

DELHI TRANSCO LIMITED

(A Govt. of NCT of Delhi Undertaking)

Regd. Office: - Shakti Sadan, Kotla Marg, New Delhi-110002

Corporate Identification Number (CIN) - U40103DL2001SGC111529

Telephone no-23235380- Tele-fax: - 23238064, Website – www.dtl.gov.in

No. F.42/DTL/ 402 / CS/ 2021-22 / 22

Date: 24th May, 2021

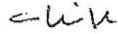
Ms. Rupa Deb,
General Manager and Company Secretary,
IFCI Limited, IFCI Tower,
61, Nehru Place,
New Delhi

Madam

Please find enclosed herewith Half Yearly Report of Delhi Transco Limited for the half year ended March 31, 2021.

Thanking you.

Yours faithfully
For Delhi Transco Limited



(P.K. Mallik)
Executive Director (C.G.)
& Company Secretary

Encl: As above.



DELHI TRANSCO LIMITED
(A Govt. of NCT of Delhi Undertaking)
(Shakti Sadan, Kotla Road)
(New Delhi-110001)
HALF YEARLY REPORT
(31.03.2021)

Half Yearly Compliance to be sent to Debenture Holders

A. Declaration in respect of chapter V clause 52 (4)

| Sl No. | Terms of Issue | As per Information Memorandum/ Subscription Agreement | Status of Compliance as on 31.03.2021 |
|--------|----------------------|---|---|
| 1 | Credit Rating | Crisil: A+/ outlook revised to positive | Crisil: A+/Positive (Annex-1) |
| | | India Rating (Formerly FITCH): AA-(Ind) the outlook is stable | India Rating (Formerly FITCH): AA-/Stable (Annex-2) |
| 2 | Asset Coverage Ratio | 100% | Complied (Annex-3) |
| 3 | Debt Equity Ratio | | Half Year: 0.11 |
| 4 | DSCR Requirement | | Half Year: 1.38 |
| 5 | ISCR Requirement | | Half Year: 15.71 |
| 6 | DRR Requirement | | ₹ 4000 Lakhs (Annex-4) |
| 7 | Net Worth | | ₹ 385051 Lakhs |
| 8 | Net profit after tax | | Half Year: INR 26115.13 Lakhs |
| 9 | Earning Per Share | | Half Year: 0.66 |

B. Details of Payment of Interest/Redemption

| Sl No. | Previous Due Dates of Interest/Redemption during last half year | Interest/Redemption | Status of Payment |
|--------|---|---------------------|-------------------|
| 1 | 2nd March 2021 (Interest) | Interest | Paid |
| 2 | 2nd March 2021 (Principal) | Redemption | Paid |


Asst. Secy

| Sl No | Next Due Dates of Interest & redemption | Interest/Redemption | |
|-------|---|---------------------|--|
| 1 | 2nd September 2021 (Interest) | Interest | |
| 2 | 2nd March 2022 (Principal) | Redemption | |

C. Declaration in respect of Chapter V Clause 52 (7)

This is to certify that the proceeds of the non convertible debt securities were used for the purpose for which they were issued.

Half Yearly Limited Review Report of Auditor is enclosed (Annex-5)


(Anil Kumar)
AIM (B)-Central Accounts



H.K. CHAUDHRY & CO.
CHARTERED ACCOUNTANTS

101, Nirmal Tower,
26 Barakhamba Road,
New Delhi-110001
Tel : 011-41514981,
Telefax : 011-43104898
E-mail : hkcdelhi@yahoo.co.in

To,
The Board of Directors,
Delhi Transco Limited
Shakti Sadan, New Delhi

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT

We have reviewed the accompanying statement of Standalone Unaudited Financial Results of **Delhi Transco Limited** ("the Company") for the half year ended 31st March, 2021 and Balance Sheet as on that date ("the Statement"). This Statement is the responsibility of the Company's management and has been approved by the Board of Directors, at its meeting held on 27th April, 2021. Our responsibility is to issue a report on these Standalone unaudited Financial Statement based on our review.

