a contract for building and launching GSAT-7B Communication Satellite for Indian Army
- NSIL has submitted several Techno-Commercial Proposals to domestic and international customers for viz. (a) building Communication satellites; (b) building Earth Observation Satellites; (c) providing Satellite Bus Platforms; and (d) establishment of Ground Segment.

SATCOM Services

- NSIL has been leasing space segment capacity in various bands for different applications namely DTH, VSAT, TV, DSNG, IFMC etc. on bent pipe and HTS satellites. In addition, NSIL has been leasing capacity on foreign satellites on a back-to-back basis to meet the demands of the Indian users for DTH and VSAT applications.
- Currently NSIL owns and operates 11 Communication Satellites and about 300 transponders are leased through 150+ agreements (including foreign transponders).
- NSIL has been identified as the implementing agency by Department of Fisheries for “National Rollout plan for Installation of Vessel communication and support system in Marine fishing vessels for Monitoring, control and surveillance (MCS)” under “Pradhan Mantri Matsya Sampada Yojana (PMMSY) Scheme”. As part of this, NSIL has identified 3 Indian Industry partners for Supply, Installation, Operation and management of 100,000 indigenous MSS terminals (“Xponders”) on-board the fishing vessels including creation/development of ground infrastructure. About 10,000 MSS Terminals are planned to be installed by August 2024.

Mission Support

- Till date, NSIL has provided Thirteen (13) Launch Vehicle Tracking Supports and Five (5) Launch and Early Orbit Phase (LEOP) support to Indian and International Customers as part of Mission support services.
- NSIL has provided one Deep Space Mission Support for a Lunar Mission of an International Customer during 2023.

Technology transfer & Spin-off

NSIL has signed 54 Technology transfer Agreements for transferring ISRO developed Technologies to Industry. During the year 2023 nearly 20 Technology transfer agreements were signed.

FINANCIAL SUMMARY / HIGHLIGHTS

During the FY 2023-24, Company achieved a Turnover of INR 2,11,612.94 Lakh and a Profit after Tax of INR 59,912.90 Lakh as against Turnover in Previous year 2022-23 which was INR 2,84,226.43 Lakh and Profit after Tax was INR 45,998.04 Lakh. The highlights are as given below:

(INR Lakhs)

Particulars	FY 2023-24	FY 2022-23
Domestic Turnover	1,89,673.26	1,67,698.96
Export Turnover	21,939.69	1,16,527.47
Total Turnover	2,11,612.95	2,84,226.43
Other Income	27,908.26	9,816.04
Total Revenue	2,39,521.21	2,94,042.47
Cost of Production	96,808.17	1,70,936.14
Employee Benefit Expenditure	617.64	280.00
Depreciation & amortisation expenditure	59,862.87	59,584.13
Other Expenditure not included above	1,872.83	1,607.38
Total Expenditure	1,59,161.51	2,32,407.65
Profit/ (Loss) Before Tax	80,359.70	61,634.82
Income Tax	20,446.80	15,636.78
Profit/ (Loss) After Tax	59,912.90	45,998.04
Proposed Dividend on Equity Shares	Nil*	
Transfer to General Reserve	NIL	NIL

* Proposed for seeking exemption

DIVIDEND

It is proposed to seek exemption from payment of dividend for the FY 2023-24 from Department of Investment and Public Asset Management (DIPAM), Ministry of Finance, Government of India, considering the project cash outflow on account of various CAPEX investments proposed to be made during the upcoming years.

RESERVES

There is no amount proposed to be transferred to the Reserves during FY 2023-24.

CONTRIBUTION TO EXCHEQUER

During the FY 2023-24, your Company has contributed an amount of INR 17,196.01 lakhs (INR 23,405 Lakhs in FY 2022-23) in the form of Duties and Taxes.



CHANGE IN THE NATURE OF BUSINESS

There was no change in the nature of business of the Company during the FY 2023-24

MATERIAL CHANGES AFFECTING FINANCIAL POSITION OCCURRING BETWEEN THE END DATE OF FINANCIAL YEAR AND THE DATE OF THE REPORT

There are no material changes and commitments affecting the financial position of the Company between the end of FY 2023-24 and the date of this report.

SUBSIDIARY COMPANIES/ JOINT VENTURES

The Company does not have any Subsidiary, Joint Venture or Associate Company as per the provisions of the Companies Act, 2013.

DEPOSITS

The Company has not accepted any deposits from the public during the FY 2023-24.

CAPITAL & FINANCE

During FY 2023-24, the company has met its CAPEX and operating fund requirements through internal accruals. The company invests any available surplus funds to maximize the interest income to the company. The company continues to retain its status as Zero Debt Company.

LOANS, GUARANTEES & INVESTMENTS

During the year 2023-24, no loan, guarantee or investment under Section 186 of the Companies Act, 2013 have been made.

INTERNAL FINANCIAL CONTROLS

Your Company has an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

The Company has engaged M/s. Rao & Emmar, Chartered Accountants as Internal Auditors for FY 2023-24 to review and ensure adequacy of existing systems and applied controls.

SHARE CAPITAL

The authorised capital of the Company was INR 7500,00,00,000/- (Rupees Seven Thousand Five Hundred Crore only) divided into 750,00,00,000 equity shares of INR 10/- each.

As on 31st March 2024, the total issued and paid-up capital of the Company was INR 5607,60,00,000/- (Rupees Five Thousand Six Hundred Seven Crore and Sixty Lakhs only) divided into 560,76,00,000 equity shares of ₹ 10/- each fully paid up.

Government of India is holding 100% of Share capital

MEMORANDUM OF UNDERSTANDING (MoU)

The Company has signed a Memorandum of Understanding (MoU) for achievement & self evaluation of parameters for FY 2022-23 and submitted to Department of Public Enterprise through the Department of Space, Government of India. Evaluation for the FY 2022-23 was completed and the Company was rated "Very Good" with MoU Score 78%



based on the benchmark target set by Inter Ministerial Committee (IMC). The evaluation for the FY 2023-24 will be done by DPE shortly.

QUALITY MANAGEMENT SYSTEMS

As on date of the report, NSIL has been certified for ISO 9001:2015.

OUTSOURCING

The Company, based on the requirements and nature of activities, outsources the activity to Indian Industries.

PROCUREMENT FROM MICRO & SMALL ENTERPRISES (MSES)

The Company is primarily involved in commercialisation of products & services relating to space industry and its Project Management. Within its limited scope, necessary efforts are made to procure goods / services from MSMEs.

The Company has made necessary provision in the tenders stating the eligibility of MSEs to participate in the tender. The Company has registered itself on TReDS platform, MSME Sambandh, MSME Samadhan and Government e-marketplace (GeM) Portals in compliance with Government Guidelines. The procurement of products and services from Micro and Small Enterprises during the year 2023-24 achieved is 44.10%.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The Company, is a wholly owned Government Company under the administrative control of the Department of Space (DoS). The workforce of the Company consists of officials from ISRO and its Centers / Units on working basis arrangement and deputation. The salary expenditure for these officials is reimbursed by the Company at actuals. Some officials of ISRO are onboarded on immediate absorption by the Company and are paid pursuant to the applicable guidelines.

All related party transactions entered during the year 2023-24 were in the ordinary course of the business and are entered into arm's length basis.

Members may refer to note no. 41 and 46.1 to the financial statement which sets out related party disclosures pursuant to Ind AS-24.

HUMAN RESOURCE DEVELOPMENT

The HR policy of the Company always emphasises on a rational approach to be adopted for controlling various aspects of employment. The Management of the Company promotes a competent and highly responsive human resource with sufficient domain expertise, by constantly upgrading their knowledge and skills. The resource intake strategy developed by the Company caters to meet the demand of maintaining a steady flow of expertise and talent to handle challenging work environment, high risk jobs, enormous costs of procurement, fast changing level of technology and growing competition. The focus of the Company is to build up confidence amongst employees, leading to better performance and increasing productivity and evolving great team leaders.

As on 31st March, 2024, the Company had 42 employees including 5 Women executives on its payroll. The Company has complied with the Government of India guidelines on reservations.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

Government Companies are exempted from complying with provisions of Section 197 of the Companies Act, 2013. Therefore, such particulars have not been included as part of Directors' Report.

COMPLIANCE WITH SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT 2013

As required under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, suitable mechanisms are put in place in the Company to address the issues faced by women employees. A separate Internal Complaints Committee has been constituted for looking into the complaints relating to sexual harassment of women at workplace. During the year 2023-24, no complaint was received and as such no case is pending.

IMPLEMENTATION OF THE RIGHTS OF PERSONS WITH DISABILITIES ACT, 2016

All Divyangjans employees are being provided with the facilities as per the laid down guidelines from time to time. Divyangjans are provided exemptions during recruitment and other allowances as applicable to them.

RIGHT TO INFORMATION ACT

The Company has put in place an appropriate mechanism for promoting transparency and accountability in compliance to the requirements under Right to Information Act, 2005 ("RTI Act"). The Company has nominated Central Public Information Officer at its Corporate Office to provide the required information under the provisions of the Act. In line with the requirements under Section 4(1)(b) of the Act, the Company has posted the information on its website. In line with the Government directives, the company is processing online applications as per provisions under the RTI Act.

During the Financial Year 2023-24, the Company received 23 RTI requests. Information was provided against the said 23 requests. No request was carried forward from previous year or transferred to other Public Authority. As on 31st March 2024, there were NIL request pending for disposal.

Company has conducted Third Party transparency Audit of suo-motu disclosure and achieved the required target fixed by Central Information Commission (CIC) by securing 62% marks.

IMPLEMENTATION OF OFFICIAL LANGUAGE

In pursuance of Government of India Guidelines on promoting Rajbhasha 'Hindi', the Company, during the year made efforts along with Department of Space / ISRO to promote use of Hindi in its official works. Official language Implementation Committee has convened its first meeting on 11.03.2024 to encourage the use of Hindi language in NSIL.

VIGIL MECHANISM

The Company has established a mechanism for employees to report concerns about unethical behaviour, actual or suspected fraud, or violation of the Code. It also provides for adequate safeguards against the victimization of employees who avail the mechanism, and allows direct access to the Chairperson of the Audit Committee. During the year, no person was denied access to the audit committee. The Whistle blower Policy is available on our website, at www.nsilindia.co.in. The Company also has Vigilance Mechanism, headed by Chief Vigilance Officer, appointed by Department of Space.

RISK MANAGEMENT

The Company has a Risk Management Policy with an objective to ensure that the Company has proper and continuous risk identification and management process.

INSOLVENCY AND BANKRUPTCY CODE

During the year, no application has been made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016.

MATERIAL ORDERS OF JUDICIAL BODIES / REGULATORS

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

CORPORATE SOCIAL RESPONSIBILITY & SUSTAINABLE DEVELOPMENT (CSR & SD)

The Company meticulously took care of its social responsibility and spent INR 877.81 Lakhs during the financial year 2023-24. Annual Report on CSR activities including the composition of CSR Committee is enclosed to the report.

The details of the CSR policy, projects and programmes are available on the website of the Company on at <https://www.nsilindia.co.in/csr>

AUDITORS

M/s Shanth Kumar & Venkatesh, Chartered Accountants, Bengaluru are appointed by the Comptroller and Auditor General of India (C&AG) as the Statutory Auditors for the year 2023-24. The Board of Directors of your Company has fixed INR 2.50 lakh plus applicable taxes as the Statutory Audit fees for the year 2023-24.

AUDITORS' REPORT ON THE ACCOUNTS

The Auditors' Report on the Financial Statements for financial year 2023-24 of the Company are given as Annexure to the Board's Report. There is no qualification in the Auditors' report on the Financial Statements of the Company. The Supplementary Audit report issued by the Comptroller & Auditor General of India also forms part of Annexure.

FRAUDS REPORTED BY THE AUDITOR

During the year under review, the Statutory Auditors have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee.

CORPORATE GOVERNANCE

Report on Corporate Governance on the compliance of Corporate Governance conditions as stipulated in DPE guidelines along with the certificate from M/s. BRKS & Associates, Company Secretaries certifying compliance with conditions of Corporate Governance is annexed to this Report

The observations of the M/s. BRKS & Associates and the explanation of the management to the same is as follows:

Observations	Comments/Explanations
Not appointed the Independent Directors	The Company being a Central Public Sector Enterprise, the appointment, tenure and remuneration of Directors (including functional Directors) would be determined by Government of India through Department of Space (DOS). DOS is in the process of appointing the Independent Directors in the Company.

CEO Certificate is attached with Report on Corporate Governance as Annexure A.

COMPANY'S POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION

Being a wholly owned Government Company, criteria for selection, appointment and terms and conditions of appointment including remuneration of the Directors are fixed by Government of India. The Company has Remuneration policy approved by the Board w.e.f 28.05.2024.

BOARD MEETINGS

During the year, five Board meetings were held, the details of which are given in the Corporate Governance Report, annexed to this report.

COMPOSITION OF AUDIT COMMITTEE

As on 31st March 2024, the Audit Committee comprised of 4 (four) Members out of which 3 (three) were Government Nominee Directors and 1 (one) was a Functional Director.

During the year, 04 (four) Audit Committee Meetings were held, details of which are provided in the Corporate Governance Report.

There have been no instances during the year when recommendations of the Audit Committee were not accepted by the Board.

CHANGE IN DIRECTORS AND KEY MANAGERIAL PERSONNEL

As on date of the report, the Board comprise of 6 Directors of which 3 [including the CMD] are whole time Directors and 3 are Government Nominee Directors. The Company does not have any independent Director on the Board. The Company has requested Department of Space, Administrative Ministry to appoint requisite number of Independent Directors.

Chairman and Managing Director, Director (Technical & Strategy), Director (Finance) and Company Secretary are declared as Key Managerial Personnel (KMP) of the Company.

The following changes took place among Board of Directors:

Shri A Arunachalam was regularised as Director – Technical & Strategy vide Department of Space letter dated 01st December 2023.

Dr Neeraj Sinha relinquished his post as Government Nominee Director representing NITI Aayog, due to his repatriation to his parent organisation. Shri Surender Mehra was nominated in place of Dr Neeraj Sinha w.e.f 28th February 2024.

Shri A Radha Krishna assumed charge as Director (Finance) w.e.f 06th May 2024.

The term of Shri D Radhakrishnan, Chairman and Managing Director of the Company was extended for a further period w.e.f 29.06.2024 upto 30.06.2025 or until further orders, whichever is earlier, on re-employment on contract basis, on usual terms and conditions applicable for re-employed Government officers.

The Board wish to place on record its whole hearted appreciation for guidance rendered by Dr Neeraj Sinha whose term of office ended during the year.

BOARD / DIRECTORS EVALUATION

Being a Government Company, the provisions relating to Performance Evaluation of Board/ Directors are exempted under the law.

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

- a) **Conservation of energy:** The Company's operations are not energy intensive
- b) **Technology Absorption:** The Company's operations are primarily to commercialize the products and services developed by the ISRO /DOS, the parent Organization/ administrative Department.

c) **Foreign Exchange Earnings and Outgo:**

(INR in Lakhs)

Description	FY 2023-24	FY 2022-23
Foreign Exchange Earnings	22,564.48	1,19,829
Foreign Exchange Outgo	1,03,359.78	77,427

DIRECTORS' RESPONSIBILITY STATEMENT

In pursuance of section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the Directors 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 as on 31st March 2024 and of the profit of the company for that period;
- the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- the Directors had prepared the annual accounts on a going concern basis;
- the Directors 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
- the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

WEBLINK OF ANNUAL RETURN

In accordance with the Companies Act, 2013, the annual return in the prescribed format is available at <https://www.nsilindia.co.in/annual-report>

COST RECORDS

The requirement of Cost Audit does not apply to the Company and accordingly, such accounts and records are not maintained.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report covering the business operations and future outlook as stipulated under the DPE Guidelines is annexed and forms part of the Annual Report.

DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

The Company does not have any loans from Banks / Financial Institutions and hence there are no instances of one-time settlement during the financial year 2023-24.

EXPENDITURE ON FOREIGN TRAVEL

The expenditure on official travel abroad by the officials of the Company for the financial year 2023-24 was INR 38.09 Lakh as compared to INR 19.10 Lakh of previous year.



COMPLIANCE WITH SECRETARIAL STANDARDS

The Company complies with applicable mandatory Secretarial Standards issued by the Institute of Company Secretaries of India.

ACKNOWLEDGEMENTS

The Directors acknowledge the support and guidance received from Government of India particularly Department of Space, various State Governments, regulatory and statutory authorities. The Directors appreciate and value the contribution made by the employees at all levels towards the Company's performance. The Directors would also like to thank the business associates, customers, bankers, auditors and other stakeholders for their continuous support to the Company and their confidence in its management. The Directors look forward to continuance of the supportive relations and assistance in the future.

For and on behalf of Board of Directors

Date : 16.07.2024

Place : Bengaluru

D Radhakrishnan

Chairman and Managing Director

DIN : 08382973

MANAGEMENT DISCUSSION & ANALYSIS REPORT

INDUSTRY SCENARIO

Space Sector Reforms announced by the Government of India during June 2020, has created a vibrant space ecosystem in the country, The reforms are producing visible changes in India both in the Upstream, Mid-stream and Downstream activities. This year also saw the release of India Space Policy 2023, defining the roles and responsibilities of various stakeholders in the Indian Space Ecosystem. Global outlook predicts increased number of orbital launches, satellite connectivity, greater volume of Ground segment, Earth observation applications needs etc. Downstream activities are going to multiply with the advent of Artificial Intelligence and Machine Learning.

ORGANISATION STRUCTURE

NewSpace India Limited (NSIL), a Central Public Sector Enterprise under Department of Space, and the commercial arm of ISRO, got incorporated during March 2019. During June 2020, as part of Space Reforms announced by Government of India, the business mandate of NSIL got significantly enhanced. As on 31st March 2024, NSIL has successfully completed five years of its commercial space business operations.

As on date of the report, the Company is being managed by the Board of Directors consisting of Chairman and Managing Director; Director (Technical & Strategy); Director (Finance) and Government Nominee Directors. Department of Space (DOS), the administrative ministry, had initiated the process to appoint the Independent Directors as per the approved Articles of Association of the Company. The Company has recruited few personnel on its own payroll. Considering the enhanced mandate of the company, it is in the process of recruiting more personnel on its own payroll as well as executives on Deputation / Immediate absorption from ISRO/DoS.

BUSINESS OPERATIONS

Company's business operation under various business verticals has been addressed under Review of Business in the Directors' report.

SWOT ANALYSIS

Company needs to assess internal (strengths and weaknesses) and external (opportunities and threats) factors that would affect the business to formulate business strategies. This is to gain competitive edge and position its products and services in the global market. Accordingly, NSIL has performed SWOT analysis and has considered its outcome for planning and strategizing business operations.

PRODUCT-WISE PERFORMANCE

Considering confidentiality, Product – wise performance is not given.

(INR in Lakhs)

Business Segment	EXPORTS	DOMESTIC	TOTAL
Launch Services			
Mission Support Services			
Space Segment Communication (Transponder Lease)	21,939.69	1,89,673.26	2,11,612.95
Sale of Products			
Technology Transfer			

FUTURE OUTLOOK

The Company with its enhanced mandate and increased autonomy is geared up to build, launch, own and operate satellites and provide End-to-End services to the customers, at commercially competitive rates. It will also build the



operational launch vehicles of ISRO through Indian Industry and will eventually own them. Company is looking at future business partnership models like PPP for effective engagement with Indian Industry. Company is also planning to tap the potentials of Indian Industry for the upstream and downstream activities. Company is poised to expand its footprints to provide last mile connectivity using space-based services.

MEASURES TO TACKLE CHALLENGES

Space business is a challenging one having risks at every stage. Company understands the risks in the business areas it has embarked and takes suitable measures to mitigate the risks. Company also undertake measures to counter the risks and challenges, in consultation with Administrative Ministry and Professional Advisors/ Technical Consultants in the Space domain.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The Financial Performance with respect to operational performance is provided in the Directors' Report.

DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS

SI No	Particulars	2023-24	2022-23	Reasons for variation
i.	Debtors Turnover (trade receivable Turnover ratio)	2.89	3.58	The decrease in ratio is due to decrease in revenue as compared to previous year.
ii.	Inventory Turnover	N.A	N.A	
iii.	Interest coverage ratio	N.A	N.A	
iv.	Current Ratio	4.46	3.77	The ratio has improved due to decrease in Current Liabilities
v.	Debt equity ratio	N.A	N.A	
vi.	Operating Profit Margin (%)	24%	22%	The ratio has improved due to reduction in Cost of production on account of change in Segment mix.
vii.	Net Profit ratio (%)	28%	16%	The ratio has improved due to reduction in Cost of production on account of change in Segment mix.

DETAILS OF ANY CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF:

The return on net worth for the financial year 2023-24 is 11% (Previous Financial year 9%). Reduction in return on net worth of the company was due to issue of Equity share capital in the FY 2022-23. Average net worth in FY 2023-24 is INR 6901.25 Crores as compared to average net worth of its Previous Financial year 2022-23 which was INR. 4024.08 Crores.

HUMAN RESOURCE DEVELOPMENT

Company's Human resource development has been addressed in the Directors' report.

ENVIRONMENT PROTECTION AND CONSERVATION

Company does not own & operate any manufacturing facility, nor its operations involve any environment impacting activities and hence the Company does not cause any environmental / conservation issues.

For and on behalf of Board of Directors

Date : 16.07.2024
Place : Bengaluru

D Radhakrishnan
Chairman and Managing Director
DIN : 08382973

CORPORATE GOVERNANCE REPORT

The details of compliance by the Company with the norms of Corporate Governance, in accordance with Department of Public Enterprises Guidelines in Corporate Governance are as under:

Philosophy

The Corporate Governance framework and philosophy is a reflection of the Company's corporate culture, policies, values and relationship with stakeholders, which is driven relentlessly across the organisation.

The Company believes that good Corporate Governance is essential for achieving long-term corporate goals and to enhance stakeholders' value. As a good corporate citizen, the Company lays great emphasis on a corporate culture of integrity, fairness, transparency, accountability and responsibility for efficient and ethical conduct of its business.

Our Corporate Governance is reinforced through the Company's Code of Conduct and Ethics, Corporate Governance Guidelines, Policies and Committee charters. The Board and Management processes, audits and internal control systems reflect the Corporate Governance framework principles.

Board of Directors

a. Composition

As on 31st March, 2024, the NSIL Board comprised of 5 Directors represented by Two Functional Directors including Chairman and Managing Director and three Government Nominee Directors.

Pursuant to DPE guidelines, the Company does not have sufficient number of Independent Directors. Accordingly, the Company has taken up with the Administrative Ministry for appointment of requisite number of Independent Directors to fulfil the statutory requirements.

b. Category and attendance of Directors

The particulars regarding composition of Board of Directors as on 31st March, 2024 and the details of other Directorships & Membership/ Chairmanship of Committees of Board as on that date, attendance of each Director at Board Meetings held during 2023-24, last Annual General Meeting (AGM) are furnished below:

Name of Director and Director Identification Number	Designation	Total Board meetings		Attendance at last AGM	Other directorship in public limited Company	Other committee membership	
		Held during tenure of Director	Attended during tenure of Director			As member	As Chairman
Functional Directors							
Shri D Radhakrishnan (DIN: 08382973)	Chairman and Managing Director	5	5	Yes	Nil	Nil	Nil
Shri A Arunachalam (DIN: 09262267)	Director (Technical & Strategy)	5	5	Yes	Nil	1	Nil

Name of Director and Director Identification Number	Designation	Total Board meetings		Attendance at last AGM	Other directorship in public limited Company	Other committee membership	
		Held during tenure of Director	Attended during tenure of Director			As member	As Chairman
Government Nominee Directors							
Smt. Uma Sekhar (DIN:09438145)	Additional Secretary (L&T), Ministry of External Affairs	5	4	No	Nil	1	1
Dr Neeraj Sinha (DIN :09415304)	Senior Advisor & Head, NITI Aayog	3	3	Yes	Nil	1	0
Dr M Subramanyam (DIN : 09539830)	Joint Secretary (Enterprise, Policy & Legal)	5	5	Yes	1	1	0
Shri Surender Mehra (DIN: 10528404)	Advisor, NITI Aayog	2	2	Not applicable	Nil	1	0

Note:

1. The number of Directorship positions mentioned above are as notified by the Directors.
2. As per the information received none of the Directors of the Company has been a member of more than ten committees or acted as a chairman of more than five committees across all Companies in which he is a director.
3. Pursuant to DPE guidelines on Corporate Governance, for the purpose of reckoning the limit on membership, Chairmanship / membership of Audit Committee alone has been considered
4. The Company has put in place system for periodical review of the compliance reports of laws applicable to the company and steps taken by the Company to rectify the instances of non-compliance. The Board reviews the quarterly compliance certificates submitted to them.

Dates of Board Meetings

During the year under review, five Board Meetings were held on 25.06.2023, 18.09.2023, 08.11.2023, 29.02.2024* and 01.03.2024.

*Note: The meeting held on 29.02.2024 was adjourned to 01.03.2024

Statutory Committees of Board

The following are the Committees constituted as Board level sub-committee:

Sl. No.	Name of the Committee
1	Audit Committee
2	Corporate Social Responsibility and Sustainable Development Committee
3	Remuneration Committee

1. Audit Committee

As on 31st March 2024, the Audit Committee comprised of three Government Nominee Directors (including Chairperson of the Committee) and one Functional Director as members of the Committee. Company Secretary acts as Secretary to the Committee.

The terms of reference are in compliance with the Section 177 of the Companies Act, 2013 read with Rules made thereunder and the DPE Guidelines, as amended from time to time.

During the year 2023-24, the Audit Committee met four times, i.e on 24.06.2023, 18.09.2023, 08.11.2023 and 29.02.2024.

As on 31st March 2024, the details of the composition of the Audit Committee and the attendance of members are as follows:

Sl. No	Name of Director	Designation	Meetings held during tenure of Director	Meetings Attended during the tenure of Director
1	Smt. Uma Sekhar ¹	Chairperson	4	3
2	Dr. M Subramanyam ²	Member	4	4
3	Dr Neeraj Sinha ³	Member	3	3
4	Shri A Arunachalam	Member	4	4
5	Shri Surender Mehra ⁴	Member	1	1

Note:

1. Smt. Uma Sekhar acted as Chairperson of the Committee w.e.f 29.02.2024
2. Dr M Subramanyam was the Chairman of the Audit Committee upto 08.11.2023
3. Dr Neeraj Sinha ceased to be member of the Audit Committee w.e.f 28.02.2024
4. Shri Surender Mehra was inducted as member of the Audit Committee w.e.f 29.02.2024

In the absence of the Independent Directors on the Board, the Audit Committee is constituted with the Government Nominee Directors and a Functional Director.

2. Corporate Social Responsibility & Sustainable Development (CSR & SD) Committee

As on 31st March 2024, the CSR & SD Committee comprised of three Government Nominee Directors (including Chairman of the Committee) and one Functional Director as members of the Committee. Company Secretary acts as Secretary to the Committee.

The terms of reference are in compliance with the Section 135 of the Companies Act, 2013 read with Rules made thereunder and the DPE Guidelines, as amended from time to time.

During the year, the committee met three times, i.e on 24.06.2023, 08.11.2023 and 29.02.2024.

The details of the composition of the CSR & SD Committee and the attendance of members are as follows:

SI. No	Name of Director	Designation	Meetings held during tenure of Director	Meetings Attended during the tenure of Director
1	Dr Neeraj Sinha ¹	Chairman	2	2
2	Dr M Subramanyam ²	Chairman	3	3
3	Smt. Uma Sekhar	Member	3	3
4	Shri A Arunachalam	Member	3	3
5	Shri Surender Mehra ³	Member	1	1

Note:

1. Dr Neeraj Sinha ceased to be member and Chairman of the CSR & SD Committee w.e.f 28.02.2024
2. Dr M Subramanyam was elected as Chairman of the CSR & SD Committee w.e.f 29.02.2024
3. Shri Surender Mehra was inducted as member of the CSR & SD Committee w.e.f 29.02.2024

In the absence of the Independent Directors on the Board, the CSR & SD Committee is constituted with the Government Nominee Directors and a Functional Director.

3. Remuneration Committee

In accordance with the provisions of Section 178 of Companies Act 2013 and DPE Guidelines on Corporate Governance, a Remuneration committee has been constituted for deciding the annual bonus/variable pay pool and policy for its distribution across executives and non-unionized supervisors.

As on 31st March 2024, the Remuneration Committee comprised of three Government Nominee Directors. In the absence of Independent Director on the Board, Government Nominee Director is nominated as Chairman of the Committee. Company Secretary acts as Secretary to the Committee.

As on 31st March, 2024, the composition of the Committee was as under:

SI. No	Name of Director	Designation
1	Shri Surender Mehra ¹	Chairman
2	Smt. Uma Sekhar ²	Member
3	Dr M Subramanyam	Member
4	Dr Neeraj Sinha ³	Member

Note:

1. Shri Surender Mehra was inducted as Member and Chairman of the Remuneration Committee w.e.f 29.02.2024
2. Smt. Uma Sekhar ceased to be Chairperson of the Remuneration Committee w.e.f 29.02.2024
3. Dr Neeraj Sinha ceased to be Member of the Remuneration Committee w.e.f 28.02.2024

The terms of reference are in compliance with Section 178 of the Companies Act, 2013 read with Rules made thereunder and the DPE Guidelines, as amended from time to time.

During the year 2023-24, the Remuneration Committee has not met.

REMUNERATION OF DIRECTORS

(i) Remuneration to Whole-time Directors:

The details of remuneration of Whole time Directors for the year 2023-24 are given in the Annual Return.

(ii) Government Nominee Directors' compensation:

The Government Directors are not paid any remuneration, sitting fees, for attending Board / committee meetings.

CODE OF CONDUCT

The Code of Conduct for Board Members and Senior Management Personnel of the Company has been adopted by the Company, which is circulated to all concerned and is also hosted on the website of the Company at <https://www.nsilindia.co.in/>. The Directors and Senior Management Personnel of the Company have affirmed compliance with the provisions of the Code of Conduct for the year ended March 31, 2024. A declaration to this effect has been appended to this report.

SHAREHOLDING PATTERN

The Company is not listed on any Stock Exchange in India or abroad. The entire paid-up equity share capital of the Company is held by the President of India and her nominee.

GENERAL BODY MEETINGS

The details of the last three Annual General Meetings of the Company are given below:

Year	Date	Time	Venue	Special resolution(s)
2020-21	24.12.2021	11.00 a.m	Chairman Board Room, ISRO HQ, New BEL Road, Bengaluru	Yes
2021-22	29.09.2022	10.00 a.m	Chairman Board Room, ISRO HQ, New BEL Road, Bengaluru	Yes
2022-23	25.09.2023	11.00 a.m	Chairman Board Room, ISRO HQ, New BEL Road, Bengaluru	No

Annual General Meeting

05th Annual General Meeting for the financial year 2023-24 : 26th September, 2024 at 02.00 p.m at Chairman's Board Room, ISRO HQ, New BEL Road, Bengaluru – 560 094.

DISCLOSURES

i. Related Party Transaction

During the year, there was no transaction of material nature with the Directors or their relatives or the Management that had potential conflict with the interest of the Company. The related party transactions are disclosed in Note no 41 and 46.1 to the Accounts.

ii. Non-Compliances/Strictures/Penalties during the last three years

There were no instances of non-compliance by the Company on any matter related to any guidelines issued by the Government during the last three years and no penalties / strictures were imposed on the Company by any Statutory Authority on any matter.

iii. Vigil Mechanism / Whistle Blower Policy

The Company has established a mechanism for employees to report concerns about unethical behavior, actual or suspected fraud or violation of the Code. It also provides for adequate safeguards against the victimization of employees who avail the mechanism and allows direct access to the Chairperson of the Audit Committee. During the year, no person was denied access to the audit committee.

iv. Compliance with the mandatory requirements

The Company has complied with all the mandatory requirements specified in DPE guidelines on Corporate Governance, excepting those non-compliances as observed in the Certificate on Corporate Governance by the Practicing Company Secretary. The reasons for non-compliance have been furnished separately as reply to the observations of Practicing Company Secretary.

v. Presidential Directives

All the Presidential directives and guidelines issued by the Government of India from time to time regarding reservation for SCs, STs, OBCs, Persons with Disabilities and Ex- Servicemen are complied by the Company.

vi. Items of expenditure debited in Books of Accounts, which are not for the purpose of business

No items of expenditure, other than those directly related to its business or incidental thereto, those spent towards the welfare of its employees/ ex-employees were debited in the Books of Accounts.

vii. Expenses incurred, which are personal in nature and incurred for the Board of Directors and Top Management

Expenses incurred for the Board of Directors and Top Management are in the nature of salaries, allowances, perquisites, benefits as permissible under the Rules of the Company. No other expenses, which are personal in nature, were incurred for the Board of Directors and Top Management during the year 2023-24.

viii. Administrative and office expenses

Administrative and office expenses for the financial year 2023-24 is 1.16 % of the total expenses as compared to 0.66% of previous year

MEANS OF COMMUNICATIONS

- The Company displays on its website at www.nsilindia.co.in the information relating to the Company and other relevant information including those required under the Right to Information Act and other statutes.
- Matters of interest to employees are circulated internally in the form of notices, office orders and instructions.

TRAINING OF BOARD MEMBERS

In line with the requirements under the DPE Guidelines, the Company has Board approved policy on training of Directors. Directors were also being nominated for attending training programmes conducted by various institutes of repute, Government and DPE on the subjects related to function, business of the Company and Corporate Governance.

The management of the Company apprises the Director about the company, sector in which the Company operates, its products, business processes, governance, internal controls, regulations and other relevant important information related to functioning of the Company.



The Board of the Company consists of Functional Directors (including CMD) and Government Nominee Directors from Ministry of External Affairs, NITI Aayog and Department of Space. The Directors has requisite knowledge on matters relating to functioning of the Company.

COMPLIANCE

The Company submits quarterly Corporate Governance reports as per prescribed format to the Department of Space within 15 days from the close of quarter.

DPE GRADING

The Company submits a grading report on the compliance with the Corporate Governance with Department of Space on quarterly and annual basis. As per the grading report, the Company was rated as 'Excellent' with a composite score of 100% for the year 2023-24.

For and on behalf of Board of Directors

D Radhakrishnan

Chairman and Managing Director

DIN : 08382973

Date : 16.07.2024

Place : Bengaluru

CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION UNDER CLAUSE 4.5 OF DPE GUIDELINE ON CORPORATE GOVERNANCE

To

The Board of Directors

NewSpace India Limited

1. We have reviewed financial statements and the cash flow statement of NewSpace India Limited for the year ended 31st March, 2024 and to the best of our knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii. These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.
4. We have indicated to the Auditors:
 - i. that there are no significant changes in internal control over financial reporting during the year;
 - ii. no significant changes in accounting policies have been made to comply with Accounting Standards (AS);
 - iii. that there are no instances of significant fraud of which we have become aware.

Date : 16.07.2024

Place : Bengaluru

A Radha Krishna

Director (Finance)

DIN : 10604322

D Radhakrishnan

Chairman and Managing Director

DIN : 08382973



DECLARATION BY CHAIRMAN & MANAGING DIRECTOR

I confirm that all Board Members and Senior Management have affirmed Compliance with the Company's Code of Conduct for the Financial Year 2023-24.

Date : 16.07.2024

Place : Bengaluru

D Radhakrishnan

Chairman and Managing Director

DIN : 08382973

Annual Report on CSR Activities

1. Brief outline on CSR Policy of the Company

NSIL is a socially responsible company, ensuring its business policies and practices contribute to overall social progress, human development, and environmental preservation. Our CSR Policy is developed in accordance with the Companies Act 2013, and rules made thereunder and guidelines for CPSEs issued by the Department of Public Enterprises, Government of India.

NSIL believes that every business should have a mechanism for giving back to the society in which it operates. The company's business principles are aligned with its CSR initiatives to ensure that the surrounding society grows together with the company.

During the fiscal year 2023-24, NSIL undertook CSR projects and activities based on identified needs and available funds across various sectors, including health and nutrition. Other areas of focus included aspiration district, social justice & empowerment and skill development, sustainable development, sanitation, others.

These programs are carried out within the legal framework of the Companies Act 2013 and in compliance with DPE guidelines. For more information, you can refer to our CSR & SD policy on our website:

<https://www.nsilindia.co.in/sites/default/files/NSIL-%20Corporate%20Social%20Responsibility%20%26%20Sustainability%20Policy.pdf>

2. Composition of CSR Committee, as on 31.03.2024:

Sl. No.	Name of 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. M Subramanyam	Chairman/ Government Nominee Director	3	3
2	Smt. Uma Sekhar	Member/ Government Nominee Director	3	3
3	Shri Surender Mehra	Member/ Government Nominee Director	1	1
4	Shri A Arunachalam	Member/ Director (Technical & Strategy)	3	3

3. Provide the web-link(s) where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

Web-link: <https://www.nsilindia.co.in/csr>

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. **NA**

(In Rs)

5	(a) Average net profit of the company as per sub-section (5) of section 135 :	4,38,90,44,957
	(b) Two percent of average net profit of the company as per sub-section (5) section 135 ::	8,77,81,000
	(c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years :	Nil
	(d) Amount required to be set off for the financial year, if any	Nil
	(e) Total CSR obligation for the financial year [(b)+(c)-(d)]:	8,77,81,000

(In Rs)

6.	(a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): other than Ongoing Project): Spent during the FY 2023-24 Rs.1,44,84,971 and Spent Rs.39,25,296 for ongoing project. from 1-4-24 till 25-4-2024 (i.e) date of transfer of fund to Unspent CSR account	1,84,10,267
	(b) Amount spent in Administrative Overheads:	10,06,326
	(c) Amount spent on Impact Assessment, if applicable	Nil
	(d) Total amount spent for the Financial Year [(a)+(b)+(c)]:	1,94,16,593
	(e) CSR amount spent or unspent for the Financial Year:	

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per sub-section (6) of section 135.		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
1,94,16,593	6,83,64,407	25/04/2024	NA	NA	NA

(f) Excess amount for set off, if any

Sl. No.	Particulars	Amount (in Rs.)
(1)	(2)	(3)
(i)	Two percent of average net profit of the company as per sub-section (5) of section 135	8,77,81,000
(ii)	Total amount spent for the Financial Year	1,94,16,593
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil



Providing health consultations to socio-economically deprived village people through a mobile clinic in Sirohi, Rajasthan



Providing morning nutrition for government schools children in Raichur, Lingasugur and Manvi taluks of Raichur district, Karnataka



Cataract Surgery Program and Eye Screening & Spectacles dispensing programme at Kandhamal District, Odisha



Assessment of growth monitoring, health screening, health education, health promotion as well as counseling session nutrition, breastfeeding and family planning by field supervisor. Meeting with ANC and PNC in VHNSD.

Comprehensive primary Health Care for Tribal Region of Kalsi Block, Dehradun by HIHT

7. (a) Details of Unspent CSR amount for the preceding three financial years::

Sl. No.	Preceding Financial Year (s)	Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount spent in the Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any		Amount remaining to be spent in succeeding financial years. (in Rs.)	Deficiency, if any
					Amount (in Rs).	Date of transfer.		
1	FY 2022-23	2,48,19,390	76,61,542	1,71,57,848	1,23,57,085	27/09/2023	76,61,542	NA
2	FY 2021-22	1,32,08,139	Nil	7,27,591	28,65,422	22/01/2024	Nil	NA
3	FY 2020-21	66,57,007	Nil	Nil	Nil	NA	Nil	NA

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

If Yes, enter the number of Capital assets created/ acquired:

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address
Not Applicable							

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135.

During FY 2023-24, the Company has spent INR 1,94,16,593 on various projects. The unspent balance of INR 6,83,64,407 is towards various ongoing projects, has been transferred to the unspent CSR account and will be spent in accordance with the CSR Rules.

Date : 16.07.2024

Place : Bengaluru

Dr M Subramanyam

Chairman - CSR Committee

DIN : 09539830

D Radhakrishnan

Chairman and Managing Director

DIN : 08382973

BRKS

CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

Corporate Identification No : U74999KA2019GOI122175
Authorised Capital : INR 7500,00,00,000

To,
The Members of
NEWSPACE INDIA LIMITED
Bangalore

We have examined all the relevant records of NEWSPACE INDIA LIMITED for the year ended 31st March 2024 for the purpose of certifying compliance of the conditions of Corporate Governance as stipulated in Department of Public Enterprises (DPE) Guidelines 2010 on Corporate Governance for Central Public Sector Enterprises. We have obtained all the Information and explanations which to the best of our knowledge and belief as were necessary for the purpose of certification.

The Compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to the procedure and implementation process adopted by the Company for ensuring the Compliance of conditions of Corporate Governance.