Scope of Review

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

- (i) Balances of Trade Receivable, Trade Payable, Advance to others parties are subject to confirmation and reconciliation. (Refer Note No. 8). The effect of same is not ascertainable.
- (ii) Refer Note No. 10 which states that the Company is discharging function of SLDC/UI energy as a nodal agency. As a nodal agency bank accounts are in the name of the company but the same are not included in the financial statements. The Nodal agency had earned Interest of Rs. 1482.07 Lakhs on Fixed Deposits as on 31st March, 2020. However, figures for period ended 31st March, 2021 are not ascertained. No records for the functions of UI energy have been maintained.
- (iii) The Company has disclosed various contingent liabilities (Refer Note No. 9) on account of arbitration cases/income tax and other claims. The Company has not ascertained the probable outflow as required by Indian Accounting Standard 37, "Provisions, Contingent Liabilities and Contingent Assets."

- (iv) The Company has not taken impact of foreign exchange fluctuation on foreign currency assets and liabilities outstanding as on 31st March, 2021 in their books in these accounts. (Refer Note No. 6(e))
- (v) Refer Note no. 11 regarding non- provision of amount doubtful of recovery from discoms on account of recalculation of income tax actually paid/assessed for F.Y. 2007-08 to 2011-12 to be recovered from discoms excluding income tax on income other than licence business as per the order of APTEL.
- (vi) The Company has filed application under Vivad Se Vishwas Scheme,2020 for the A.Y 2008-09, A.Y. 2012-13, A.Y. 2014-15 & A.Y.2015-16. Pending the final approval by Income Tax Department , No adjustment for the same has been made in these financial statements. The financial impact of above has not been ascertained. (Refer Note No. 15)

Consequential effect, if any, of adjustments upon of above on Profit and Loss account, and Balance Sheet as on 31st March, 2021, is not ascertainable and cannot be commented upon.

Qualified Conclusion

Based on our review conducted as above, *except for possible effects of the matter specified in the Basis For Qualified Conclusion paragraph above*, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results together with the Notes thereon, prepared in accordance with applicable Accounting standard and other recognized accounting practices and policies has not disclosed the information required to be disclosed the information required in terms of clause 29 of the Simplified Listing Agreement for debt securities including the manner in which it is to be disclosed or that it contains any material misstatement.

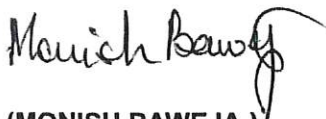
Emphasis Of Matter :

We draw attention to:

- (i) Note No. 6 of notes forming part of financial statement regarding provisions made for employee benefits(based on last year actuarial report), depreciation on fixed assets and Deferred revenue income with respect to grant received from GNCTD are on estimated basis

Our conclusion is not modified in respect of above matter.

For H. K. CHAUDHRY & CO.
CHARTERED ACCOUNTANTS
FRN NO. 006154N



(MONISH BAWEJA)
PARTNER

Membership No. 087384

Place : New Delhi

Dated : 27.04.2021

UDIN: 21087384AAAAAN2599



DELHI TRANSCO LIMITED
 (An undertaking of Government of NCT of Delhi)
 CIN : U40103DL2001SGC111529
 Shakti Sadan, Kotla Road, New Delhi - 110002
 Website : www.dtl.gov.in

Statement of assets and liabilities

| Particulars | INR Lakhs | |
|--------------------------------------|---------------------------------|-------------------------------|
| | As at 31.03.2021 (Unaudited) | As at 31.03.2020 (Audited) |
| ASSETS | | |
| Non-current assets | | |
| Property, plant & equipment | 339,242.83 | 352,716.09 |
| Capital work-in-progress | 20,506.29 | 6,083.11 |
| Intangible assets | 11,930.71 | 12,718.34 |
| Financial assets | 44.08 | 44.08 |
| Other non-current assets | 5,330.35 | 5,120.55 |
| Total non-current assets | 377,054.26 | 376,682.17 |
| Current assets | | |
| Inventories | 514.45 | 600.49 |
| Financial assets | - | - |
| Trade receivables | 127,540.76 | 108,347.72 |
| Cash and cash equivalent | 44,309.20 | 61,489.69 |
| Other financial assets | 12,192.10 | 9,019.23 |
| Current tax assets (net) | 15,432.83 | 16,784.94 |
| Other current assets | 4,379.51 | 5,605.92 |
| Total current assets | 204,368.85 | 201,847.99 |
| TOTAL ASSETS | 581,423.11 | 578,530.16 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| Equity share capital | 395,100.00 | 395,100.00 |
| Other equity | (10,048.31) | (54,084.82) |
| Total equity | 385,051.69 | 341,015.18 |
| Liabilities | | |
| Non-current liabilities | | |
| Financial liabilities | - | - |
| Borrowings | 31,698.08 | 63,051.53 |
| Provisions | 9,445.87 | 7,303.99 |
| Deferred tax liabilities (net) | 53,347.13 | 63,915.72 |
| Total non-current liabilities | 94,491.08 | 134,271.24 |
| Current liabilities | | |
| Financial liabilities | | |
| Trade payables | 19,949.76 | 14,188.08 |
| Other financial liabilities | 34,761.99 | 35,434.78 |
| Other current liabilities | 22,342.98 | 19,060.93 |
| Provisions | 4,909.88 | 12,789.72 |
| Current tax liabilities | 83.47 | 83.47 |
| Total current liabilities | 82,048.08 | 81,556.98 |
| Deferred revenue | 19,832.25 | 21,686.76 |
| TOTAL EQUITY AND LIABILITIES | 581,423.11 | 578,530.16 |

P. K. MALLIK
 DIRECTOR (Finance)
 DELHI TRANSCO LIMITED
 (Govt. of NCT of Delhi Undertaking)
 Shakti Sadan, Kotla Road,
 New Delhi-110002

Mouish Bawaf



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Unaudited financial results for half year ending 31 March 2021

| Particulars | INR Lakhs | | | |
|--|---|---|---|---------------------------------------|
| | 6 months ended 31.03.2021 (Unaudited) | 6 months ended 31.03.2020 (Unaudited) | Year ended 31.03.2021 (Unaudited) | Year ended 31.03.2020 (Audited) |
| Revenue | | | | |
| Revenue from operations | 52,952.51 | 41,514.76 | 106,040.87 | 106,350.27 |
| Other income | 2,309.54 | 2,556.57 | 4,080.93 | 4,681.44 |
| Total revenue | 55,262.05 | 44,071.33 | 110,121.80 | 111,031.71 |
| Expenses | | | | |
| Employee benefits expense | 10,405.71 | 9,443.12 | 20,549.96 | 29,470.24 |
| Finance costs | 2,239.96 | 3,336.75 | 5,043.56 | 6,804.36 |
| Depreciation and amortization expense | 13,854.17 | 16,327.66 | 27,960.91 | 25,695.24 |
| Other expenses | 9,931.41 | 6,568.88 | 15,975.34 | 13,874.27 |
| Total expenses | 36,431.25 | 35,676.41 | 69,529.77 | 75,844.11 |
| Profit before tax and exceptional item | 18,830.80 | 8,394.92 | 40,592.03 | 35,187.60 |
| Exceptional item | - | - | - | - |
| Profit before tax | 18,830.80 | 8,394.92 | 40,592.03 | 35,187.60 |
| Tax expense | | | | |
| Current tax | 4,436.00 | 1,843.23 | 11,472.00 | 6,009.76 |
| Deferred tax | (10,635.87) | 845.14 | (10,568.58) | 16,519.09 |
| MAT credit entitlement | (1,158.00) | (2,059.78) | (4,495.00) | (4,811.90) |
| Tax paid for earlier years | - | - | - | 335.03 |
| Total tax expense | (7,357.87) | 628.59 | (3,591.58) | 18,051.98 |
| Profit for the year | 26,188.67 | 7,766.33 | 44,183.60 | 17,135.62 |
| Other comprehensive income | | | | |
| Items that will not be reclassified to profit or loss | | | | |
| Net actuarial gains/(losses) on defined benefit plans | (73.54) | - | (147.09) | (278.50) |
| Income tax relating to above items | - | - | - | - |
| Other comprehensive income for the year | (73.54) | - | (147.09) | (278.50) |
| Total comprehensive income for the year | 26,115.13 | 7,766.33 | 44,036.51 | 16,857.12 |
| Paid up equity share capital (face value INR 10 each) | 395,100.00 | 395,100.00 | 395,100.00 | 395,100.00 |
| Earnings per equity share (Par value INR 10 each) | | | | |
| Basic & Diluted (INR) | 0.66 | 0.20 | 1.11 | 0.43 |
| Reserves (excluding revaluation reserve) | (10,048.31) | (54,084.82) | (10,048.31) | (54,084.82) |
| Net worth | 385,051.69 | 341,015.18 | 385,051.69 | 341,015.18 |
| Paid up debt capital / outstanding debt | 42,024.08 | 75,039.19 | 42,024.08 | 75,039.19 |
| Outstanding redeemable preference shares | - | - | - | - |
| Debt equity ratio | 0.11 | 0.22 | 0.11 | 0.22 |
| Debenture redemption reserve | 4,000.00 | 5,000.00 | 4,000.00 | 5,000.00 |
| Debt service coverage ratio | 1.38 | 2.90 | 1.92 | 3.02 |
| Interest service coverage ratio | 15.71 | 8.31 | 13.87 | 9.59 |