On the basis of our examination of the records produced and the explanations and information furnished, we certify that the Company has maintained proper records and complied with the conditions of Corporate Governance as stipulated in DPE Guidelines 2010 on Corporate Governance for Central Public Sector Enterprises for the financial year ending 31st March 2024 Subject to the following:

a. Not appointed the Independent Directors

for BRKS & Associates
Company Secretaries

(B Rajeswara Rao)
Partner

Place: Bengaluru
Date: 08-07-2024

BRKS & Associates
Company Secretaries

First Floor, 76, Sri Sai Krupa, Phase - 2, Cascading Meadows,
Maragondanahalli, T C Palya, K R Puram, Bangalore - 560036

Chartered Accountants

430, "Sai Pushpanjali",
6th Main, Amarjyothi Layout
(West wing), Domlur,
Bengaluru - 560 071. India

Tel : +91 - 80 - 41133801
Mob. : +91 9964175204
E-mail: brskumar15@gmail.com
Web: www.caskav.in

Shanth Kumar & Venkatesh

Chartered Accountants



INDEPENDENT AUDITOR'S REPORT (REVISED)

To the Members of NewSpace India Limited

Report on the Audit of the Standalone Financial Statements

Opinion

This report supersedes our original report dated 16th July 2024 pursuant to the observations made by Comptroller and Auditor General of India under section 143(6)(a) of the Companies Act, 2013 our report is changed to incorporate the observations made by the Comptroller and Auditor General of India which is elaborated in the Annexure D of our Report. The accounts approved by the Board of Directors on 16th July 2024 have not been revised. This revision does not have any impact on the financial statements of the Company and nothing except those stated in the Annexure D to this report, is changed by this Revised Report.

We have audited the accompanying Standalone Financial Statements of **NewSpace India Limited** ("the Company"), which comprise the balance sheet as at March 31, 2024, the statement of profit and loss, including the statement of other comprehensive income, the statement of changes in equity and statement of cash flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as Standalone Financial Statements).

In our opinion and to the best of our information and according to the explanations given to us, 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 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, 2024 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 Companies Act, 2013 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.



Information Other than the Standalone Financial Statements and Auditors Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, 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 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.

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. There are no key audit matters to be reported here.

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 Companies Act, 2013 ("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, (changes in equity) including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the India Accounting Standards (Ind AS) specified under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, the Board of Directors 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 the Board of Directors 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 Standalone Financial Statements

- a. 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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually, or in aggregate, makes it possible that, the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone 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.

- b. The Financial Statements of the Company for the year ending March 31, 2023 were audited by M/s Pal & Shanbhogue whose report dated Jun 25, 2023 has given an unmodified opinion on those financial statements.

Report on Other Legal and Regulatory Requirements

1. 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 Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone 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 adequacy of the internal financial controls with reference to the standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with



the understanding, whether recorded in writing or otherwise, that the company shall, 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 the auditor has considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. The company has not declared or paid any dividend during the year in compliance of the provisions of section 123 of the Companies Act, 2013.
 - vi. Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.
2. 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.
 3. As required by section 143(5) of the Act, we give in “Annexure C” a statement on matters specified by the Comptroller and Auditor General of India.
 4. Based on the observations, of the Comptroller and Auditor General of India additions have been carried out in this report. We have given in “Annexure D” the statement of the said additions.

For **Shanth Kumar & Venkatesh**
Chartered Accountants
Firm Registration No.:006821S

Place: Bengaluru
Date: 20-08-2024

BR Shanth Kumar
Partner
Membership No.: 007191
UDIN: 24007191BKIPVV5491

Annexure 'A' to the Independent Auditors' Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements section of our report to the Members of NewSpace India Limited)

Report on the Internal Financial Controls 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 NewSpace India Limited ("the Company") as of March 31, 2024 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 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 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by 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, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance 168 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 financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial

reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the 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 Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future 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 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 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India

For **Shanth Kumar & Venkatesh**
Chartered Accountants
Firm Registration No.:006821S

Place: Bengaluru
Date: 20-08-2024

BR Shanth Kumar
Partner
Membership No.: 007191
UDIN: 24007191BKIPVV5491

Annexure 'B' to the Independent Auditors' Report

(Referred to in paragraph under 'Report on Other Legal & Regulatory Requirement' section of our report to the Members of NewSpace India Limited of even date)

To the best of information and according to the explanations provided to us by the Company and the books of accounts and records examined by us in the normal course of audit, we state that:

- (i) In respect of the company's Property, Plant and Equipment:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and maintaining proper records showing full particulars of intangible assets;
 - (b) The Property, Plant and Equipment have been physically verified by the management at reasonable intervals, wherever practicable. As informed to us, no material discrepancies have been noticed on such verification.
 - (c) The Company does not hold any immovable properties, hence title deeds in the name of the company is not applicable.
 - (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) during the year.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii)
 - (a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not applicable.
 - (b) The Company has not been sanctioned working capital limits in excess of 5crores, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) The Company has not made any investments in, provided guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or any other parties. Hence, reporting as per the provisions of clause (a) to (f) of Paragraph3 (iii)of the Order are not applicable to the Company.
- (iv) According to explanations given to us and scrutiny of records of the Company, it has not granted any loan, investment, guarantee and security. Hence, compliances with the provisions of section 185 and 186 of the Companies Act, and reporting under clause 3(iv) of the Order are not applicable.
- (v) According to information and explanations given to us and on the basis of our examination of the books of account and records, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or other relevant provisions of the Companies Act and the Companies (Acceptance of Deposit) Rules,2015 with regard to the deposits accepted from the public and reporting under clause 3(v) of the Order are not applicable.
- (vi) As informed to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, in respect of the activities carried on by the company. Hence, reporting under Clause 3 (vi) of the Order is not applicable.
- (vii)
 - (a) According to information and explanations given to us and on the basis of our examination of the

books of account and records of the Company, amounts deducted /accrued in the books of account in respect of undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2024 for a period of more than six months from the date they become payable. Hence, reporting under clause 3(vii)(a) of the Order is not applicable

(b) According to the information and explanations given to us, there are no dues of income tax, Goods and Service Tax, sales tax, service tax, duty of customs, duty of excise, value added tax, outstanding on account of any dispute. Hence, reporting under clause 3(vii)(b) of the Order is not applicable.

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order are not applicable.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority. Hence reporting under clause 3(ix)(b) of the Order is not applicable.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

(d) On an overall examination of the financial statements of the Company, no funds are raised on short-term basis during the year. Hence, reporting on clause 3(ix)(d) of the Order is not applicable.

(e) The Company does not have any subsidiaries, associates and joint venture. Hence, reporting under clause 3(ix)(e) of the Order is not applicable.

(f) The Company neither raised any loans during the year nor have subsidiaries, joint venture or associate company, hence reporting on clause 3(ix)(f) of the Order is not applicable.

(x) (a) The Company has not raised moneys by way of initial public offer public offer or further public offer (including debt instruments) during the year and hence, reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly of optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year. Accordingly, reporting under clause 3(xi)(a) of the Order is not applicable to the Company.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report. Hence, reporting under clause 3(xi)(b) of the Order is not applicable to the Company.

(c) Company has not received any whistle blower complaints during the year (and up to the date of this report). Hence reporting under clause 3(xi)(c) of the Order is not applicable.

(xii) In our opinion, and to the best of our information and according to the explanations provided by the management, the Company is not a Nidhi Company. Accordingly, the requirement so clause 3 (xii) (a) to (c) of the Order are not applicable.

- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act and the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year, in determining the nature, timing and extent of our audit procedures.
- (xv) In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 and reporting under clause 3 (xv) of the Order are not applicable.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b), (c) and (d) of the Order are not applicable.
- (xvii) According to the information and explanations given to us and based on our examination of the records, the Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year. Hence, reporting under clause 3(xvii) of the Order is not applicable.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year. Hence, reporting under clause 3(xviii) of the Order is not applicable.
- (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 and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that 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) (a) The Company, except in respect of other than ongoing CSR & SD Projects, has transferred unspent CSR & SD allocated amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the Companies Act.
- (b) The Company, has transferred the remaining unspent amount of ongoing CSR & SD projects, to a special account in compliance with the provision of sub-section (6) of section 135 of the Companies Act.
- (xxi) The Company is a standalone Company, hence reporting under Clause 3(xxi) of the Order is not applicable.

For **M/s. Shanth Kumar & Venkatesh**
Chartered Accountants
Firm Registration Number: 006821S

Place: Bengaluru
Date: 20-08-2024
ICAI Membership No.007191
UDIN: 24007191BKIPVV5491

B R Shanth Kumar
Partner

Annexure C to Independent Auditor's Report

Referred to in "Report on Other Legal and Regulatory Requirements" of our Report of even date to the members of "NEWSPACE INDIA LIMITED (the Company) for the period ended 31st March 2024.

Directions Under Section 143(5) of Companies Act, 2013

SI. No.	Directions	Auditor's Comment
1	Whether the Company has system in place to process all the accounting transactions through IT System? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	<p>The company has been using Tally software to record all its financial and accounting transactions.</p> <p>The following entries flow to Tally from outside:</p> <ol style="list-style-type: none"> 1. Transactions of foreign receivables and payables; 2. Computation of Employee Benefit Expenses; and 3. Preparation of Annual Financials <p>In our opinion and to the best our information and explanations given to us, the company has a system in place to monitor and control properly these transactions.</p>
2	Whether there is any restructuring of an existing loan or cases or waiver/ write off of debts/ loans/ interest etc., made by a lender to the company due to the Company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (in case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company.	The Company has not availed any loans at any time during the financial year 2023-24 and hence this clause is not applicable. And hence there is no financial impact.
3	Whether funds (grants/subsidy etc.) received / receivable for specific schemes from Central/ State Government or its agencies were properly accounted for/ utilized as per its terms and conditions? List the cases of deviation.	The Company has neither received nor has any receivables towards any funds for specific schemes from Central/ State agencies.

For Shanth Kumar & Venkatesh

Chartered Accountants

Firm Registration No.: 006821S

BR Shanth Kumar

Partner

Membership No.: 007191

UDIN: 24007191BKIPVV5491

Date: 20-08-2024

Place: Bengaluru



Annexure D to the Independent Auditor's Report

To the Members of NewSpace India Limited for the year ended 31.03.2024

(Referred to in paragraph 7.4 of the Independent Auditors Report to the members of even date)

Based on the observations of the Comptroller and Audit General of India, following addition to the Audit Report has been carried out"

A. Independent Auditors Report

(a) Para 6(b) added as under

The Financial Statements of the Company for the year ending March 31, 2023 were audited by M/s Pal & Shanbhogue whose report dated Jun 25, 2023 has given an unmodified opinion on those financial statements.

B. Annexure C Para 2

(a) Comments regarding the restructuring of loans or waivers / write offs of loans etc is not modified and now reads as follows:

The Company has not availed any loans at any time during the financial year 2023-24 and hence this clause is not applicable. And hence there is no financial impact on the financial statements.

For **Shanth Kumar & Venkatesh**
Chartered Accountants
Firm Registration No.:006821S

Place: Bengaluru

Date: 20-08-2024

BR Shanth Kumar
Partner
Membership No.: 007191
UDIN: 24007191BKIPVV5491



सत्यमेव जयते

कार्यालय महानिदेशक लेखापरीक्षा, केन्द्रीय व्यय
पर्यावरण एवं वैज्ञानिक विभाग, ए.जी.सी.आर. भवन,
आई पी एस्टेट, नई दिल्ली-110002
Office of the Director General of Audit, Central Expenditure
Environment & Scientific Departments
AGCR Building, IP Estate, New Delhi-110002



SUPREME AUDIT INSTITUTION OF INDIA
लोकहितार्थं सत्यनिष्ठा
Dedicated to Truth in Public Interest

DGAESD/EA/AA/PR-126567/NSIL/2024-25/ 174

दिनांक 06/09/2024

सेवा में,

Chairman and Managing Director,
NewSpace India Limited (NSIL),
Room No. F01, HSFC Building,
ISRO HQ, New BEL Road,
Bengaluru-560 094

विषय: भारत के नियन्त्रक एवं महालेखापरीक्षक द्वारा कम्पनी अधिनियम 2013 के अनुच्छेद 143 (6)(व) के अंतर्गत NewSpace India Limited (NSIL) के 31 मार्च 2024 को समाप्त वर्ष के वित्तीय खातों पर टिप्पणियां

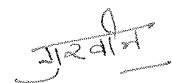
महोदय,

इस पत्र के साथ कम्पनी अधिनियम 2013 के अनुच्छेद 143 (6)(व) के अंतर्गत NewSpace India Limited (NSIL) के 31 मार्च 2024 को समाप्त वर्ष के वित्तीय खातों पर Nil Comment Certificate भेजा जा रहा है।

कृपया इस पत्र की पावती भेजने की कृपा करें।

भवदीया,

संलग्न: यथोपरि



महानिदेशक लेखापरीक्षा केन्द्रीय व्यय
(पर्यावरण एवं वैज्ञानिक विभाग)

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL
STATEMENTS OF NEWSPACE INDIA LIMITED FOR THE YEAR ENDED 31
MARCH 2024**

The preparation of financial statements of NewSpace India Limited for the year ended 31 March 2024 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 20.08.2024 which supersedes their Audit Report dated 16.07.2024.

I, on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit of the financial statements of NewSpace India Limited for the year ended 31 March 2024 under section 143 (6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited to inquires of the statutory auditors and company personnel and a selective examination of the accounting records.

In view of the revisions made in the statutory auditor's report, to give effect to some of my observations raised during supplementary audit, I have no further comments to offer upon or supplement to statutory auditor's report under section 143(6)(b) of the Act.

**For and on behalf of the
Comptroller & Auditor General of India**

Place: New Delhi
Date: 06/09/24

A handwritten signature in black ink, appearing to read 'Gurveen Sidhu', is written over a horizontal dotted line.

(Gurveen Sidhu)
Director General of Audit Central Expenditure
(Environment and Scientific Departments)

BALANCE SHEET AS AT 31ST MARCH, 2024

CIN: U74999KA2019GOI12217

(Amount INR in lakhs)

	Particulars	Note No	As at 31.03.2024	As at 31.03.2023
	ASSETS:			
(1)	NON CURRENT ASSETS			
	(a) Property, Plant and Equipment	1	3,79,532.64	4,38,482.08
	(b) Right of Use of Asset	2	294.99	-
	(c) Capital work in progress	3	84,031.81	-
	(d) Other Intangible assets	4	19.93	29.65
	(e) Intangible assets under development	5	20.62	7.55
	(f) Financial Assets			
	(i) Investments		-	-
	(ii) Trade Receivables		-	-
	(iii) Loans		-	-
	(iv) Other Financial Assets	6	45,256.69	11,973.25
	(g) Deferred Tax Assets (Net)		-	-
	(h) Other non-current assets	7	24.33	20.09
	Total Non-current Assets		5,09,181.03	4,50,512.62
(2)	CURRENT ASSETS			
	(a) Inventories		-	-
	(b) Financial Assets			
	(i) Investments		-	-
	(ii) Trade receivables	8	70,161.98	76,382.44
	(iii) Cash and cash equivalents	9	1,12,397.98	45,254.34
	(iv) Bank balances other than (iii) above	10	2,23,384.93	2,91,243.43
	(v) Other Financial Asset	11	19,913.26	30,604.74
	(c) Other current assets	12	16,080.64	20,809.79
	Total Current Assets		4,41,938.79	4,64,294.73
	TOTAL ASSETS		9,51,119.82	9,14,807.35
	EQUITY AND LIABILITIES:			
(1)	EQUITY			
	(a) Equity Share capital	13	5,60,760.00	5,60,760.00
	(b) Other Equity	14	1,59,087.17	99,175.63
	Total Equity		7,19,847.17	6,59,935.63

(2) LIABILITIES			
(A) NON CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ia) Lease Liabilities	15	185.48	-
(ii) Trade Payables		-	-
(ii) Other financial liabilities	16	1,26,309.91	1,26,291.81
(b) Provisions	17	41.75	15.33
(c) Deferred tax liabilities (Net)	18	5,579.75	4,804.46
(d) Other non-current liabilities		-	-
Total Non-current Liabilities		1,32,116.89	1,31,111.60
(B) CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ia) Lease Liabilities	19	126.10	-
(i) Trade payables			
(a) Total outstanding dues of Micro and Small Enterprises		2.84	1.35
(b) Total outstanding dues of Creditors other than Micro and Small Enterprises	20	50,746.33	76,365.63
(ii) Other financial liabilities	21	26,036.67	29,122.88
(b) Other current liabilities	22	2,384.84	4,343.89
(c) Provisions	23	19,858.98	13,926.38
Total Current Liabilities		99,155.76	1,23,760.13
TOTAL EQUITY AND LIABILITIES		9,51,119.82	9,14,807.35

Material accounting policies and the accompanying Note No. 1 to 46 are integral part of these financial statements. Previous year figures have been re-arranged/regrouped wherever necessary.

As per our report of even date attached
For M/s Shanth Kumar and Venkatesh
 Chartered Accountants
 Firm Regn No: 006821S

For and on behalf of the Board of Directors

B R Shanth Kumar
 Partner
 ICAI Membership No. 007191
 ICAI UDIN : 24007191BKIPVT4197

S Shanmuga Priya
 Company Secretary
 FCS : 9535

Radha Krishna A
 Director Finance
 DIN: 10604322

Radhakrishnan Durairaj
 Chairman and Managing Director
 DIN: 08382973

Place: Bengaluru
 Date: 16-7-2024

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31ST MARCH 2024

CIN: U74999KA2019GOI122175

(Amount INR in lakhs)

	Particulars	Note No	Figures as at the end of current reporting period 31.03.2024	Figures as at the end of previous reporting period 31.03.2023
I	Revenue from operations	24	2,11,612.95	2,84,226.43
II	Other income	25	27,908.26	9,816.04
III	Total Income (I +II)		2,39,521.21	2,94,042.47
IV	Expenses:			
	(i) Cost of Revenue from operation	26	96,808.18	1,70,936.13
	(ii) Purchases of Stock-in-Trade		-	-
	(iii) Changes in inventories of Finished Goods, Work in Progress and Stock in Trade		-	-
	(iv) Employees benefits expenses	27	617.64	280.00
	(v) Finance Cost	28	179.96	22.24
	(vi) Depreciation and amortisation expenses	29	59,862.87	59,584.13
	(vii) Other expenses	30	1,692.87	1,585.14
	Total Expenses (IV)		1,59,161.51	2,32,407.65
V	Profit before exceptional items and tax (III- IV)		80,359.70	61,634.82
VI	Exceptional items		-	-
VII	Profit before tax (V - VI)		80,359.70	61,634.82
VIII	Tax expense:			
	(i) Current tax :			
	a) Current Year	31	19,434.52	14,157.56
	b) Earlier Years		236.99	(236.99)
	(ii) Deferred tax	32	19,671.51	13,920.57
			775.30	1,716.21
			20,446.81	15,636.78
IX	Profit for the period from continuing operations (VII-VIII)		59,912.90	45,998.04
X	Other Comprehensive Income			
	A (i) Items that will not be reclassified to Profit or Loss		-	-
	A (ii) Remeasurement of defined benefit plans		(1.36)	0.12
	A (iii) Income tax relating to items that will not be reclassified to profit or loss		-	-
XI	B (i) Items that will be reclassified to profit or loss		-	-
	B(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Total Other comprehensive Income/ (losses)		(1.36)	0.12
XII	Total Comprehensive Income for the period (X+XI) (Comprising Profit (Loss) and Other Comprehensive Income for the period)		59,911.54	45,998.16
XIII	Earnings per equity share (for continuing operation):			
	(1) Basic / Adjusted (INR)	33	1.07	1.79
	(2) Diluted (INR)		1.07	1.79

Material accounting policies and the accompanying Note No. 1 to 46 are integral part of these financial statements. Previous year figures have been re-arranged/regrouped wherever necessary.