P. K. MALLIK
 DIRECTOR (FINANCE)
 DELHI TRANSCO LIMITED
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 New Delhi-110002


 Manish Bawaf




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Notes forming part of half yearly financial results for the period ending 31 March 2021

- 1 The financial results for the half year ended 31 March 2021 have been reviewed by Audit Committee and approved by Board of Directors at their meeting held on 27th April 2021. The Statutory Auditors appointed by the company have conducted a limited review of these financial results.
- 2 The financial results of the company have been prepared on accrual basis of accounting in accordance with Indian Accounting Standards ("Ind AS") notified under Companies (Indian Accounting Standards) Rules, 2015 as prescribed under Section 133 of the Companies Act, 2013, the Companies Act, 2013 and the provisions of the Electricity Act, 2003 to the extent applicable.
- 3 In the opinion of the management, there is only one reportable segment ("power transmission & SLDC functions"). Accordingly, no separate disclosure for segment reporting is required to be made in the financial results of the Company. Further, the Company operates only in one geographical segment which is India.
- 4 The operational income (tariff income) for financial year 2020-21 has been recognized on the basis of tariff order passed by DERC dated 28th August 2020.
- 5 Tariff income from SLDC charges for half year ended 31st March 2021 has been recognised on the basis of tariff order for FY 2008-09 passed by DERC for SLDC charges as the tariff order for financial year 2020-21 is yet to be issued.
- 6 The working results for the year and half year ended 31st March 2021 have been arrived after considering the provisions for employee benefits, depreciation on fixed assets, deferred revenue income which are accounted on estimated basis as follows: (a) Employee Benefits: INR 2041.19 Lakhs (based on actuarial valuation of last year) (b) Depreciation on fixed assets: INR 27960.91 Lakhs (based on estimated capitalization of FY 2020-21) (c) Deferred revenue income on MOU Grant : INR 1125.19 Lakhs (based on last year figure) (e) Impact of Foreign Exchange Fluctuation is not taken into consideration for half year ended 31.03.2021.
- 7 Debentures amounting to INR 2,000.00 lakh were redeemed on the date of maturity i.e. 2 March 2021 on yearly basis. The closing balance of Debentures as on 31 March 2021 is INR 8,000.00 lakhs. Interest on debentures has been paid on half yearly basis on 2nd March and 2nd September.
- 8 Balances of sundry debtors, sundry creditors and advance to other parties are subject to confirmation and reconciliation. These balances includes outstanding since 2010. The effect of the same is not ascertainable.
- 9 The company has disclosed various contingent liabilities on account of arbitration/court cases, property tax and other claims. The company has not ascertained the probable outflow as required by Indian Accounting Standard 37, "Provisions, Contingent Liabilities and Contingent Assets".
- 10 The Company is discharging function of SLDC/UI energy as a nodal agency. As a nodal agency bank accounts are in the name of the company but the same are not included in the financial statements. The company as a nodal agency earned interest of Rs.1482.07 lakhs on fixed deposits on which TDS Rs.148.21 lakhs was deducted during the financial year 2019-20, however figures for the period ended 31st March 2021 are not ascertained.
- 11 The APTEL(Appellate Tribunal for Electricity) vide its order dated 01.12.2016 held that the Company(DTL) is entitled to claim the Income tax for FY 2007-08 to FY 2011-2012 actually paid /assessed excluding the income tax on income other than license business from discoms and remanded the matter to DERC for verification. The DERC vide its order dated 30.12.2019 upheld the same. The Company has filed an appeal with the Hon'ble APTEL against the above order. The Company is showing INR 22412.70 Lakhs recoverable from discoms on account of income tax assessed/actually paid without segregating the income tax assessed/actually paid into income tax on licence and non-licence business as per the order of the APTEL. No provision has been made in the accounts in respect of the amount doubtful of recovery from the discoms on recalculation of the above amount in accordance with the order of the APTEL.
- 12 As per the directive of Tariff order for FY 2020-21 "The commission directs the petitioner to disburse Short Term Open Access charges to Discoms as per applicable rules & regulations on monthly basis on the date of raising transmission charges bills. Further, no adjustment of STOA charges shall be made towards any past dues/adjustment in transmission bills of utilities". Since BRPL and BYPL are defaulting in payments of their outstanding dues against transmission charges therefore STOA charges payable to them are adjusted against their outstanding dues.
- 13 In the tariff order of DERC dated 28.08.2020 on true up of expenditure of FY 2018-19, Tariff on ISTS Lines of Rs. 312 Lakhs was considered as non tariff income in the current year and deducted the same from the ARR (Tariff) for FY 2020-21. Accordingly, the amount of INR 312 Lakhs is now written off from liability (amount received from PGCIL) and considered as income in FY 2020-21 due to True up of Tariff for FY 2018-19 as per Order of DERC.
- 14 Licence Fees paid on various lands amounting to INR 1158.63 Lakhs in FY 2020-21 are booked as expense, as Lease Term of these land are on perpetual basis.
- 15 The company has opted 4 cases (AY 2008-09, AY 2012-13, AY 2014-15 & AY 2015-16) for Vivad se Viswas Scheme which are pending before the various appellate authorities. Necessary forms and declarations have been filed by DTL under Vivad se Viswas Scheme. The matter is still awaiting for final orders from the Income Tax Department.
- 16 In compliance of Directions of DERC vide order dated 28th August 2020 and earlier orders of DERC a provision of Rs. 17.35 crore has been created for payment to IPGCL towards Carrying Cost.
- 17 Due to inadvertent error in the calculation of deferred tax liability in FY 2019-20, deferred tax was overstated by Rs. 15156.44 Lakhs and the same has been rectified during the year. This will not have any additional cash outflow/inflow.
- 18 No investor complaints were pending at the beginning of half year and no complaints were received during the said half year.
- 19 Previous period's figures have been regrouped/re-classified wherever deemed necessary.

By order of the Board of Directors
For Delhi Transco Limited


P. K. MALLIK
DIRECTOR (FINANCE)
DELHI TRANSCO LIMITED
Director (Finance) of NCT of Delhi Undertaking
Shakti Sadan, Kotla Marg,
New Delhi-110002



Place : New Delhi
Date : 27 April 2021

Pursuant to SEBI notifications, CRISIL Limited (CRISIL) has transferred its Ratings business to its wholly owned subsidiary, CRISIL Ratings Limited (CRISIL Ratings), with effect from December 31st 2020. Any reference to CRISIL in the documents published by the Ratings division of CRISIL, such as Rating Rationales, Credit Rating Reports, Press Releases, Criteria, Methodology, FAQs, Policies and Disclosures, shall henceforth refer to CRISIL Ratings.

Rating Rationale

January 29, 2021 | Mumbai

Delhi Transco Limited

Rating reaffirmed at 'CRISIL A+' ; outlook revised to 'Positive'

Rating Action

Bond Aggregating Rs.600 Crore

CRISIL A+/Positive (Outlook revised from 'Stable' and Reduced from Rs.620 Crore)

1 crore = 10 million

Refer to Annexure for Details of Instruments & Bank Facilities

Detailed Rationale

CRISIL Ratings has revised its outlook on Delhi Transco Ltd's (DTL's) rating to 'Positive' from 'Stable' and reaffirmed the rating at 'CRISIL A+'.

The rating on bonds worth Rs 20 crore has been withdrawn as the same have been fully redeemed. The rating action is in-line with CRISIL's policy on withdrawal of ratings (*refer Annexure - Details of Rating Withdrawn*).