As per our report of even date attached
For M/s Shanth Kumar and Venkatesh
Chartered Accountants
Firm Regn No: 006821S

For and on behalf of the Board of Directors

B R Shanth Kumar
Partner
ICAI Membership No. 007191
ICAI UDIN : 24007191BKIPVT4197

S Shanmuga Priya
Company Secretary
FCS : 9535

Radha Krishna A
Director Finance
DIN: 10604322

Radhakrishnan Durairaj
Chairman and Managing Director
DIN: 08382973

Place: Bengaluru
Date: 16-7-2024

STATEMENT OF CHANGES IN EQUITY

CIN: U74999KA2019GOI122175

(A. Equity Share Capital (1) Current reporting period

(Amount INR in lakhs)				
Balance at the beginning of the current reporting period 01.04.2023	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period 31.03.2024
5,60,760.00	-	5,60,760.00	-	5,60,760.00
(2) Previous reporting period				
Balance at the beginning of the current reporting period 01.04.2022	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period 31.03.2023
91,000.00	-	91,000.00	4,69,760.00	5,60,760.00

B. Other Equity

(1) Current reporting period

Particulars	Reserves and Surplus				Equity Instrument through other comprehensive income	Effective portion of cash flow hedges	Other items of other comprehensive income	Total equity attributable to equity shareholders of Co mpany
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings				
Balance as on April 1, 2023				99,175.63				99,175.63
Changes in accounting policy or prior period adjustments				-				-
Restated balance at the beginning of the current reporting period				99,175.63				99,175.63
Total Comprehensive Income for the current year				(1.36)				(1.36)
Dividends				-				-
Transfer to retained earnings				59,912.90				59,912.90
Any other change				-				-
Balance as at March 31, 2024				1,59,087.17				1,59,087.17

(2) PREVIOUS REPORTING PERIOD	Particulars	Reserves and Surplus				Retained Earnings	Equity Instrument through other comprehensive income	Effective portion of cash flow hedges	Other items of other comprehensive income	Total equity attributable to equity shareholders of Company
		Capital Reserve	Securities Premium	General Reserve						
	Balance as on April 1, 2022				53,177.47				53,177.47	
	Changes in accounting policy or prior period errors				-				-	
	Restated balance at the beginning of the current reporting period				53,177.47				53,177.47	
	Total Comprehensive Income for the current year				0.12				0.12	
	Dividends				-				-	
	Transfer to retained earnings				45,998.04				45,998.04	
	Any other change				-				-	
	Restated Balance as at March 31, 2023				99,175.63				99,175.64	

As per our report of even date attached
For M/s Shanth Kumar & Venkatesh
 Chartered Accountants
 Firm Regn No: 006821S

B R Shanth Kumar
 Partner
 ICAI Membership No.007191
 ICAI UDIN : 24007191BKIPVT4197

Place: Bengaluru
 Date: 16-7-2024

For and on behalf of the Board of Directors

S Shanmuga Priya
 Company Secretary
 FCS : 9535

Radha Krishna A
 Director Finance
 DIN: 10604322

Radhakrishnan Durairaj
 Chairman and Managing Director
 DIN: 08382973

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2024

CIN: U74999KA2019GOI122175

(Amount INR in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	80,359.70	61,634.82
Adjustments for:		
Depreciation and amortisation expenses	59,839.37	59,584.13
Depreciation on ROU	23.50	-
(Profit)/Loss on sale of fixed assets	0.37	(0.03)
Finance cost	179.96	22.24
Interest income from bank deposit	(27,436.06)	(9,551.06)
Interest on ROU -Security deposit	(0.13)	-
Provision for doubtful debts	85.01	10.80
Other Comprehensive Income	(1.36)	0.12
Unrealised foreign exchange (YEET)	(39.26)	(74.32)
Operating profit before working capital changes	1,13,011.09	1,11,626.70
Changes in assets and liabilities		
(Increase)/Decrease in other non current financial assets	(33,283.44)	3,952.43
(Increase)/Decrease in other non current assets	(4.25)	17.88
(Increase)/Decrease in Inventories		
(Increase)/Decrease in trade receivables	6,135.45	6,171.83
(Increase)/Decrease in other current financial assets	10,691.48	26,219.98
(Increase)/Decrease in other current assets	4,729.15	(7,472.40)
(Increase)/Decrease in non current Provisions	26.42	7.13
(Increase)/Decrease in non current liabilities	18.10	1,23,658.63
(Increase)/Decrease in trade payables	(25,617.81)	(76,810.50)
(Increase)/Decrease in other current financial liabilities	(3,086.21)	23,985.36
(Increase)/Decrease in other current liabilities	(1,959.05)	(1,425.70)
(Increase)/Decrease in current Provisions	5,932.60	4,347.53
Net change in working capital	(36,417.55)	1,02,652.17
Cash generated from operations	76,593.54	2,14,278.87
Less: Income taxes paid (net)	(19,671.50)	(13,920.57)
Net Cash from/ (used in) Operating Activities	56,922.04	2,00,358.30

B. CASH FLOWS FROM INVESTING ACTIVITIES		
Sale/ (Purchase) of Fixed Assets	(84,925.10)	(52,349.07)
Profit/(Loss) on Sale of fixed assets	(0.37)	0.03
Proceeds from maturity/Deposit of Other Bank Balances	67,858.50	(1,15,304.85)
Interest received on Deposits with Banks	27,436.06	9,551.06
Interest on ROU -Security deposit	0.13	
Right of use of Asset- Security Deposit	(1.47)	
Net Cash from Investing activities	10,367.75	(1,58,102.83)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Dividend Paid	-	-
Finance cost	(179.96)	(22.24)
Repayment of lease liabilities	(5.43)	
Issue of Shares		
Net Cash used in Financing Activities	(185.39)	(22.24)
Effect of exchange rate changes on cash and cash equivalents (YECT)	39.26	74.32
Net increase in cash and cash equivalents	67,143.66	42,307.55
Cash and cash equivalents at the beginning of the year (refer note 9)	45,254.34	2,946.78
Cash and cash equivalents at the end of the year (refer note 9)	1,12,397.97	45,254.34

The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the IND AS-7 on Cash Flow Statements issued by the Companies (Indian Accounting Standards) Rules, 2015.

Previous year figures have been re-arranged/regrouped wherever necessary.

As per our report of even date attached
For M/s Shanth Kumar and Venkatesh
 Chartered Accountants
 Firm Regn No: 006821S

For and on behalf of the Board of Directors

B R Shanth Kumar
 Partner
 ICAI Membership No. 007191
 ICAI UDIN : 24007191BKIPVT4197
 Place: Bengaluru
 Date: 16-7-2024

S Shanmuga Priya
 Company Secretary
 FCS : 9535

Radha Krishna A
 Director Finance
 DIN: 10604322

Radhakrishnan Durairaj
 Chairman and Managing Director
 DIN: 08382973



NOTES TO FINANCIAL STATEMENTS

1. Company Overview

NewSpace India Limited ("NSIL" or "the Company") is a wholly owned Government of India (GOI) Company under the administrative control of Department of Space (DOS). NSIL is engaged in commercially exploiting the products and services emanating from the Indian Space Programme and serve the domestic and global customers, and enabling the Indian Industries to scale up high-technology manufacturing base for space programme through technology transfer mechanisms. NSIL acts as the commercial arm of Indian Space Research Organisation (ISRO).

The business activities of NSIL include:

- Owning satellites for providing space-based services
- Building satellites and launching them as per demand
- Providing launch services for satellite belonging to Customers
- Building launch vehicles through Indian Industry and launch as per satellite customer requirements
- Space based services on commercial basis
- Mission support services to national and international customers and
- Technology Transfer to Indian Industry.

The registered office of the company is at ISRO HQ Campus, New BEL Road, Bangalore – 560094.

2. Basis of preparation

A. Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost on accrual basis except for certain financial instruments which are measured at fair values, as per the provisions of the Companies (Indian Accounting Standards) Rules, 2015 as amended notified under Section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act and presentation requirements of Division II of Schedule III to the Companies Act, 2013 (Ind AS Compliant Schedule III), as applicable to the Standalone Financial Statements.

The financial statements correspond to the classification provisions contained in Ind AS1 "Presentation of Financial Statements". For clarity, various items are aggregated in the Statements of Profit and Loss and Balance Sheet. These items are disaggregated separately in the notes to the financial statements, where ever applicable.

Accounting policies have been consistently applied except where a newly-issued accounting standard initially adopted or a revision to an existing accounting standard required a change in the Accounting policy hitherto in use.

B. Functional and presentation currency

The financial statements are presented in Indian Rupees in lakhs (INR in lakhs), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lakhs.

C. Current / Non-Current Classification

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

- i. the asset/liability is expected to be realized/settled or intend to sell or consume in the Company's normal operating cycle;

- ii. The asset is intended for sale or consumption.
- iii. the asset/liability is held primarily for the purpose of trading;
- iv. the asset/liability is expected to be realized/settled within twelve months after the reporting period;
- v. the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- vi. does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could, at the option of the counterparty result in its settlement by the issue of equity instruments does not affect its classification.

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

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

D. Use of estimates and judgements

The preparation of the financial statements in conformity with the recognition and the measurement principles of Ind AS requires Management to make estimates, judgements and assumptions. These estimates, judgements and assumptions affect the application of accounting policies and reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are disclosed in the following notes:

(i) Revenue recognition:

The Company uses the percentage of completion method using the milestones/stage of completion of activity as agreed in the contract to measure progress towards completion in respect of fixed price contracts. Percentage of completion method accounting relies on estimates of total expected contract revenue and costs. This method is followed when reasonably dependable estimates of the revenues and costs applicable to various elements of the contract can be made. Because the financial reporting of these contracts depends on estimates that are assessed continually during the term of these contracts, recognized revenue and profit are subject to revisions as the contract progresses to completion.

(ii) Income taxes:

Significant judgments are involved in determining the provision for income taxes including judgment on whether tax positions are probable of being sustained in tax assessments. A tax assessment can involve complex issues, which can only be resolved over extended time periods.

(iii) Deferred taxes:

Deferred tax are recognised for deductible and taxable temporary differences arising between the tax bases of assets and liabilities and their carrying amounts, at the rates that have been enacted or substantively enacted at the reporting date. The ultimate realization of deferred tax assets is dependent upon the

generation of future taxable profits during the periods in which those temporary differences and tax loss carry forwards become deductible. The Company considers the expected reversal of deferred tax liabilities and projected future taxable income in making this assessment. The amount of the deferred tax assets considered realizable, however, could be reduced in the near term if estimates of future taxable income during the carry-forward period are reduced.

(iv) Defined benefit plans and compensated absences

The cost of the defined benefit plans, compensated absences and the present value of the defined benefit obligation are based on actuarial valuation using the Projected Unit Credit Method. 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.

(v) Expected credit losses on financial assets

The impairment provisions of financial assets are based on assumptions about risk of default and expected timing of collection. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period

E. Measurement of fair values

Some of the Company's accounting policies and disclosures require measurement of fair values, for both financial and non-financial assets and liabilities.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

F. Cash flow statement

Cash flows are reported using the indirect method, whereby profit for the year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash and cash equivalents.

3 MATERIAL ACCOUNTING POLICIES

A. Property, Plant and Equipment

(i) Recognition and measurement

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, any directly attributable cost of bringing the item to its working condition for its intended use, including import duties and non-refundable purchase taxes, after deducting trade discounts, rebates.

The cost of the Satellites transferred by Department of Space (DOS) is accounted as per the details provided by DOS authorising the transfer.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in Statement of Profit and Loss.

(ii) Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2021, measured as per the previous GAAP, and use that carrying value as the deemed cost of such property, plant and equipment (see Note 1 & 2 note on property, plant and equipment).

(iii) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

(iv) Depreciation

Depreciation has been charged off over their estimated useful lives using the Straight Line Method as per Schedule II to the Companies Act 2013 or the rates determined by the Management as per estimated useful life of the Assets whichever is higher.

Assets costs less than INR 0,05 lakhs individually have been depreciated fully in the year of purchase. The residual value of the assets costs of INR 0.05 lakhs or above is considered as 1% of the original cost of the assets. The residual value of 1% is considered to depreciate the assets to the maximum extent. The useful lives of assets as determined by the company is as under:

Nature of Asset	Useful life
Buildings (Electrical Systems)	10 Years
Buildings (Temporary Structures)	3 years
Buildings (Interiors)	3 Years
Furniture and Fixtures	10 Years
Computers and Peripherals	3 Years
Office Equipment	5 Years
Communication Systems	3 Years
Motor Vehicles	8 Years



Useful life of satellites transferred by DOS to the Company, is determined by the DOS and intimated to the Company while transferring the satellite. There is no residual value for the satellites. Useful life of NSIL's In-orbit Satellite GSAT-N1 is estimated at 15 years.

B. Intangible Fixed Assets

Intangible assets are stated at cost less accumulated amortisation and impairment. Intangible assets are amortized over their respective individual estimated useful lives on straight line basis, from the date they are available for use.

The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the assets. Amortization methods and useful lives are reviewed periodically at each financial year end.

The cost of software internally generated/ acquired for internal use which is not an integral part of the related hardware, is recognised as an intangible asset and is amortised over five years, on straight line method. Amortisation commences when the asset is available for use. Wherever it is not possible to assess the useful life of intangible assets (whether or not significant), the cost is written-off in the year of procurement. Impairment of the intangible assets are reviewed annually and where there is an indication of impairment, the asset is impaired.

C. Inventories

Inventories are stock-in-trade, raw material, work-in-progress and finished goods are valued at lower of cost and estimated realisable value. Cost of materials is determined on first-in first-out basis and includes expenditure incurred in acquiring them and other costs incurred in bringing them to their present location and condition.

D. Revenue

(i) Sales

Revenue, net of all indirect taxes is recognized at the time of deliverables are delivered to the customers or to their assigned/contracted project. However, if delivery is delayed at the customer's request and the customer takes title and accept bills, revenue is recognized notwithstanding that physical delivery has not been completed so long as there is every expectation that delivery will be made and the deliverables are on hand, identified and ready for delivery and if the delivery is subject to conditions like installation/inspection, then the revenue is not recognized until the customer accepts delivery and the installation/inspection are completed.

(ii) Services

a) Launch, Installation, Commissioning and Testing:

Revenue, net of all indirect taxes is recognized by reference to the milestones/stage of completion of activity in accordance with the contract with the customer.

b) Access Fees, Space Segment, Mission Support, etc.

Revenue, net of all indirect taxes, is recognized at once on rendering or periodically depending upon nature of the service contracted either one time service or recurring service.

c) Consultancy

Revenue is recognized at once on rendering or periodically depending upon nature of the consultancy contracted.

(iii) Composite contracts

Revenue is recognized for each item of Composite contract as per policy mentioned against items (i) and (ii) above.

(iv) Other income**a) Interest**

Interest income is recognized on accrual basis. However, Penal interest income from Trade Receivables is recognized on receipt basis.

b) Royalty

Royalty is accounted on accrual basis based on acceptances received from customers.

c) Dividends on investments

Dividend on investment is recognised when the Company's right to receive payments is established.

d) Foreign Exchange Fluctuation

Net gain/ (loss) in Foreign Exchange for the reporting period are netted.

E. Foreign currency transactions**(i) Initial Recognition**

Foreign currency transactions are recorded in the functional currency, by applying the exchange rates at the date of the transaction.

(ii) Subsequent Measurement

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate on the reporting date. Non-monetary assets and liabilities that are measured based on historical cost in foreign currency are not retranslated. Exchange differences are recognised in the Statement of Profit and Loss.

F. Financial Instruments**(i) Recognition and initial measurement**

Trade receivables are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability is initially measured at fair value. The transaction costs that are directly attributable to its acquisition or issue are immediately accounted at fair value through Statement of Profit and Loss account.

(ii) Classification and subsequent measurement**a) Financial assets:**

On initial recognition, a financial asset is classified as measured at

- amortised cost;

- FVTPL (Fair value through Profit or Loss)
- FVOCI (Fair value through Other Comprehensive Income)

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

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

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- the asset 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 asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI (designated as FVOCI – equity investment). This election is made on an investment by investment basis.

All financial assets not classified as measured at amortised cost or FVOCI are measured at FVTPL.

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in Statement of Profit and Loss.
Debt investments at FVOCI	These assets are subsequently measured at fair value. Interest income under the effective interest method, foreign exchange gains and losses and impairment are recognised in Statement of Profit and Loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to Statement of Profit and Loss.
Equity investments at FVOCI	These assets are subsequently measured at fair value. Dividends are recognised as income in Statement of Profit and Loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to Statement Profit and Loss.
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in Statement of Profit and Loss. Any gain or loss on derecognition is recognised in Statement of Profit and Loss.

b) Financial liabilities:

Financial liabilities are as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in Statement of Profit and Loss. Other financial liabilities are measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in Statement of Profit and Loss. Any gain or loss on de-recognition is also recognised in Statement of Profit and Loss.

(iii) De-recognition**(a) Financial assets:**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the company neither transfers nor retains substantially all the risks and rewards of ownership and does not retain control of the financial asset.

(b) Financial liabilities:

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expired.

The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in Statement of Profit and Loss.

G. Impairment**(i) Impairment of financial instruments**

The Company recognises loss allowances for expected credit losses on:

- financial assets measured at amortised cost

At each reporting date, the Company assesses whether financial assets carried at amortised cost are credit impaired. A financial asset is 'credit impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being past due for 365 days or more;
- the restructuring of a loan or advance by the Company on terms that the Company would not consider otherwise
- it is probable that the borrower will enter bankruptcy or other financial reorganisation: or
- the disappearance of an active market for a security because of financial difficulties

Loss allowances for trade receivables are measured at an amount equal to lifetime expected credit.

Dues from Central / State Governments, Central / State Government Departments, Central / State Autonomous Bodies, Public Sector Undertakings for which provision / loss allowances are measured on case to case basis and are not considered for expected credit loss.

(ii) Impairment of non-financial assets

The Company's non-financial assets, other than other tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the Statement of Profit and Loss.

H. Retirement and other employee Benefits**(i) Gratuity**

The Company provides for gratuity, a defined benefit plan covering all employees on roll of NSIL. The plan provides a lump sum payment to eligible employees at retirement or on termination of employment based on the salary of the respective employee and the years of employment with the Company.

The amount of provision is determined based upon actuarial valuations as at the year end. Re-measurements of the net defined benefit liability, which comprise actuarial gains and losses are recognised in OCI. Net interest expense and other expenses related to defined benefit plans are recognised in Statement of Profit and Loss.

(ii) National Pension System (Corporate Model Scheme)

The employees on roll of NSIL are enrolled in the National Pension System (Corporate Model Scheme). The Company contributes 14% of Basic pay plus DA to the National Pension System (Corporate Model Scheme) managed by Pension Fund Regulatory & Development Authority (PFRDA) which is a defined contribution scheme. The contributions are accounted for on an accrual basis and recognized in the Statement of Profit and Loss.

(iii) Compensated absences

Long Term and Short-term compensated absences, are another Employment Benefit plans for employees on NSIL rolls, accounted based on actuarial valuation carried out by an Independent Actuary at the Balance Sheet date. Actuarial gains/ losses are recognised immediately in the Statement of Profit and Loss and are not deferred.

I. Income Taxes

Income tax comprises current and deferred tax. It is recognised in Statement of Profit and Loss except to the extent that an item recognised directly in equity or in other comprehensive income.

(i) Current tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

(ii) Deferred tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable Profit or Loss at the time of the transaction;
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

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

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

J. Earnings Per Share

Basic earnings per share are calculated by dividing the net Profit or Loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average numbers of equity shares outstanding during the year are adjusted for events of bonus issue (if any).

For the purpose of calculating diluted earnings per share, the net Profit or Loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

K. Provisions and contingencies:

A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable than an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a best estimate of such obligation.

When no reliable estimate can be made, a disclosure is made as Contingent Liability. A disclosure for a Contingent Liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

L. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, bank deposits and short-term investments with an original maturity of three months or less that are readily convertible into cash and subject to an insignificant risk of changes in value.

M. Adjustments pertaining to earlier years

Income / expenditure relating to earlier years which does not exceed INR 300 lakhs or 0.5% of turnover whichever is higher in each transaction are treated as income/ expenditure of current year.

N. Government Building

The rent for the building provided by DOS shall be accounted based on the valuation of market rent by the Independent Chartered Engineer until actual rent demand received from DOS.

O. Leases

In accordance with Ind-AS 116, all leases are accounted for by recognising a right-of-use asset and a lease liability except for

- Leases of low value assets; and
- Leases with a duration of 12 months or less.

The following policies apply subsequent to the date of initial application, 1 April 2021:

Lease liabilities are measured at the present value of the contractual payments due to the lessor over the lease term, with the discount rate determined by reference to the rate inherent in the lease unless (as is typically the case) this is not readily determinable, in which case the Company's incremental borrowing rate on commencement of the lease is used. Variable lease payments are only included in the measurement of the lease liability if they depend on an index or rate. In such cases, the initial measurement of the lease liability assumes the variable element will remain unchanged throughout the lease term. Other variable lease payments are expensed in the period to which they relate.

On initial recognition, the carrying value of the lease liability also includes:

- amounts expected to be payable under any residual value guarantee;
- the exercise price of any purchase option granted in favour of the Company if it is reasonably certain to assess that option;
- any penalties payable for terminating the lease, if the term of the lease has been estimated on the basis of termination option being exercised.

Right-of-use assets are initially measured at the amount of the lease liability, reduced for any lease incentives received, and increased for:

- lease payments made at or before commencement of the lease;
- initial direct costs incurred; and



- the amount of any provision recognised where the Company is contractually required to dismantle, remove or restore the leased asset.

Subsequent to initial measurement, lease liabilities increase as a result of interest charged at a constant rate on the balance outstanding and are reduced for lease payments made. Right-of-use assets are amortised on a straight-line basis over the remaining term of the lease or over the remaining economic life of the asset if, rarely, this is judged to be shorter than the lease term.