The revision in outlook reflects the improvement in DTL's financial risk profile due to sustained healthy payment collection from BSES Rajdhani Power Ltd (BRPL) and BSES Yamuna Power Ltd (BYPL). DTL received 130% (includes past dues) of the amount billed from these two counterparties in fiscal 2020, against 114% for the previous fiscal. Receipts from the remaining counterparties continues to be healthy at over 95%. The improved cash flow has strengthened overall liquidity, thus enabling DTL to prepay a large part of its external borrowing. The interest coverage ratio and gearing are expected to improve to over 10 times and below 0.2 time, respectively, as on March 31, 2021, against 4.6 times and 0.8 time, respectively, as on March 31, 2017.

In fiscal 2021, despite lower collections during the first quarter due to Covid-19 related disruptions, the company has been able to collect 93% of its dues from power distribution companies (discoms) in the nine months ended December 31, 2020. The collection efficiency is also supported by the Government of National Capital Territory of Delhi (GoNCTD) paying a power subsidy of around Rs 400 crore annually, attributable to BRPL and BYPL, directly to DTL. Furthermore, BRPL and BYPL have submitted a liquidation plan for clearing all the dues till fiscal 2024, which lends additional support.

Continued receipt of timely payments from key counterparties such as BYPL, BRPL, and Tata Power Delhi Distribution Ltd (TPDDL); as well as sustenance of adequate liquidity will be key monitorables.

The rating factors in DTL's monopoly in Delhi's transmission business, efficiency of operations in terms of low transmission loss and above-normative line availability leading to full recovery of cost under the regulated tariff structure, and healthy financial risk profile. These strengths are partially offset by weak counterparty risk profile.

Key Rating Drivers & Detailed Description

Strengths:

Monopoly in intra-state power transmission business in Delhi

DTL enjoys a natural monopoly and transmits power from the central generating utilities, Pragati Power Corporation Ltd (PPCL) and Indraprastha Power Generation Co Ltd (IPGCL), and from private generators to discoms in Delhi. This monopoly is likely to continue over the long term as the economies of power transmission do not favour multiple networks in the same area. Also, as the designated state transmission utility (STU), DTL plans and coordinates the wheeling of power and plays a crucial role in the state's economy, as the entire power available in the state flows through its network.

Full recovery of cost under regulated tariff structure

The company operates under a well-developed regulatory framework. Tariff is determined by the Delhi Electricity Regulatory Commission (DERC), and enables DTL to recover expenses and allows for return on capital employed (RoCE; which includes interest cost) based on network availability, provided it meets DERC's stipulated operating norms. DTL has

continuously recovered revenue as set in tariff orders issued by DERC, supported by efficient operations with line availability of over 99%, as against the performance benchmark of 98% set by the regulator for full recovery of cost and RoCE.

Efficient operations

Transmission loss of less than 1% on its own network indicates DTL's efficient operating profile. Although recovery of receivables from key customers was previously delayed, collection has improved since April 2016, supported by GoNCTD paying the power subsidy of around Rs 400 crore annually to DTL. The company's transmission network had above-normative line availability, leading to full recovery of fixed cost.

Healthy financial risk profile

Financial risk profile has improved with higher collection efficiency from discoms. Gearing reduced to 0.23 time as on March 31, 2020, from 1.55 times as on March 31, 2014, because of steady accretion to reserve and a Government of India grant of Rs 200 crore in fiscal 2015, which is considered as part of networth. Interest coverage ratio steadily increased to 9.7 times for fiscal 2020, from 4.6 times for fiscal 2017, and is expected to further improve over the medium term with sustained accrual and prepayment of government debt.

Weakness:

Weak counterparty risk profile

Main counterparties, BRPL and BYPL (accounting for over 60% of DTL's revenue), have weak financial risk profiles because of large regulatory asset base and high gearing. This has, in the past, led to significant build-up of receivables, thereby adversely impacting liquidity. Receivables increased to Rs 1,740 crore as on March 31, 2018, from Rs 379 crore as on March 31, 2011. Post the Supreme Court's order in May 2016, directing the discoms in Delhi to clear DTL's dues, the collection efficiency has improved significantly. Receivables have declined to Rs 1,399 crore as on September 30, 2020. Nonetheless, any build-up of receivables over the medium term will remain a key rating sensitivity factor.