When the Company revises its estimate of the term of any lease, it adjusts the carrying amount of the lease liability to reflect the payments to make over the revised term, which are discounted using a revised discount rate. The carrying value of lease liabilities is similarly revised when the variable element of future lease payments dependent on a rate or index is revised, except the discount rate remains unchanged. In both cases an equivalent adjustment is made to the carrying value of the right-of-use asset, with the revised carrying amount being amortised over the remaining (revised) lease term. If the carrying amount of the right-of-use asset is adjusted to zero, any further reduction is recognised in statement of profit and loss.

For contracts that both convey a right to the Company to use an identified asset and require services to be provided to the Company by the lessor, the Company has elected to account for the entire contract as a lease, i.e. it does not allocate any amount of the contractual payments to, and account separately for, any services provided by the supplier as part of the contract.

NOTES FORMING PART OF BALANCE SHEET AS AT 31.03.2024

(Amount INR in Lakhs)

Note No	Particulars	Figures as at the end of current reporting period 31.03.2024	Figures as at the end of previous reporting period 31.03.2023
1	Property, Plant and Equipment :		
	(a) Building	19.04	1.99
	(b) Furniture and fixtures	49.94	18.83
	(c) Computers and Peripherals	97.11	91.59
	(d) Office Equipment	11.27	7.99
	(e) Communication Systems	2.16	0.86
	(f) Motor Car	38.89	18.22
	(g) In-Orbit Satellites - Trf from DoS	2,99,835.68	3,53,797.74
	(h) In-Orbit Satellites - NSIL	79,478.55	84,544.86
		3,79,532.64	4,38,482.08
2	Right of Use of Asset		
	Right of Use of Building	294.99	
		294.99	-
	A reconciliation of the gross and net carrying amounts of each class of assets at the beginning and end of the reporting period showing additions, disposals, acquisitions through business combinations and other adjustments and the related depreciation and impairment losses or reversals are disclosed separately	Refer Annexure 1 to this Note	
3	Capital work in progress		
	(a) GSAT-N2 Satellite	80,091.81	-
	(b) RiSAT 1B	3,940.00	-
		84,031.81	-
	Capital Work In Progress Ageing Schedule- As per Annexure-2		
4	Other Intangible Assets:		
	(a) Computer software	19.93	29.65
	A reconciliation of the gross and net carrying amounts of each class of assets at the beginning and end of the reporting period showing additions, disposals, acquisitions through business combinations and other adjustments and the related amortization and impairment losses or reversals are disclosed separately.	Refer Annexure 1 to this Note	

		Refer Annexure 1 to this Note	
5	Intangible assets under development (a) Software	20.62	7.55
	Intangible Assets under Development Ageing Schedule- As per Annexure-3		
6	Other Financial assets-Non current		
	(i) Deposits held as margin money against guarantee issued		9,854.65
	(ii) Bank deposit with balance maturity exceeding 12 months	7,600.00	
	(iii) Advance for Goods/ Service	37,656.69	2,118.60
		45,256.69	11,973.25
7	Other non-current assets		
	(i) Prepaid Expenses	18.91	20.09
	(ii) Security Deposit	5.42	-
		24.33	20.09
8	Trade Receivables		
	(i) Trade Receivables Considered Good - Secured	959.01	1,964.50
	Less: Allowance for Bad and doubtful debts	-	-
		959.01	1,964.50
	(ii) Trade Receivable Considered Good - UnSecured	69,202.97	74,417.94
	Less: Allowance for Bad and doubtful debts		
		69,202.97	74,417.94
	(iii) Trade Receivables which have significant increase in Credit Risk	300.07	215.06
	Less: Allowance for Bad and doubtful debts	300.07	215.06
		-	-
	(iv) Trade Receivables – credit impaired	-	-
	Less: Allowance for Bad and doubtful debts	-	-
		-	-
	Trade Receivables Ageing Schedule- As per Annexure 4	70,161.98	76,382.44
9	Cash and Cash Equivalents		
	(i) Balances with banks		
	(a) In Current Account including MOD balance	17,769.00	11,241.19
	(b) Bank deposit with balance maturity less than or equal to 3 months	94,628.95	34,013.06
	(c) Imprest Cash with Employee	0.03	0.09
		1,12,397.98	45,254.34
10	Other Bank Balances		
	(i) Bank deposit with balance maturity less than or equal to 12 months	2,16,024.98	2,91,202.46
	(ii) Balances with banks earmarked for CSR activities	80.32	40.97
	(iii) Balances with banks earmarked for Fisheries Department	5,702.77	-
	(iv) Balances with Banks for Central Nodal Agency	1,576.86	-
		2,23,384.93	2,91,243.43
Earmarked balances with Bank primarily relate to fund kept separately of specific activity which are required as per the sanction by the authority concerned / as per the requirement of provisions of Companies Act.			

11	Other Financial Assets-Current			
	(i) Deposits held as margin money against guarantee issued		26.66	9,921.52
	(ii) Accrued interest on deposits with banks		7,039.93	4,247.66
	(iii) Accrued Income		3,455.18	-
	(iv) Advance for Goods or Services		9,391.49	16,435.56
			19,913.26	30,604.74
12	Other Current Assets			
	(i) Advance Income Tax & TDS		16,059.58	17,127.88
	(ii) Income Tax Refund FY 2020-21		3.62	826.02
	(iii) Income Tax Refund FY 2021-22		-	2,812.97
	(iv) Prepaid expenses		13.22	42.69
	(v) Other Assets		4.22	0.23
			16,080.64	20,809.79
13	Equity Share Capital:			
	(a) Authorised:			
	(i) Number of Shares	Nos	7,50,00,00,000.00	7,50,00,00,000.00
	(ii) Amount of Shares (INR) of Rs.10 each		7,50,000.00	7,50,000.00
	(b) Issued, subscribed and fully paid up (for cash and for consideration other than cash)			
	(i) Number of Shares	Nos	5,60,76,00,000.00	5,60,76,00,000.00
	(ii) Amount of Shares (INR) of Rs.10 each		5,60,760.00	5,60,760.00
	(c) Par value per share		10.00	10.00
	(d) Reconciliation of the number of shares outstanding at the beginning and at the end of the period			
	(i) Number of shares outstanding at the beginning of the reporting period	Nos	5,60,76,00,000.00	91,00,00,000.00
	(ii) Less: Number of shares bought back during the year		-	-
	(iii) Add: Number of shares issued during the year	Nos	-	4,69,76,00,000.00
	(iv) Number of shares outstanding at the end of the reporting period	Nos	5,60,76,00,000.00	5,60,76,00,000.00
	(e) Rights, preference and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital: Subject to Articles of Association of the Company, all the rights (including voting right of one vote per Equity Share held), all preferences and restrictions (including restriction on transfer of Equity Shares) are vested with the Board of Directors. Dividend proposed by Board is subject to declaration at Annual General Meeting. Unless, otherwise exempted or modified by Department of Investment & Public Asset Management (DIPAM), Ministry of Finance, Government of India, a minimum of 30% of post tax profit or 5% of networth, whichever is higher shall be distributed to Government of India as Dividend as per DIPAM Guidelines and the repayment of capital is as per the provision of the Companies Act, 2013. Further, Company has submitted proposal for seeking exemption from payment of Dividend from FY 2021-22 upto FY 2026-27.			
	(f) Shares in the company held by each shareholder holding more than 5 percent shares specifying the number of shares held :			

	<p>100% of entire 560,76,00,000 (Previous Year 560,76,00,000) numbers of paid up Equity Shares of INR 10 each are held by the Central Government (Government of India) through the President of India and Nominee</p> <p>(g) There are no shares reserved for issue under options.</p> <p>(h) There are no securities convertible into equity shares as on the Balance sheet date.</p> <p>(i) Information for the period of five years immediately preceding the date at which the Balance Sheet is prepared - As per Annexure 5</p>
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The details of shares held by promoters as at March 31, 2024 are as follows:

Sl No.	Promoter Name	No. of Shares	% of Total Shares	% change during the year
1	President of India and nominee	5,60,76,00,000	100%	NIL

14	Other Equity As per attached Statement of Changes in Equity			
		1,59,087.17		99,175.63
	Surplus / (Deficit) in Statement of Profit and Loss			
	Balance at the beginning of the reporting period	99,175.63		53,177.47
	Add: Transfer of Profit for the period	59,912.90		45,998.04
	Add: Other Comprehensive Income (As per attached Statement of Changes in Equity)	(1.36)		0.12
	Balance at the end of the reporting period	1,59,087.17		99,175.63
15	Financial Liabilities-Non Current Lease Liabilities		185.48	-
			185.48	-
	Lease contracts entered into by the Company mainly pertain to building taken on lease to conduct its business in the ordinary course.			
16	Other financial liabilities -Non Current Advances from customers			
	Probha	2,675.95		2,657.85
	Samooaha	40,288.48		40,288.48
	GSAT 7B	83,345.48		83,345.48
		1,26,309.91		1,26,291.81
17	Provisions (a) Provision for employee benefits			
	for Leave encashment	26.67		10.86
	for Gratuity	15.08		4.47
		41.75		15.33
18	Deferred Tax Liabilities (net) Deferred Tax Liability		5,579.75	4,804.46

19	Financial Liabilities-Current Lease Liabilities	126.10	-
		126.10	-
20	Trade payables (i) Dues to Micro, Small or Medium Enterprises (MSME) (ii) Dues to creditors other than MSME ***	2.84	1.35
		50,746.34	76,365.63
		50,749.18	76,366.98
Trade Payables Ageing Schedule- As per Annexure-6			
Additional Information: The details of amounts outstanding to Micro, Small and Medium Enterprises under Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under:			
	(i) Principal Amount due and remaining unpaid	2.84	1.35
	(ii) Interest due on (1) above and the unpaid interest	-	-
	(iii) Interest paid on all delayed payments under MSMED Act	-	-
	(iv) Payment made beyond the appointed day during the year	-	-
	(v) Interest due and payable for the period of delay other than (3) above	-	-
	(vi) Interest accrued and remaining unpaid	-	-
	(vii) The amount of further interest remaining due and payable even in the succeeding years, until such date which the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006	-	-
21	Other financial liabilities -Current		
	(i) Creditors for expenses	307.93	1,006.07
	(ii) Advances for other than SSC	13,023.35	14,590.00
	(iii) Advance- Department of Fisheries	5,734.13	5,460.00
	(iv) Caution Deposit	1,426.52	1,419.79
	(v) ICRD [INSAT Capacity Reservation Deposit]	715.88	1,250.90
	(vi) Advance for SSC	120.04	449.68
	(vii) Deferred Penal Interest	207.61	889.06
	(viii) Other liabilities	1,204.61	21.24
	(ix) Revenue in Advance	3,296.60	4,036.14
	26,036.67	29,122.88	
22	Other current liabilities		
	(i) Statutory Liabilities	4.73	3,931.13
	(ii) Other liabilities	1,576.86	0.00
	(iii) Dues for Corporate Social Responsibility	803.25	412.76
	2,384.84	4,343.89	
23	Short term provisions		
	(a) Provision for employee benefits		
	for Leave encashment	3.61	1.73
	for Gratuity	0.02	0.01
(b) Others			
Provision for Income Tax	19,855.35	13,924.65	
	19,858.98	13,926.38	

**NOTES FORMING PART OF STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31.03.2024**

(Amount INR in lakhs)

Note No	Particulars	Figures as at the end of current reporting period 31.03.2024	Figures as at the end of previous reporting period 31.03.2023
24	Revenue from Operations:		
	(a) Sale of products:		
	(i) Exports	56.92	23.70
	(ii) Domestic	6,210.52	113.80
	Total (A)	6,267.44	137.50
	(b) Sale of services:		
	(i) Exports		
	Launch Service	21,714.42	1,16,240.23
	Mission Support Services	168.35	155.16
	Optional Services for Launch Support	-	108.38
	(ii) Domestic		
	Forward Contracts SSC	26,910.89	26,398.74
	Less: DOS Revenue Share	(24,219.80)	(23,758.86)
		2,691.09	2,639.87
	NSIL Satellites	1,05,874.62	91,069.12
	Back to Back SSC	73,095.32	73,377.56
	Launch Service IR	106.68	372.93
	Gateway Infrastructure & Operations Charges	-	(0.48)
	Less: DOS Revenue Share	-	0.43
		-	(0.05)
	Technology Transfer-Domestic	269.00	125.72
	Mission Support Services - Domestic	1,426.02	-
	Total (B)	2,05,345.50	2,84,088.93
	Total (A) + (B)	2,11,612.95	2,84,226.43
25	Other Income:		
	(a) Interest Income		
	(i) On Deposits with Banks	27,436.06	9,551.06
	(ii) On SSC & B2B	81.45	91.55
	(iii) Interest Others	389.67	171.93
	(iv) Interest -ROU	0.13	-
	(b) Miscellaneous Income	0.95	1.50
		27,908.26	9,816.04

(Amount INR in lakhs)

26	Cost of Revenue from operation		
	(a) Cost of Products		
	(i) Exports	-	-
	(ii) Domestic	5,767.77	96.74
	Total (A)	5,767.77	96.74
	(b) Cost of Services		
	(i) Exports		
	Launch Services	15,872.73	98,139.76
	Optional Services for Launch Support	-	95.87
	Mission Support Services	79.09	64.08
	(ii) Domestic		
	Back to Back SSC	69,152.01	67,337.08
	Mission support services	1,332.73	-
	Cost of Technology Transfer	259.74	104.64
	Launch Services	(88.32)	298.35
WPC License Charges	0.57	1.61	
Cost of Satellite Operation	4,431.86	4,798.00	
Total (B)	91,040.41	1,70,839.39	
	Total (A) + (B)	96,808.18	1,70,936.13
27	Employees benefits expenses		
	Employee Benefit Expenses - ISRO	145.03	153.63
	Employee Benefit Expenses - Deputation	161.23	-
	Employee Benefit Expenses - NSIL		
	Salaries & Allowances	260.79	102.99
	Medical	2.58	3.74
	Staff Welfare and facilities	2.12	1.56
	Leave Encashment paid	1.17	0.12
	Leave Encashment provision	13.99	5.85
	Gratuity Provision	6.66	2.27
Contribution to NPS	24.08	9.84	
	617.64	280.00	
28	Finance Cost		
	Interest on IT TDS	2.18	-
	Interest on delay in NPS Remittance	0.00	0.61
	TDS paid by employer	1.56	-
	Finance cost on Lease	24.96	-
	Interest on GST	151.26	21.64
	179.96	22.24	
29	Depreciation and amortization expenses		
	Depreciation on Property, plant and equipment	59,852.54	59,577.89
	Amortization on Intangible assets	10.33	6.24
	59,862.87	59,584.13	

(Amount INR in lakhs)

30	Other Expenses		
	Administrative Expenses		
	Bank Guarantee and LC charges	28.58	110.16
	Bank Charges	12.75	12.02
	Provision for Doubtful Debts	85.01	10.80
	Communication Expenses	27.81	19.85
	Consultancy and Professional fees	139.44	172.47
	Corporate Social Responsibility Activities Expenditure (Details as per Note: 42)	877.81	494.20
	Payment to Auditors		
	Towards Statutory Audit	2.50	1.65
	Towards Income Tax Audit	0.50	0.30
	Towards Certification Charges	-	0.05
	Establishment Expenses	50.22	36.97
	Insurance Premium	3.18	5.45
	Loss on Sale of Fixed Assets	0.37	(0.03)
	Net loss on foreign currency transaction and translation	257.09	250.86
	Office expenses	50.88	19.16
	Office Maintenance Expenses	10.52	16.98
	Security Service Expenses	21.13	15.62
	Printing and Stationery	12.48	9.29
	Bid Management Expenses	-	2.50
	Vehicle Maintenance Charges	1.49	1.40
	Rates and Taxes	4.65	77.85
	Rent & Building maintenance	(120.95)	49.20
	Electricity	14.79	-
	Recruitment Charges	3.22	9.90
	Seminar, Meeting and Event Expenses	79.64	139.62
	Training Fee	0.94	0.46
	Travelling Expenses:		
	Inland	69.89	71.82
	Foreign	38.09	19.10
	Website maintenance	7.41	9.33
	Miscellaneous Expenses	0.00	0.18
	Selling Expenses		
	Advertisement & Publicity	8.71	8.07
	Business Promotion	4.71	19.92
		1,692.87	1,585.14
31	Income Tax-Current Tax		
	Current Year	19,434.52	14,157.56
	Earlier Year	236.99	(236.99)
		19,671.50	13,920.57
32	Deferred Tax		
	Deferred Tax originating during the year (Savings)	775.30	1,716.21
		775.30	1,716.21

NOTES TO FINANCIAL STATEMENTS

31. Tax expense

(Amount INR in lakhs)

a) Amount recognised in statement of profit and loss

Particulars	For Year ended 31 March 2024	For Year ended 31 March 2023
Current tax expense	19,671.50	13,920.57
Deferred Tax Expense (Income)	775.30	1,716.21
Net tax expense	20,446.80	15,636.78

b) Amount recognised in other comprehensive income

(Amount INR in lakhs)

Particulars	For Year ended 31 March 2024	For Year ended 31 March 2024
Re-measurement (losses) / gains on post employment defined benefit plans	(1.36)	0.12
Tax Effect of above Item	-	-
Expenditure (Net of Income Tax)	(1.36)	0.12

c) Reconciliation of the income tax provision

(Amount INR in lakhs)

Particulars	For Year ended 31 March 2024		For Year ended 31 March 2023	
	Amount	Rate	Amount	Rate
Profit/(Loss) before tax from continuing operation	80,359.70	25.168%	61,634.82	25.168%
Expected Income Tax Expense		20,224.93		15,512.25
Tax effect of adjustments to reconcile expected income tax expense to reported income tax expense				
Non Deductible expense				
CSR Expenditure	877.81	220.93	494.20	124.38
Interest on TDS & TDS paid by employer	3.75	0.94	0.61	0.15
Effect of Adjustments (Net)	881.56	221.87	494.81	124.53
Total income tax expense for the year		20,446.80		15,636.78
Effective Tax Rate		25.44%		25.37%

d) Recognised Deferred tax assets and liabilities

(Amount INR in lakhs)

Particulars	Deferred tax(asset)	Deferred tax liabilities	Net deferred tax (asset) liabilities
	31 March 2024	31 March 2024	31 March 2024
Property Plant and Equipment (including intangible assets)	-	806.40	806.40
Provision for doubtful debts	(21.39)	-	(21.39)
Provisions- employee benefits	(5.20)	-	(5.20)
Timing differences on ROU & Lease liabilities	(4.51)		(4.51)
Net deferred tax (asset) liabilities	(31.10)	806.40	775.30

Particulars	Deferred tax(asset)	Deferred tax liabilities	Net deferred tax (asset) liabilities
	31 March 2023	31 March 2023	31 March 2023
Property Plant and Equipment (including intangible assets)	-	1,720.97	1,720.97
Provision for doubtful debts	(2.72)	-	(2.72)
Provisions- employee benefits	(2.04)	-	(2.04)
Net deferred tax (asset) liabilities	(4.76)	1,720.97	1,716.21

e) Movement in temporary differences

(Amount INR in lakhs)

Particulars	Balance as at 01 April 2023	Recognised in Profit & Loss Statement during 2023-24	Recognised in OCI during 2023-24	Balance as at 31 March 2024
Property Plant and Equipment (including intangible assets)	4,862.91	806.40	-	5,669.31
Provisions- employee benefits	(4.32)	(5.20)		(9.52)
Provision for doubtful debts	(54.13)	(21.39)		(75.52)
Timing differences on ROU & Lease liabilities	-	(4.51)		(4.51)
Total	4,804.46	775.30	-	5,579.75

(Amount INR in lakhs)

Particulars	Balance as at 01 April 2022	Recognised in Profit & Loss Statement during 2022-23	Recognised in OCI during 2022-23	Balance as at 31 March 2023
Property Plant and Equipment (including intangible assets)	3,141.94	1,720.97	-	4,862.91
Provisions- employee benefits	(2.28)	(2.04)		(4.32)
Provision for doubtful debts	(51.41)	(2.72)		(54.13)
Total	3,088.25	1,716.21	-	4,804.46

Direct Tax Contingencies

The Company does not have any ongoing disputes with Income Tax Authorities relating to tax treatment of income and expenditure.

18 & 32. Deferred Tax (Net)

(Amount INR in lakhs)

Particulars	Figures as at the end of current reporting period ended 31.03.2024	Figures as at the end of previous reporting period ended 31.03.2023
Tax effect of items constituting deferred tax assets	-	-
On difference between book balance and tax balance of PPE	-	-
Temporary Disallowances under Income Tax Act, 1961	9.71	2.04
Provision for Doubtful Debts	21.39	2.72
Unabsorbed Losses Carried forward as per Income Tax Act, 1961		
	31.10	4.76
Tax effect of items constituting deferred tax liability		
On difference between book balance and tax balance of PPE	806.40	1,720.97
	806.40	1,720.97
Amount to be recognised in Profit and Loss Account	(775.30)	(1,716.21)
Opening Balance of Deferred Tax Asset/(Liability)	(4,804.46)	(3,088.25)
Deferred Tax Asset/(liability) as on 31st March 2024	(5,579.75)	(4,804.46)

33. Earnings per share (EPS)

“Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company and the weighted average number of Equity shares outstanding, after adjustment for the effects of all dilutive potential equity shares.

i. Profit attributable to Equity holders of parent

(Amount INR in lakhs)

Particular	31 March 2024	31 March 2023
Profit after tax	59,911.54	45,998.16
Profit attributable to equity holders of the Company for basic earnings	59,911.54	45,998.16
Others	-	-
Profit attributable to equity holders of the Company adjusted for the effect of dilution	59,911.54	45,998.16
Basic / Adjusted earnings per share (INR)	1.07	1.79
Diluted earnings per share (INR)	1.07	1.79



ii. Weighted average number of equity shares

31-03-2024

Particulars	Date	No of Shares	Balance of Shares	Weight allotted (in days)	Weighted Average no of equity shares
Opening Balance	01-04-2023	5,60,76,00,000	5,60,76,00,000	366	5,60,76,00,000
Weighted average number of shares at March 31, 2024 for EPS					5,60,76,00,000

31-03-2023

Particulars	Date	No of Shares	Balance of Shares	Weight allotted (in days)	Weighted Average no of equity shares
Opening Balance	01-04-2022	91,00,00,000	91,00,00,000	365	91,00,00,000
Issued	23-11-2022	4,69,76,00,000	5,60,76,00,000	129	1,66,02,47,671
Weighted average number of shares at March 31, 2023 for EPS					2,57,02,47,671

34. Financial instruments – Fair values and risk management

A. Accounting classification and fair values

Particulars	31 March 2024				31 March 2023				(Amount INR in lakhs)			
	FVTPL	FVTOCI	Amortised Cost	Total	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value	-	-	-	-	-	-	-	-	-	-	-	-
Financial assets not measured at fair value	-	-	-	-	-	-	-	-	-	-	-	-
Non - Current financial assets	-	-	-	-	-	-	-	-	-	-	-	-
Other financial assets	-	-	45,256.69	45,256.69	-	-	11,973.25	11,973.25	-	-	-	-
Prepaid expenses	-	-	24.33	24.33	-	-	20.09	20.09	-	-	-	-
	-	-	45,281.02	45,281.02	-	-	11,993.34	11,993.34	-	-	-	-
Financial assets not measured at fair value	-	-	-	-	-	-	-	-	-	-	-	-
Current financial assets	-	-	-	-	-	-	-	-	-	-	-	-
Trade receivables	-	-	70,161.98	70,161.98	-	-	76,382.44	76,382.44	-	-	-	-
Cash and cash equivalents	-	-	1,12,397.98	1,12,397.98	-	-	45,254.34	45,254.34	-	-	-	-
Other Bank Balances	-	-	2,23,384.93	2,23,384.93	-	-	2,91,243.43	2,91,243.43	-	-	-	-
Deposits held as margin money against guarantee issued	-	-	26.66	26.66	-	-	9,921.52	9,921.52	-	-	-	-
Accrued interest on deposits with banks	-	-	7,039.93	7,039.93	-	-	4,247.66	4,247.66	-	-	-	-
Accrued Income	-	-	3,455.18	3,455.18	-	-	-	-	-	-	-	-
Advance for Goods or Services	-	-	9,391.49	9,391.49	-	-	16,435.56	16,435.56	-	-	-	-
	-	-	4,25,858.15	4,25,858.15	-	-	4,43,484.94	4,43,484.94	-	-	-	-
Financial liabilities measured at fair value	-	-	-	-	-	-	-	-	-	-	-	-
Non - Current financial liabilities	-	-	-	-	-	-	-	-	-	-	-	-
Lease Liabilities	-	-	185.48	185.48	-	-	-	-	-	-	-	-
Financial liabilities not measured at fair value	-	-	-	-	-	-	-	-	-	-	-	-
Non - Current financial liabilities	-	-	-	-	-	-	-	-	-	-	-	-
Advances from customers	-	-	1,26,309.91	1,26,309.91	-	-	1,26,291.81	1,26,291.81	-	-	-	-
	-	-	1,26,495.39	1,26,495.39	-	-	1,26,291.81	1,26,291.81	-	-	-	-

Financial liabilities measured at fair value	-	-	-	-	-	-	-	-	-	-	-	-	-
Current financial liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-
Lease Liabilities	126.10	126.10	-	-	-	-	-	-	-	-	-	-	-
Financial liabilities not measured at fair value	-	-	-	-	-	-	-	-	-	-	-	-	-
Current financial liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade Payables	50,749.18	50,749.18	-	-	-	-	-	76,366.98	-	-	-	-	-
Creditors for expenses	307.93	307.93	-	-	-	-	-	1,006.07	-	-	-	-	-
Advances for other than SSC	13,023.35	13,023.35	-	-	-	-	-	14,590.00	-	-	-	-	-
Caution Deposit	1,426.52	1,426.52	-	-	-	-	-	1,419.79	-	-	-	-	-
ICRD [INSAT Capacity Reservation Deposit]	715.88	715.88	-	-	-	-	-	1,250.90	-	-	-	-	-
Advance for SSC	120.04	120.04	-	-	-	-	-	449.68	-	-	-	-	-
Liability for Deferred income	207.61	207.61	-	-	-	-	-	889.06	-	-	-	-	-
Other liabilities	1,204.61	1,204.61	-	-	-	-	-	21.24	-	-	-	-	-
Revenue in Advance	3,296.60	3,296.60	-	-	-	-	-	4,036.14	-	-	-	-	-
	71,177.82	71,177.82	-	-	-	-	-	1,00,029.87	-	-	-	-	-

Fair value hierarchy

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 – Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

There have been no transfers among Level 1, Level 2 and Level 3 during the period.

B. Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk;
- Liquidity risk; and
- Market risk

i. Risk management framework

The company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The primary market risk to the company is foreign exchange risk. The company's exposure to credit risk is influenced mainly by the individual characteristic of customer.

35 Financial instruments – Fair values and risk management (continued)

ii. Credit risk

Credit risk refers to the risk that a counter party will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises from credit exposures from customers, cash and cash equivalent with banks, security deposits and loans.

The credit risk of the Company is managed by the Company management which has established the credit policy norms for its customers and other receivables. Significant amount of trade receivables, which are exceeding one year, are primarily due from Government/ Government Departments, Government Organisations consequent to which the Company does not have a credit risk associated with such receivables. In case of non Government trade receivables, majority of the debts are secured through Caution Deposits and Bank Guarantees, thereby reducing the credit risk.

In a few cases credit is extended to customers based on market conditions and their past remittance history. Provision has been made for impairment losses, if any on financial assets after factoring contractual terms, etc and other indicators.

The credit risk in respect of other financial assets is minimal as they are mostly due from Government Department/ parties.

36. Financial instruments - fair values and risk management (continued)

iii. Liquidity risk

Liquidity risk is the risk that the Company could encounter if it faces difficulty in meeting the obligations associated with financial liabilities by delivering cash and other financial asset or the risk that the Company will face difficulty in raising financial resources required to fulfil its commitments. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The company has no bank borrowings. The company believes that the working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

The cash and cash equivalents and other Bank balances of INR 3,35,782.90 lakhs at March 31 2024 (INR 3,36,497.77 lakhs at March 31 2023) is with banks in the form of current account balances including MOD Balance, term deposits with maturity period of up to 1 year except in case of deposits kept as lien for Bank Guarantees obtained by the Company for advance and performance. Major portion of term deposit are kept with a nationalised bank and remaining deposit with a reputed listed private scheduled bank which are rated A1+ based on CRISIL ratings.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include estimated interest payments and exclude the impact of netting agreements.

(Amount INR in Lakhs)

Contractual cash flows**31 March 2024**

	Carrying amount	Less than 1 year	1-2 years	2-4 years	4-7 years
Non-derivative financial liabilities					
Non Current					
Lease Liabilities	185.48		185.48		
Other Non Current financial liabilities	1,26,309.91	-	1,26,309.91	.	-
Current					
Lease Liabilities	126.10	126.10			
Trade payables	50,749.18	50,749.18	-	-	-
Creditors for expenses	307.93	307.93	-	-	-
Advances for other than SSC	13,023.35	13,023.35	-	-	-
Caution Deposit	1,426.52	1,426.52	-	-	-
ICRD [INSAT Capacity Reservation Deposit]	715.88	715.88	-	-	-
Advance for SSC	120.04	120.04	-	-	-
Liability for Deferred income	207.61	207.61	-	-	-
Other Current financial liabilities	1,204.61	1,204.61	-	-	-
Revenue in advance	3,296.60	3,296.60	-	-	-
	1,97,673.21	71,177.82	1,26,495.39	-	-

Contractual cash flows**31 March 2023**

(Amount INR in Lakhs)

	Carrying amount	Less than 1 year	1-2 years	2-4 years	4-7 years
Non-derivative financial liabilities					
Non Current					
Other Non Current financial liabilities	1,26,291.81	-	1,26,291.81	.	-
Current					
Trade payables	76,366.98	76,366.98	-	-	-
Creditors for expenses	1,006.07	1,006.07	-	-	-
Advances for other than SSC	14,590.00	14,590.00	-	-	-
Caution Deposit	1,419.79	1,419.79	-	-	-
ICRD [INSAT Capacity Reservation Deposit]	1,250.90	1,250.90	-	-	-
Advance for SSC	449.68	449.68	-	-	-
Liability for Deferred income	889.06	889.06	-	-	-
Other Current financial liabilities	21.24	21.24	-	-	-
Revenue in advance	4,036.14	4,036.14	-	-	-
	2,26,321.68	1,00,029.87	1,26,291.81	-	-

37. Financial instruments – Fair values and risk management (continued)**Market risk**

Market risk refers to the possibility that changes in the market rates may have impact on the Company's profits or the value of its holding of financial instruments. The Company is exposed to market risks on account of foreign exchange rates, interest rates and underlying equity prices.

Currency risk

The Company is exposed to currency risk on account of export and import of products and services in foreign currency. The functional currency of the Company is Indian Rupee.

The summary quantitative data about the Company's exposure to currency risk is as follows:

As at 31 March 2024

Currency	Amount in Foreign Currency				Amount in INR in lakhs			
	Financial Assets	Non Current Liabilities	Current Liabilities	Net Receivable/ (Payable)	Financial Assets	Non Current Liabilities	Current Liabilities	Net Receivable/ (Payable)
Euro (EUR)	61.72	29.66	0.23	31.83	5,568.42	2,675.95	20.53	2,871.94
US Dollar (USD)	33.71	-	116.08	(82.37)	2,810.44	-	9,677.77	(6,867.33)

As at 31 March 2023

Currency	Amount in Foreign Currency				Amount INR in lakhs			
	Financial Assets	Non Current Liabilities	Current Liabilities	Net Receivable/ (Payable)	Financial Assets	Non Current Liabilities	Current Liabilities	Net Receivable/ (Payable)
Euro (EUR)	15.18	29.66	0.15	(14.63)	1,359.80	2,657.85	13.10	(1,311.15)
US Dollar (USD)	230.73	-	150.29	80.44	18,969.71	-	12,356.20	6,613.51

Sensitivity Analysis

A reasonably possible strengthening/weakening) of the INR, US Dollar, Euro and all other currencies at year end would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in a particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

Particulars	Profit or loss		Equity, net of tax	
	Strengthening	Weakening	Strengthening	Weakening
31 March 2024				
USD (1% movement)	(68.67)	68.67	(51.39)	51.39
EUR (1% movement)	28.72	(28.72)	21.49	(21.49)
31 March 2023				
USD (1% movement)	66.14	(66.14)	49.49	(49.49)
EUR (1% movement)	(13.11)	13.11	(9.81)	9.81

	Year-end rate	
	31 March 2024	31 March 2023
USD	83.3739	82.2169
Euro	90.2178	89.6076

38. Capital Management

The Company's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. Management monitors the return on capital as well as the level of dividends to ordinary shareholders.

The Company monitors capital using a ratio of 'adjusted net debt' to 'adjusted equity'. For this purpose, adjusted net debt is defined as total liabilities less cash and cash equivalents. Adjusted equity comprises all components of equity other than amounts accumulated in the hedging reserve.

The Company's adjusted net debt to equity ratio at March 31, 2024 was as follows:

(Amount INR in Lakhs)

	As at 31 March 2024	As at 31 March 2023
Total liabilities	2,31,272.65	2,54,871.72
Less : Cash and cash equivalents & other bank balances	3,35,782.91	3,36,497.76
Adjusted net debt	(1,04,510.26)	(81,626.04)
Total equity	7,19,847.17	6,59,935.63
Less : Hedging reserve	-	-
Adjusted equity	7,19,847.17	6,59,935.63
Adjusted net debt to adjusted equity ratio	(0.15)	(0.12)

39. Assets and liabilities relating to employee benefits - See accounting policy in Note 3

i. Gratuity

(Amount INR in Lakhs)

Particulars	31-Mar-24	31-Mar-23
Current Service Cost	6.32	2.09
Net Periodic Benefit Cost Recognised In P&L	6.66	2.27
Other Comprehensive (Income)/ Loss	1.36	(0.12)
Present Value Of Defined Benefits Obligation (Dbo)	12.50	4.48
Fair Value Of The Plan Assets (Fva)		-
Net Assets/ Liabilities Recognised In Balance Sheet	(12.50)	(4.48)
Discount Rate as per Para 83 of IND AS 19	7.22%	7.52%
(Net Asset)/ Liability Recognised in OCI		

A. Remeasurement effects recognised in other Comprehensive Income

Particulars	31-Mar-24	31-Mar-23
Total Actuarial (Gain)/ loss included in OCI (Ind As 19 para 57(d))	1.36	(0.12)
Actuarial (Gain)/ Losses due to Financial assumption changes in DBO	0.59	0.04
Actuarial (Gain)/ Losses due to Experience on DBO	0.77	(0.16)
B. Defined Benefit Cost (Para 120)		
Cost Recognised in P&L (Ind As 19 Para 57 c)	6.66	2.27
Remeasurement Effect Recognised in OCI; Para 120c	1.36	(0.12)
Total Defined Benefit Cost (Para 120 a,b,&c)	8.02	2.15
Amount not Recognised as an Asset (limit in Para 64(b))		-
NET EXPENSE	8.02	2.15
Discount Rate as per Para 144 of (Ind AS) 19	7.22%	7.52%

Net Asset/ (Liability) Recognised in Balance Sheet	31-Mar-24	31-Mar-23
Present value of Unfunded obligation	12.50	4.48
Funded status [(Deficit)] {(Para 64(a)}	(12.50)	(4.48)
Present value of Encashment Obligation		
Present Value of Availment Obligation	(12.50)	(4.48)
Funding Ratio	-	-

Assumption: Discount rate as per Para 83 of Ind AS19: 7.22% (previous year 7.52%)

A. Bifurcation of Current & Non- current on	31-Mar-24	31-Mar-23
PVO (Unfunded Scheme)		
Current	0.02	0.01
Non-current	12.48	4.47

Change in DBO over the period ending on (Para 140(a)(ii) and 141)		
Current Service Cost	6.32	2.09
Present Value of Defined Benefits Obligation (Closing)	12.50	4.48

Weighted average duration of the D B O	16.21	16.09
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Information on the maturity profile of the liabilities given below

Projected Benefit Obligation	12.50	4.48
Accumulated Benefits Obligation	5.27	1.78

FIVE YEAR PAYOUTS	31-Mar-24	
	Discounted values/ Present Value	Undiscounted Values/ Actual value
Year (I)	0.020	0.021
Year (II)	0.020	0.023
Year (III)	0.020	0.024
Year (IV)	0.021	0.027
Year (V)	0.021	0.029
Next 5 year pay-outs (6-10 years)	0.499	0.909
Pay-outs above Ten Years	11.897	42.927
Vested benefit Obligation as on 31/03/2024		

Reconciliation of Net Balance Sheet Liability	31-Mar-24	31-Mar-23
Net Period Benefit (Cost)/ Income for the period excluding Para 64(b)	(6.66)	(2.27)
(Accrued)/ Prepaid benefit cost (Before Adj) at the end of period	(11.26)	(4.60)
Amount Recognized in Accumulated OCI at the end of the period	(1.24)	0.12
Net Balance Sheet Asset/ Liabilities Recognised at the end of the period	(12.50)	(4.48)

Components of Employer expense		
Present value of obligation as at the end of the period	12.50	4.48
Net Increase in Liability over the valuation period	8.02	2.15
Expenses recognised in the Statement of Profit/ Loss	8.02	2.15
P & L in Current Year	6.66	2.27
OCI in Current Year	1.36	(0.12)
Effect of Sec 64b	-	-
Total	8.02	2.15
Interest Expense on DBO		
Total Net Interest		
Disclosures of Stress Testing as on Valuation		
(Liability) Recognised in Balance Sheet	(12.50)	(4.48)

Scenarios	% Increase in DBO	Liability	Decrease or Increase in DBO
Discount Rate + 100 basis points	-13%	10.85	-1.65
Discount Rate - 100 basis points	16%	14.51	2.01
Salary Growth + 100 basis points	15%	14.43	1.94
Salary Growth 100 basis points	-13%	10.88	-1.62
Attrition Rate + 100 basis point	-3%	12.12	-0.38
Attrition Rate - 100 basis point	3%	12.89	0.39
Mortality Rate 10% Up	-1%	12.50	-0.00
Effect of No ceiling	0%	12.50	-

There is no change from the previous period in the methods and assumptions used in the preparation of above analysis, except that the base rates have changed.

Main Assumptions	31-Mar-24	31-Mar-23
Discount rate (Ind As 19 Sec 83)	7.22%	7.52%
Expected return on assets	-	-
Salary Escalation	7.00%	7.00%
Attrition Rate	5.00%	5.00%
	Age	Mortality Rate
	20	0.000924
	30	0.000977
	35	0.001202

Demographic Assumptions

Mortality	Indian Assured Lives Mortality (2012-14) Ultimate
Disability	5% of mortality rate rates
Withdrawal	5.00%
Retirement Age	60.00

ii. Leave Encashment

Particulars	31-Mar-24	31-Mar-23
Current Service Cost	16.89	8.39
Net Periodic Benefit Cost Recognised In P& L	13.99	5.85
Other Comprehensive Income/ Loss	-	
Present Value Of Defined Benefits Obligation (Dbo)	26.57	12.58
Fair Value Of The Plan Assets (Fva)	-	-
Net Assets/ Liabilities Recognised In Balance Sheet	(26.57)	(12.58)
Discount Rate as per Para 83 of IND AS 19		
(Net Asset)/ Liability Recognised in OCI		

A. Remeasurement effects recognised in other Comprehensive Income

Particulars	31-Mar-24	31-Mar-23
Total Actuarial (Gain)/ loss included in OCI (Ind As 19 para 57(d))	-	-
Actuarial (Gain)/ Losses due to Financial assumption changes in DBO	1.01	0.12
Actuarial (Gain)/ Losses due to Experience on DBO	(4.87)	(3.17)
B. Defined Benefit Cost (Para 120)		
Cost Recognised in P&L (Ind As 19 Para 57 c)	13.99	5.85
Remeasurement Effect Recognised in OCI; Para 120c		
Total Defined Benefit Cost (Para 120 a,b,&c)	13.99	5.85
Amount not Recognised as an Asset (limit in Para 64(b))		
NET EXPENSE		
Discount Rate as per Para 144 of (Ind AS) 19	7.22%	7.52%

Net Asset/ (Liability) Recognised in Balance Sheet	31-Mar-24	31-Mar-23
Present value of Unfunded obligation	26.57	12.58
Funded status [(Deficit)] {(Para 64(a))}	(26.57)	(12.58)
Net Liability	26.57	12.58
Recognised in Balance Sheet	(26.57)	(12.58)
Present value of Encashment Obligation	24.39	11.58
Present Value of Availment Obligation	2.18	1.00
Funding Ratio		
Assumption: Discount rate as per Para 83 of Ind AS19: 7.22% (Previous Year 7.52%)		

A. Bifurcation of Current & Non- current on	31-Mar-24	31-Mar-23
PVO (Unfunded Scheme)		
Current	3.47	1.59
Non-current	23.10	11.00
Change in DBO over the period ending on (Para 140(a)(ii) and 141)	-	-
Current Service Cost	16.89	8.39
Present Value of Defined Benefits Obligation (Opening)	12.58	6.73
Interest Cost	0.95	0.51
Actuarial (Gain)/ Loss for immediate recogn	(3.86)	(3.05)
Present Value of Defined Benefits Obligation (Closing)	26.57	12.58
Weighted average duration of the D B O	15.60	16.09

Information on the maturity profile of the liabilities given below

Projected Benefit Obligation -EL	20.61	10.67
Projected Benefit Obligation HPL	5.96	1.91
Accumulated Benefits Obligation		

FIVE YEAR PAYOUTS	31-Mar-24		31-Mar-23	
	Discounted values/ Present Value of Earned Leave	Undiscounted Values/ Actual value of Earned Leave	Discounted values/ Present Value of Half Pay Leave	Undiscounted Values/ Actual value of Half Pay Leave
Year (I)	1.04	1.12	0.30	0.32
Year (II)	0.99	1.14	0.29	0.33
Year (III)	1.47	1.86	0.45	0.57
Year (IV)	0.85	1.13	0.25	0.33
Year (V)	0.81	1.15	0.23	0.33
Next 5 year pay-outs (6-10 years)	3.86	6.92	1.18	2.14
Pay-outs above Ten Years	11.58	55.13	3.26	15.31

Reconciliation of Net Balance Sheet Liability	31-Mar-24	31-Mar-23
Net Period Benefit (Cost)/ Income for the period excluding Para 64(b)	(26.57)	(12.58)
(Accrued)/ Prepaid benefit cost (Before Adj) at the beginning of the period	(12.58)	(6.73)
Net Periodic Benefit (Cos)/ Income for the period	(13.99)	(5.85)
(Accrued)/ Prepaid benefit cost (Before Adj) at the end of period	(26.57)	(12.58)
Net Balance Sheet Asset/ Liabilities Recognised at the end of the period	(26.57)	(12.58)

Components of Employer expense		
Current Service Cost	16.89	8.39
Total Service Cost	16.89	8.39
Interest Expense on DBO	0.95	0.51
Total Net Interest	0.95	0.51
Immediate Recognition of (Gain)/ Losses-Other Long Term Benefits	(3.86)	(3.05)
Defined Benefits cost included in P& L	26.57	12.58

Disclosures of Stress Testing as on Valuation

SCENARIOS	% Increase in DBO in respect of Earned Leave	Liability in Respect of EL	Decrease or Increase In DBO Of EL
Discount Rate + 100 basis points	-11.04%	18.33	(2.28)
Discount Rate - 100 basis points	13.55%	23.40	2.79
Salary Growth + 100 basis points	12.73%	23.23	2.62
Salary Growth 100 basis points	-10.57%	18.43	(2.18)
Attrition Rate + 100 basis point	-0.06%	20.59	(0.01)
Attrition Rate - 100 basis point	0.11%	20.63	0.02
Mortality Rate 10% Up	0.01%	20.61	0.00

Disclosures of Stress Testing as on Valuation

SCENARIOS	% Increase in DBO for HPL	Liability for HPL	Decrease or increase In DBO for HPL
Discount Rate + 100 basis points	-10.82%	5.32	(0.65)
Discount Rate - 100 basis points	13.24%	6.75	0.79
Salary Growth + 100 basis points	12.44%	6.70	0.74
Salary Growth 100 basis points	-10.35%	5.35	(0.62)
Attrition Rate + 100 basis point	-0.07%	5.97	(0.00)
Attrition Rate - 100 basis point	0.12%	5.97	0.01
Mortality Rate 10% Up	0.01%	5.96	0.00

40. A. Segmental information

The Ministry of Corporate Affairs, Government of India vide Notification GSR 463(E) dated 05-June-2015 has exempted disclosure of additional information of each class of goods with quantities and corresponding values under section 129 of Companies Act, 2013 and in view of the sensitive nature of the products and the area of operation, the information required under Indian Accounting Standard 108 - Operating Segments, has not been furnished for the current and previous financial years.

41 Related Parties - Ind AS-24

"NewSpace India Limited is a wholly owned Government of India Company under the administrative control of Department of Space, Government of India. The Company is a Government related entity and is exempt from requirements of disclosure as per para 18 of IND AS-24. The Company shall disclose information as per Para 26 of Ind AS-24. The relevant disclosures are as follows:

Controlling Entity**Department of Space, Government of India****Key Management Personnel**

Name of the related party	Relationship (For year ended 31.03.2024)	Relationship (For year ended 31.03.2023)
Shri Radhakrishnan D	Chairman and Managing Director	Chairman and Managing Director
Shri Arunachalam A	Director (Technical & Strategy)	Director (Technical & Strategy)
Smt. Shanmugha Priya	Company Secretary	Company Secretary from 10.03.2023
Smt . Renu		Company Secretary upto 31.08.2022

List of transactions with Related Parties

(Amount INR in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Indian Space Research Organization		
Remuneration to Key managerial Personnel	120.08	110.48
Remuneration to Others	47.48	51.76
	167.55	162.24
Department of Space, Government of India		
Revenue from sales made during the Year	9,312.31	-
Costs incurred towards Product/Services during the Year	46,107.64	1,27,164.18
Revenue from rendering of Contract Management Services for Space Segment during the Year	26,910.89	26,398.74
HRA for Quarters allotted to Employees	14.07	5.82
Rent & Security Deposit for NSIL Building	17.06	7.99

List of outstanding Balances with Related Parties

(Amount INR in lakhs)

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Due to Department of Space, Government of India	39,787.26	63,927.34
Due to Other ISRO centres	206.58	35.18
Advance - Satellite cost & launch paid to DOS	30,345.23	2,118.60

42. Details of Corporate and Social Responsibility

(Amount INR in lakhs)

Particulars	Figures as at the end of current reporting period ended 31.03.2024	Figures as at the end of previous reporting period ended 31.03.2023
Amount allocated to be spent by the company for the year	877.81	494.20
Amount spent during the year	194.17	122.44
Amount spent during FY 2023-24 INR 144.85 lakhs and amount spent from 1st April 2024 till due date of transfer of Fund to Unspent CSR Bank account INR 39.25 lakhs for Ongoing Projects and CSR Administrative Overhead INR 10.06 lakhs		
Committed amount kept in separate bank account	683.64	248.19
Amount to be transferred / transferred to specified fund	-	123.57
Nature of CSR activities	Health & Nutrition, Sanitation, Social Justice & Empowerment, Skill Development, Sustainable Development, Education etc	

I. Summary of CSR fund allocation, commitment & expenditure		2023-24	2022-23
a	Gross amount required to be spent by the Company during the year	877.81	494.20
b	Amount spent	194.17	122.44
c	Amount committed unspent kept in a separate Bank account	683.64	248.19
d	Remaining amount to be transferred (2022-23)/ transferred (2021-22 & 2020-21) to a specified fund	-	123.57
e	Date of Transfer to specified Fund	-	27-09-2023
f	Total CSR Expenditure	877.81	494.20

II. Details of committed amount unspent kept in a separate Bank account			
1	Amount kept in sperate Bank Account	683.64	248.19
2	Out of above amount spent in 2023-24		171.58
3	Out of above amount transferred to specified fund		
4	Remaining fund balance in a separate bank account	683.64	76.62

(Amount INR in lakhs)

		Figures as at end of current reporting period 31.03.2024	Figures as at the end of previous reporting period 31.03.2023
43	CONTINGENT LIABILITIES AND COMMITMENTS: (to be extent not provided for) i) Contingent Liability: a) Claims against the company not acknowledged as debt b) On account of Obligations arising from Bank Guarantees issued by Banks secured by lien on Fixed Deposits c) Other Outstanding Letter of Credit and Guarantees: d) Other money for which the Company is contingently liable:- i) Commitments: (a) Estimated amount of contracts remaining to be executed on capital account and not provided for, (b) Other commitments	Nil 6.73 Nil Nil Nil Nil	Nil 14,572.58 Nil Nil Nil Nil
	The Company is of the view that there will be no outflow of resources for liabilities considered as contingent.		
44	Board opinion about assets other than Property, Plant & Equipment and Non-Current Investments in respect of its realization in the ordinary course of business at least equal to the amount at which they are stated.	Board is of the opinion that such assets will have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Books of Accounts.	Board is of the opinion that such assets will have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Books of Accounts.

45 RIGHT OF USE OF ASSET & LEASE LIABILITIES

The Company has lease contracts for leasehold building used in its operations

The lease contract period for NSIL building leased from DOS is 5 years commencing from 01-09-2023 and lease contract NSIL Brigade Rubix Building is 5 years commencing from 15-01-2024 with lock in period of 3 years. The interest rate taken is 13.50%

Carrying amount of Right of use assets recognized and the movement during the period

(Amount INR in lakhs)

Particulars	31-03-2024	31-03-2023
Cost		
Balances at the beginning of the year		
Additions	318.49	-
Derecognition	23.50	-
Balance at the end of the year	294.99	-
Accumulated Depreciation	-	-
Balances at the beginning of the year	-	-
Additions	23.50	-
Balance at the end of the year	23.50	-

Carrying amount of lease liabilities and the movement during the period

(Amount INR in lakhs)

Particulars	31-03-2024	31-03-2023
Balances at the beginning of the year	-	-
Additions	317.02	-
Accretion of interest	24.96	-
Payment of lease liabilities	30.40	-
Balances at the end of the year	311.58	-
Current	126.10	-
Non Current	185.48	-
	311.58	-

46 OTHER NOTES FORMING PART OF FINANCIAL STATEMENTS**46.1 Related Party Disclosure:**

- NewSpace India Limited is a wholly owned Government of India Company under the administrative control of Department of Space (DOS), Government of India (GOI).
- The Workforce of the company consists of officials from ISRO on working arrangement, Officials on deputation basis and Company's own roll. The salary expenditure incurred by ISRO for ISRO workforce on working arrangement basis in the Company is reimbursed to them at actuals. Payment towards retirement benefits in respect of officials on working arrangement are borne by ISRO. Salary, Other allowances and subscriptions for Deputed officials from ISRO Centre are made by NSIL as per the terms and conditions of Deputation Order
- The Key Managerial Personnel as per IND AS 24 "Related Party Disclosures" are Shri Radhakrishnan D, Chairman and Managing Director, Shri Arunachalam A, Director (Technical & Strategy) and Smt. S. Shanmuga Priya, Company Secretary. There are no transactions with such parties during the period other than reimbursement of remunerations and employees benefits to Indian Space Research Organisation (ISRO) for Chairman and Managing Director and Director T & S till the date he was absorbed and Salary for Director (T & S) and Company Secretary for the period they are on the rolls of NSIL.

Name of the related party	Relation
1) Department of Space	Wholly Owned Company
2) Indian Space Research Organization	A wing under the administrative control of Department of Space
3) Key Managerial Personnel	
a) Shri Radhakrishnan D.	Chairman and Managing Director.
b) Shri Arunachalam A	Director (Technical & Strategy)
c) Smt. S. Shanmuga Priya	Company Secretary w.e.f 10/03/2023

The relevant disclosure as per IND AS-24" Related Party Disclosures" are as below

Transactions with the Related Party: Please refer a separate Note No. 41

- 46.2** The Company has requested confirmation of balance as on 31st March 2024 from its customers, except the customers with whom the contracts are closed or dues received before Balance Sheet preparation and responses were received from a few customers. In the opinion of the management, there will not be any material effect in the Statement of Profit and Loss on account of non-confirmation of balances.

46.3 The details of Corporate and Social Responsibility:

- (a) Gross amount required to be spent by the Company during the year INR 877.81 lakhs (Previous year- INR 494.20 lakhs)
- (b) Amount spent during the year: Please refer a separate Note No. 42

46.4 During the year, the Company has reversed INR 173.67 lakhs being the difference between the cost estimated & booked earlier for co-passenger, reversal being made as the PSLV launch vehicle is fully procured by NSIL.

Satcom PO had entered into 3 MoU to provide MSS carriers in GSAT 17 - 3 transponders for requirements of Government Customers w.e.f 01-04-2020 which was extended year on year basis and NSIL shall be the Contract Manager to administer the MoU. The said MoU was last extended till 31-3-2023 and due to non extension by DOS/ISRO, NSIL was not able to raise invoice for the capacity for the FY 2023-24. The net impact of the same on NSIL's revenue and profit is Rs.42.33 lakhs which is 10% of NSIL's share of SSC.

During the year, the Company has booked under Launch Services amounting to INR.941.62 lakhs which pertains to the cost relating to Oneweb Mission for Chartering Services from M/s. Shipping Corporation of India and M/s. Balmer Lawrie . The same is considered as prior period expenses and according the accounts of the previous year is restated and Reconciliation to Balance Sheet , Profit & Loss account and Statement of Cash flow is as per Annexure-7

Department of Fisheries had provided approval of National Rollout Plan for Installation of Vessel communication and support system in marine fishing vessels for monitoring, control and surveillance (MCS) - Centrally Sponsored Scheme Component of 'Pradhan Mantri Matsya Sampada Yojana (PMMSY) as non - beneficiary activity during 2022-23. The fund transferred by Department of Fisheries for the said project is kept in a separate Savings Bank account specifically earmarked for the same, as per the terms of sanction. All the payments for the implementation of the said project is met out of the fund received from Department of Fisheries.

NSIL has made provision for income and provision of cost for the Recurring cost for Mission support service rendered on back to back basis due to non receipt of certification from user department and also non receipt of invoice from the vendors.

46.5 NSIL proposes to file an application before the Adjudicating Authority for initiating a Corporate Insolvency Resolution process under Section 9 of the Insolvency and Bankruptcy Code 2016 against M/s. Kasthuri Media Private Limited. Hence, the amount outstanding as on 31-3-2024 INR 83.54 lakhs is provided for as Allowance for Bad and Doubtful Debts.**46.6 Proposed Dividend:**

Particulars	Figures for the current year ended 31-03-2024	Figures for the current year ended 31-03-2023
(a) The amount of Dividend proposed to be distributed to Equity Shareholders for the period	Proposal to seek exemption till FY 2026-27 from DIPAM submitted to DOS **	Proposal to seek exemption till FY 2026-27 from DIPAM submitted to DOS **
(b) Dividend per share	Not Applicable **	Not Applicable ***

** NSIL Board in its meeting held on 16-7-2024. had detailed discussion and approved for seeking exemption from DIPAM guidelines through administrative ministry for (i) Payment of Dividend (ii) Buy Back of shares (iii) Issue of Bonus shares (iv) Splitting of Shares for the FY 2023-24

*** Based on the approval of NSIL Board in its meeting held 25th June 2023 for seeking exemption from DIPAM guidelines through administrative ministry for (i) Payment of Dividend (ii) Buy Back of shares (iii) Issue of Bonus shares (iv) Splitting of Shares for the FY 2022-23, NSIL had submitted the required proposal through its Administrative Ministry.

46.7 The Company has entered into Novation agreement with Parties, accordingly contract partially performed by an earlier party are taken up by the Company for completing the performance towards dedicated launch services. In accordance with the said agreement, the revenues to be received by the Company under the contract would alone be the revenue of the Company. The Revenue recognition is being made accordingly.

46.8 As per the provisions of the launch service agreements, the Company is liable to maintain at no cost to customers, through self-insurance against legal liability for bodily injury, including death and loss of damage to property of Third Parties regarding dedicated as well as co-passenger customer satellite launches using ISRO Launch Vehicles. ISRO follows policy of Self-Insurance with respect to each and every launch, thus eliminating the requirement for Third Party Liability (TPL) Insurance to be taken by the Company.

46.9 Additional Information of the general instruction for preparation of statement of profit and loss

5 (ii) (a) (1) & (2) & 5(iii) - NSIL is not a manufacturing company, hence not applicable.

5(viii)(a) Value of imports calculated on C.I.F basis by the company during the financial year in respect of (I) Raw materials; (II) Components and spare parts (III) Capital goods; NIL

5(viii)(b) Expenditure in foreign currency during the financial year on account of know-how, professional, consultation fees and interest: - NIL

5(viii)(c) Total value of all imported raw materials, spare parts and components consumed during the financial year and the total value of all indigenous raw materials, spare parts and components similarly consumed and the percentage of each to the total consumption: -NIL

5(viii)(d)The amount remitted during the year in foreign currencies on account of dividends with a specific mention of the total number of non-resident shareholders, the total number of shares held by them on which the dividends were due and the year to which the dividend related: NIL

5(viii) (e) Earning in foreign exchange classified under the following heads, namely: II.know-how, professional and consultation fees, III.Interest and dividend: - NIL

46.10 Government of India, Ministry of Corporate Affairs vide Notification No.2437(E) dated 04 September 2015 exempted from disclosure of Additional Information of the General Instructions for preparation of Statement of Profit and Loss in Schedule III of the Companies Act 2013 in respect of the following paras:

5(viii)(b) Expenditure in foreign currency during the financial year on account of royalty and other matters;

5(viii) (e) Earning in foreign exchange classified under the following heads, namely: I. Export of goods calculated on F.O.B basis, II.Royalty, IV. Other income, indicating the nature thereof.

46.11 The Details of the Year End Currency Translation are as follows:

Particulars	Year end currency translation [INR in Lakhs]	Dr/Cr	Statement of Profit and Loss
Relating to Outstanding Liabilities and Assets	39.26	Dr	Debited to Other Expenses
	(74.32)	Cr	Debited to Other Expenses

Previous year's figures are shown in bracket, " Cr" denotes "Credit" and "Dr" denotes "Debit"

- 46.12** "DOS has communicated the approval for transfer of its 10 in-orbit operational communication Satellites viz. GSAT-8, 10, 12R,14, 15,16, 17, 18, 30 and 31 to NSIL with effect from 01/04/2021 through Office Memorandum dated 04 July 2022. The transfer price (herein after referred as price) as informed by DOS was charged by way of equity shares during 2022-23.

The transferred satellites are continued to be maintained by Master Control Facility (MCF)/ ISRO, Hassan. The Company has entered into MoU with DOS/ ISRO towards 10 satellite maintenance cost for FY 2021-22 & 2022-23 during the FY 2023-24 and discharged the liability to DOS/ISRO and the excess provision for earlier year reversed. Suitable provision created towards maintenance cost for 10 Satellites for FY 2023-24 based on MoU entered after 31-3-2024 and provision for maintenance cost for GSAT-N1 was made as informed by DOS/ISRO.

The Company has not insured the Satellite which are operational for more than a year.

- 46.13** Company has maintained fixed deposits amounting to INR 26.66 lakhs (Previous year INR 19776.17 lakhs) as Security against Bank Guarantees issued by ICICI Bank Limited for Euro Nil (Previous Year Euro 16,350,000 issued by SBI) and USD 8075 (Previous Year USD 12195 issued by ICICI Bank) Company is earning interest at card rates on such fixed deposits. At present, there is no incident of "Provision" as defined in Accounting Standards and accordingly disclosure does not arise. The Exchange rate considered for arriving BG value are INR 83.3739 per USD (INR 89.6076 for FY 2022-23 per USD) and INR 90.2178 per EURO (INR 89.6076 for FY 2022-23 per EURO)

- 46.14** Opinion of the Board about realisable value of any of the assets other than fixed assets and non-current investments in the ordinary course of business:

Board is of the opinion that such assets will have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Accounts

46.15 Disclosure under Indian Accounting Standard IndAS 38: Intangible Assets

(a)	Class of Intangible Assets	Computer Software
(b)	Nature of Intangible Assets	Purchase of Computer software
(c)	Useful lives or the amortisation rates used	3 years from the date of purchase of software available for use and 5 years for developed software from the date of acceptance.
(d)	Amortisation methods used	Straight Line Method
(e)	Gross carrying amount in INR in lakhs	37.21
(f)	Accumulated amortisation in INR in lakhs	17.27
(g)	Accumulated impairment losses at the beginning and end of the period	NIL

(h)	Reconciliation of the carrying amount at the beginning and end of the period	As furnished in the Annexure to Note 4
(i)	Additions, indicating separately those from internal development and through amalgamation	Bought out Software of INR 0.61 lakhs
(ii)	Retirements and disposals	NIL
(iii)	Impairment losses recognised in the Statement of Profit and Loss during the period (if any)	NIL
(iv)	Impairment losses reversed in the Statement of Profit and Loss during the period (if any)	NIL
(v)	Amortisation recognized during the period in INR in lakhs	10.33
(vi)	Net exchange differences arising on the translation of the financial statements into the presentation currency, and on the translation of a foreign operation into the presentation currency of the entity.	NIL
(vii)	Other changes in the carrying amount during the year	NIL

46.16 NSIL was functioning from 2 buildings (Main Building and Adjacent Building) owned by DOS. The lease agreement was signed by NSIL for the main building from the date of inception till 31-08-2023 and also lease agreement for both the building was signed for the period of 5 year from 01-09-2023 . Based on the value of Chartered Engineer, liability for rent for main building was created for the period from 23-05-2019, however since the actual rent payable was less than the provision made, the excess provision made earlier is credited to the rent account.

The Company has lease contracts for the lease hold of its building as mentioned above, the carrying amount of right of use assets recognized and carrying amount of lease liabilities and the movement is as per Note No.45. The lease payments are discounted using the rate determined by the Company using incremental borrowing rate

46.17 ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

46.17.1 Disclosure in relation to undisclosed income

The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year ended March 31, 2024 and March 31, 2023 in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

46.17.2 Details of Benami Property held

The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company during the year ended March 31, 2024 and March 31, 2023 for holding any Benami property.

46.17.3 Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the year ended March 31, 2024 and March 31, 2023

46.17.4 Utilisation of Borrowed Fund & Share Premium

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.

46.17.5 The Company has not advanced or lent 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.

46.17.6 Borrowing secured against Current Assets: NIL

46.18 Additional disclosures relating to the requirement of revised Schedule III

46.18.1 Loans or advances (repayable on demand or without specifying any terms or period of repayment) to specified persons:

During the year ended March 31, 2024, the Company did not provide any Loans or advances which remains outstanding (repayable on demand or without specifying any terms or period of repayment) to a persons (NIL as on March 31, 2023).

46.18.2 Relationship with Struck Companies:

The Company did not have any transaction with companies struck off during the year ended March 31, 2024 and also for the year ended March 31, 2023.

46.18.3 For the financial year ended 31-3-2024, the Company had outstanding Bank Guarantee for USD 8075 from ICICI Bank secured against Fixed Deposit . The Company has not created any charges or satisfaction which are to be registered with ROC. In the event of the creation of the charges above, the said charges would be registered with ROC, Bengaluru within the statutory period.

46.18.4 The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rules 2017.

46.19 Figures for previous year have been regrouped/ rearranged wherever necessary to confirm to the presentation of the current year.

46.20 Approval of financial statements

The financial statements were approved for issue by the Board of Directors on 16-7-2024.

As per our report of even date attached

For and on behalf of the Board of Directors

For M/s Shanth Kumar & Venkatesh

Chartered Accountants

Firm Regn No: 006821S

B R Shanth Kumar

Partner

ICAI Membership No.007191

ICAI UDIN : 24007191BKIPVT4197

S Shanmuga Priya

Company Secretary

FCS : 9535

Radha Krishna A

Director Finance

DIN: 10604322

Radhakrishnan Durairaj

Chairman and Managing Director

DIN: 08382973

Place: Bengaluru

Date: 16-7-2024

Ratios

The ratios for the years ended March 31, 2024 and March 31, 2023 are as follows :

Particulars	Numerator	Denominator	As at March 31		Variance- Increase / (Decrease) in %	Reasons for variance
			2024	2023		
Current ratio	Current assets	Current liabilities	4.46	3.75	19	The ratio has improved due to decrease in Current Liabilities.
Debt - Equity ratio	Total Debt	Shareholders equity	NA	NA	NA	
Debt service coverage ratio	Earnings available for debt service	Debt service	NA	NA	NA	
Return on Equity (ROE)	Net profits after taxes	Average shareholders equity	9%	11%	(24)	There is decrease in Return on Equity due to Average Share holding in Previous year 2022-23 was Rs. 3,303.21 Crores, which has increase to Rs. 6901.25 Crores in Current FY 2023-24. Although Net profit has increased in Current Financial year 2023-24 as compared to Previous FY 2022-23
Trade receivables turnover ratio	Revenue	Average trade receivables	2.89	3.58	(19)	The decrease in ratio is due to decrease in Revenue by 25.55% of the company in FY 2023-24 as compared to its Previous FY 2022-23
Trade payables turnover ratio	Purchases of services and other expenses	Average trade payables	1.52	0.49	212	The increase in ratio is due to increase in cost of goods/services.
Net capital turnover ratio	Revenue	Working capital	0.62	0.83	(26)	The decrease in ratio is due to decrease in Revenue by 25.55% of the company in FY 2023-24 as compared to its Previous FY 2022-23
Net profit ratio	Net profit	Revenue	28%	16%	75	The ratio has improved due to reduction in Cost of production which was due to Segment mix change in Current FY 2023-24 as compared to Previous FY 2022-23.
Return on Capital Employed	Earning before interest and taxes	Capital employed	11%	9%	20	Ratio has improved due to reduction in Cost of Production on account of change Segment mix
Return on Investment	Earning before interest and taxes	Net Assets	11%	9%	20	ROI has increased to 11% in Current FY 2023-24 due to increase in EBIT.

ANNEXURE TO NOTE NO.1 AND 2

PROPERTY, PLANT & EQUIPMENT

(Amount INR in lakhs)
FY 2023-24

Particulars	GROSS BLOCK					DEPRECIATION					WDV		
	Gross Amount 01.04.2023	Additions	Disposal/ Discarded/ Adjustment	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2024	Accumulated Dep. 01.04.2023	For the Period	Deletion	Adjustments	Total 31.03.2024	Net Carrying Value as at 31.03.2024	Net Carrying Value as at 31.03.2023
BUILDING													
BUILDING TEMPORARY STRUCTURE	11.10	-	-	-	-	11.10	10.99	-	-	-	10.99	0.11	0.11
BUILDING ELECTRICAL SYSTEM	1.96	0.02	-	-	-	1.98	0.46	0.21	-	-	0.67	1.31	1.50
BUILDING INTERIORS	1.29	18.00	-	-	-	19.29	0.92	0.75	-	-	1.68	17.61	0.37
FURNITURE & FIXTURES	27.44	35.79	-	-	-	63.22	8.61	4.67	-	-	13.28	49.94	18.83
COMPUTER & PERIPHERALS	141.76	56.46	-	-	-	198.22	50.16	50.94	-	-	101.11	97.11	91.59
OFFICE EQUIPMENT	17.18	6.89	-	-	0.08	24.15	9.18	3.61	-	0.08	12.88	11.27	7.99
COMMUNICATION SYSTEMS	2.16	2.87	1.07	-	-	3.96	1.30	0.95	0.45	-	1.80	2.16	0.86
MOTOR VEHICLES	22.12	23.99	-	-	-	46.12	3.90	3.33	-	-	7.23	38.89	18.22
IN ORBIT SATELLITES	4,69,760.00	-	-	-	-	4,69,760.00	1,15,962.26	53,962.05	-	-	1,69,924.32	2,99,835.68	3,53,797.74
IN ORBIT SATELLITES- NSIL	86,101.77	736.20	-	-	-	86,837.97	1,556.91	5,802.51	-	-	7,359.42	79,478.55	84,544.86
Sub Total (A)	5,56,086.78	880.22	1.07	-	0.08	5,56,966.00	1,17,604.69	59,829.04	0.45	0.08	1,77,433.36	3,79,532.64	4,38,482.08
RIGHT OF USE OF ASSET- BUILDING	-	318.49	-	-	-	318.49	-	23.50	-	-	23.50	294.99	-
Sub Total (B)	-	318.49	-	-	-	318.49	-	23.50	-	-	23.50	294.99	-
TOTAL	5,56,086.78	1,198.71	1.07	-	0.08	5,57,204.49	1,17,604.69	59,852.54	0.45	0.08	1,77,456.86	3,79,827.63	4,38,482.08

PROPERTY, PLANT & EQUIPMENT

(Amount INR in lakhs)
FY 2022-23

Particulars	GROSS BLOCK					DEPRECIATION					WDV		
	Gross Amount 01.04.2022	Additions	Deletion	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2023	Accumulated Dep. 01.04.2022	For the Period	Deletion	Adjustments	Total 31.03.2023	Net Carrying Value as at 31.03.2023	Net Carrying Value as at 31.03.2022
BUILDING													
BUILDING TEMPORARY STRUCTURE	11.10	-	-	-	-	11.10	8.97	2.02	-	-	10.99	0.11	2.13
BUILDING ELECTRICAL SYSTEM	1.9	0.04	-	-	-	1.96	0.23	0.23	-	-	0.46	1.50	1.69
BUILDING INTERIORS	0.93	0.36	-	-	-	1.29	0.81	0.11	-	-	0.92	0.37	0.12

FURNITURE & FIXTURES	27.14	0.29	-	-	27.44	5.91	2.69	-	-	8.61	18.83	21.23
COMPUTER & PERIPHERALS	39.62	102.14	-	-	141.76	22.01	28.15	-	-	50.16	91.59	17.61
OFFICE EQUIPMENT	16.75	0.43	-	-	17.18	5.83	3.36	-	-	9.18	7.99	10.92
COMMUNICATION SYSTEMS	2.37	-	0.21	-	2.16	0.81	0.56	0.07	-	1.30	0.86	1.56
MOTOR VEHICLES	22.12	-	-	-	22.12	1.16	2.74	-	-	3.90	18.22	20.96
IN ORBIT SATELLITES	4,69,760.00	-	-	-	4,69,760.00	57,981.13	57,981.13	-	-	1,15,962.26	3,53,797.74	4,11,778.87
IN ORBIT SATELLITES- NSIL	-	86,101.77	-	-	86,101.77	-	1,556.91	-	-	1,556.91	84,544.86	-
TOTAL	4,69,881.97	86,205.02	0.21	-	5,56,086.78	58,026.87	59,577.89	0.07	-	1,17,604.69	4,38,482.08	4,11,855.09

Note:

- 1) There are no acquisitions through business combinations and impairment losses/reversals
- 2) As per amendment made in the Schedule II to the Companies Act, 2013 which is mandatory for financial statements in respect of financial years commencing on or after the 1st April, 2015, component accounting is implemented during the year for building and such components are furnished under broad head of building.
- 3) In respect of the building taken on lease, the Company recognized Right of Use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The Right of use of asset is depreciated using straight line method from the commencement date over useful life of right of use asset. The estimated life of the asset is taken as the lease term.
- 4) The Fixed Assets of the Company except Motor Vehicle is not insured.

Note No.3

CAPITAL WORK IN PROGRESS

Particulars	(Amount INR in lakhs) FY 2023-24						(Amount INR in lakhs) FY 2022-23						
	GROSS BLOCK			AMORTIZATION			GROSS BLOCK			AMORTIZATION			
	Gross Amount 01.04.2023	Additions	Capitalization During The Year	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2024	Accumulated Amor 01.04.2023	For The Period	Deletion	Adjustments	Total 31.03.2024	Net Carrying Value as at 31.03.2023	Net Carrying Value as at 31.03.2022
GSAT N2	-	80,091.81	-	-	-	80,091.81	-	-	-	-	-	80,091.81	-
RISAT 1B	-	3,940.00	-	-	-	3,940.00	-	-	-	-	-	3,940.00	-
	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	0.00	84,031.81	-	-	-	84,031.81	-	-	-	-	-	84,031.81	0.00

CAPITAL WORK IN PROGRESS

Particulars	(Amount INR in lakhs) FY 2023-24						(Amount INR in lakhs) FY 2022-23						
	GROSS BLOCK			AMORTIZATION			GROSS BLOCK			AMORTIZATION			
	Gross Amount 01.04.2022	Additions	Capitalization During The Year	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2023	Accumulated Amor 01.04.2022	For The Period	Deletion	Adjustments	Total 31.03.2023	Net Carrying Value as at 31.03.2023	Net Carrying Value as at 31.03.2022
COMPUTER & PERIPHERALS	85.79	-	85.79	-	-	-	-	-	-	-	-	-	85.79
GSAT N1	33,780.30	52,321.48	86,101.77	-	-	0.00	-	-	-	-	-	0.00	33,780.30
TOTAL	52,321.48	52,321.48	86,187.56	-	-	0.00	-	-	-	-	-	0.00	33,866.09

Note No.4

INTANGIBLE ASSETS

(Amount INR in lakhs)
FY 2023-24

Particulars	GROSS BLOCK					AMORTIZATION					Net Carrying Value as at 31.03.2024		
	Gross Amount 01.04.2023	Additions	Deletion	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2024	Accumulated Amor 01.04.2023	For The Period	Deletion	Adjustments		Total 31.03.2024	
SOFTWARE	36.60	0.61	-	-	-	37.21	6.95	10.33	-	-	17.27	19.93	29.65
TOTAL	36.60	0.61	-	-	-	37.21	6.95	10.33	-	-	17.27	19.93	29.65

INTANGIBLE ASSETS

(Amount INR in lakhs)
FY 2022-23

Particulars	GROSS BLOCK					AMORTIZATION					Net Carrying Value as at 31.03.2023		
	Gross Amount 01.04.2022	Additions	Deletion	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2023	Accumulated Amor 01.04.2022	For The Period	Deletion	Adjustments		Total 31.03.2023	
SOFTWARE	3.94	32.66	-	-	-	36.60	0.70	6.24	-	-	6.95	29.65	3.24
TOTAL	3.94	32.66	-	-	-	36.60	0.70	6.24	-	-	6.95	29.65	3.24

Note No.5
INTANGIBLE ASSETS UNDER DEVELOPMENT
(Amount INR in lakhs)
FY 2023-24

Particulars	GROSS BLOCK					AMORTIZATION					Net Carrying Value as at 31.03.2024	Net Carrying Value as at 31.03.2023	
	Gross Amount 01.04.2023	Additions	Capitalization During The Year	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2024	Accumulated Amor 01.04.2023	For The Period	Deletion	Adjustments			Total 31.03.2024
SOFTWARE	7.55	13.08	-	-	-	20.63	-	-	-	-	-	20.63	7.55
TOTAL	7.55	13.08	-	-	-	20.63	-	-	-	-	-	20.63	7.55

(Amount INR in lakhs)
FY 2022-23

Particulars	GROSS BLOCK					AMORTIZATION					Net Carrying Value as at 31.03.2023	Net Carrying Value as at 31.03.2022	
	Gross Amount 01.04.2022	Additions	Capitalization During The Year	Amount of change due to revaluation (if revaluation is more than 10% of the aggregate net carrying amount)	Adjustments	Total 31.03.2023	Accumulated Amor 01.04.2022	For The Period	Deletion	Adjustments			Total 31.03.2023
SOFTWARE	29.93	-	22.38	-	-	7.55	-	-	-	-	-	7.55	29.93
TOTAL	29.93	-	22.38	-	-	7.55	-	-	-	-	-	7.55	29.93

Annexure-2

Annexure to Note 3 -Capital Work in Progress

Amount INR in Lakhs

Particulars	Amount in CWIP for a period of				Total as on 31.03.2024
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress-					
-GSAT-20	80,091.81	-	-	-	80,091.81
-RISAT 1B	3,940.00	-	-	-	3,940.00
Projects temporarily suspended	-	-	-	-	-
Total	84,031.81	-	-	-	84,031.81

Particulars	Amount in CWIP for a period of				Total as on 31.03.2023
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

Annexure-3

Annexure to Note 5 - Intangible Assets under development ageing schedule

Amount INR in Lakhs

Intangible Assets under development	Amount in CWIP for a period of				Total as on 31.03.2024
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress-OCP Transponder	13.08			7.55	20.63
Projects temporarily suspended	-				

Intangible Assets under development	Amount in CWIP for a period of				Total as on 31.03.2023
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress-OCP Transponder			7.55		7.55
Projects temporarily suspended	-	-	-	-	-

For capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan*
CWIP completion schedule

Project Name	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects in progress-OCP Transponder	20.63			
TOTAL	20.63			

Annexure-4

Annexure to Note 8- Trade Receivables Ageing Schedule

Amount INR in Lakhs

Particulars	Outstanding for following periods from date of payment						Total as on 31.03.2024
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years		
(i) Undisputed Trade receivables - considered good	26,569.82	30,782.18	11,857.77	111.10	841.11		70,161.98
(ii) Undisputed Trade receivables - which have significant increase in credit risk	43.60	39.95	-	-	216.52		300.07
(iii) Undisputed Trade receivables - credit impaired	-	-	-	-	-		-
(iv) Disputed Trade receivables - considered good	-	-	-	-	-		-
(v) Disputed Trade receivables which have significant increase in credit risk	-	-	-	-	-		-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-		-
Less: Allowance for Bad and Doubtful debt	(43.60)	(39.95)	-	-	(216.52)		(300.07)
Total	26,569.82	30,782.18	11,857.77	111.10	841.11		70,161.98

Amount INR in Lakhs

Particulars	Outstanding for following periods from date of payment				Total as on 31.03.2023
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	
(i) Undisputed Trade receivables - considered good	28,598.44	46,812.91	129.99	841.11	76,382.44
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	215.06	215.06
(iii) Undisputed Trade receivables - credit impaired	-	-	-	-	-
(iv) Disputed Trade receivables - considered good	-	-	-	-	-
(v) Disputed Trade receivables which have significant increase in credit risk	-	-	-	-	-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-
Less: Allowance for Bad and Doubtful debt	-	-	-	(215.06)	(215.06)
Total	28,598.44	46,812.91	129.99	841.11	76,382.44

Annexure-5

Annexure to Note 13

Information for the period of five years immediately preceding the date at which the Balance Sheet is prepared

Particulars	Figures as at the end of current reporting period ended 31.03.2024	Figures as at the end of previous reporting period ended 31.03.2023	Figures as at the end of previous reporting period ended 31.03.2022	Figures as at the end of previous reporting period ended 31.03.2021	Figures as at the end of previous reporting period ended 31.03.2020
(i) Aggregate number and class of shares allotted as fully paid up pursuant to contract without payment being received in cash - Equity	4697600000	4697600000	Nil	Nil	Nil
(ii) Aggregate number and class of shares allotted as fully paid up by way of bonus shares	Nil	Nil	Nil	Nil	Nil
(iii) Aggregate number and class of shares bought back	Nil	Nil	Nil	Nil	Nil

The Company was incorporated on 06/03/2019. The first lot of share allotted in 2019-20 only. Accordingly, Annexure to Note-15 prepared for preceding 5 years i.e. from 2019-20 onwards

Annexure-6

Annexure to Note 20- Trade Payables Ageing Schedule

Amount INR in Lakhs

Particulars	Outstanding for following periods from date of payment						Total as on 31.03.2024
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years		
(i) Total outstanding dues of MSME	2.74	-	-	0.07	0.03		2.84
(ii) Total outstanding dues of Others	23,347.04	27,141.29	107.34	2.18	148.49		50,746.34
(iii) Disputed Dues - MSME	-	-	-	-	-		-
(iii) Disputed Dues - Others	-	-	-	-	-		-
Total	23,349.78	27,141.29	107.34	2.25	148.52		50,749.18

Amount INR in Lakhs

Particulars	Outstanding for following periods from date of payment						Total as on 31.03.2023
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years		
(i) Total outstanding dues of MSME	1.27	0.03	0.00	0.05	-		1.35
(ii) Total outstanding dues of Others	71,053.48	5,161.48	2.18	-	148.49		76,365.63
(iii) Disputed Dues - MSME	-	-	-	-	-		-
(iii) Disputed Dues - Others	-	-	-	-	-		-
Total	71,054.75	5,161.51	2.18	0.05	148.49		76,366.98

Annexure-7

Reconciliation of restated items of Balance Sheet as at March 31,2023

Amount INR in Lakhs

Particulars	Note No	As previously reported	Adjustment	As restated
Other Equity	14	99,880.26	(704.63)	99,175.63
Provisions for Income tax	23(b)	14,157.56	(236.99)	13,920.57
Creditors for expenses	21(i)	64.45	941.62	1,006.07
		1,14,102.27	-	1,14,102.27

Reconciliation of restated items of Profit & Loss Account for the year ended March 31,2023

Particulars	Note No	As previously reported	Adjustment	As restated
Cost of Services	26(b (i)	97,198.15	941.62	98,139.76
Total Tax Expenses	31	14,157.56	(236.99)	13,920.57
Profit for the year		46,702.67	(704.63)	45,998.04
Total Comprehensive Income		46,702.79	(704.63)	45,998.16
Earnings per share (Basic & Diluted) in INR	33	1.82		1.79

Reconciliation of Statement of Cash flow for the year ended March 31,2023

Particulars		As previously reported	Adjustment	As restated
Profit Before Tax		62,339.45	(704.63)	61,634.82
(Increase)/Decrease in other current financial liabilities		23,043.75	941.62	23,985.37
(Increase)/Decrease in current Provisions		4,584.52	(236.99)	4,347.54
Income taxes paid (net)		(14,157.55)	236.99	(13,920.57)



NewSpace India Limited (NSIL)

(A CPSE under Department of Space, Govt. of India)

Registered Office: ISRO HQ Campus, New BEL Road, Bengaluru - 560 094

Corporate Office: 11th Floor, Brigade Rubix, 20, Watch Factory Road, Phase-1, Yeswanthpur, Bengaluru-560 013

Phone: +91 80 23 22 7777 **E-mail:** contact@nsilindia.co.in **Website:** www.nsilindia.co.in

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