Liquidity: Strong

Cash and bank balance stood at around Rs 500 crore and unutilised working capital limit was Rs 175 crore, as on September 30, 2020. Cash accrual is expected to be sufficient to cover debt obligation over the medium term. Flexibility in terms of servicing GoNCTD loans further supports liquidity.

Outlook Positive

CRISIL believes DTL's financial risk profile is likely to improve further, given higher collection efficiency from discoms along with liquidation of past dues.

Rating Sensitivity factors

Upward factors

- Continued collection efficiency of over 90% from discoms along with recovery of past dues
- Sustained improvement in the financial risk profile on account of strong operational performance and moderate capital expenditure (capex)

Downward factors

- Collection efficiency falling below 80% on a sustained basis
- Any large, debt-funded capex weakening the financial risk profile

About the Company

DTL, established in 2001, is wholly-owned by GoNCTD with a direct holding of 93.4% and holding through Delhi Power Company Ltd (DPCL) of 6.6%. As envisioned in the Delhi Electricity Reform (Transfer Scheme) Rules, 2001, the erstwhile Delhi Vidyut Board was unbundled into one holding company (DPCL), two generation companies (IPGCL and PPCL), a transmission company (DTL), and three discoms (South-West Delhi Electricity Distribution Company Ltd, Central-East Delhi Electricity Distribution Company Ltd, and North-Northwest Delhi Distribution Company Ltd). The three discoms were privatised and were renamed BRPL, BYPL, and TPDDL. DTL was initially involved in transmission and bulk power trading. Under the provisions of the Electricity Act 2003, DTL divested its bulk supply business in April 2007. This business was transferred to the three discoms. All power purchase agreements signed with DTL by the central power utilities, state generating companies, and private generators were transferred to the three discoms. Due to the transfer, DTL is currently involved in transmission and has been designated as the STU in the National Capital Region.

Key Financial Indicators (CRISIL Adjusted numbers)

| Particulars | Unit | 2020 | 2019 |
|---------------------------------|----------|------|------|
| Revenue | Rs crore | 1070 | 1152 |
| Profit after tax (PAT) | Rs crore | 161 | 350 |
| PAT margin | % | 15.0 | 30.4 |
| Adjusted debt/adjusted networth | Times | 0.23 | 0.29 |
| Interest coverage | Times | 9.69 | 6.99 |

Any other information: Not applicable

Note on complexity levels of the rated instrument:

CRISIL complexity levels are assigned to various types of financial instruments. The CRISIL complexity levels are available on www.crisil.com/complexity-levels. Users are advised to refer to the CRISIL complexity levels for instruments that they consider for investment. Users may also call the Customer Service Helpdesk with queries on specific instruments.

Annexure - Details of Instrument(s)

| ISIN No | Name of instrument | Date of allotment | Coupon rate | Maturity date | Issue size (Rs crore) | Complexity Level | Rating assigned with outlook |
|--------------|--------------------|-------------------|-------------|---------------|-----------------------|------------------|------------------------------|
| INE491F07068 | Long-term bonds | 02-03-2010 | 9.5% | 02-Mar-21 | 20 | Simple | CRISIL A+/Positive |
| INE491F07076 | Long-term bonds | 02-03-2010 | 9.5% | 02-Mar-22 | 20 | Simple | CRISIL A+/Positive |
| INE491F07084 | Long-term bonds | 02-03-2010 | 9.5% | 02-Mar23 | 20 | Simple | CRISIL A+/Positive |
| INE491F07092 | Long-term bonds | 02-03-2010 | 9.5% | 02-Mar24 | 20 | Simple | CRISIL A+/Positive |
| INE491F07100 | Long-term bonds | 02-03-2010 | 9.5% | 02-Mar25 | 20 | Simple | CRISIL A+/Positive |
| NA | Long-term bonds # | NA | NA | NA | 500 | Simple | CRISIL A+/Positive |

#Yet to be issued

Annexure - Details of rating withdrawn

| ISIN No | Name of instrument | Date of allotment | Coupon rate | Maturity date | Issue size (Rs crore) |
|--------------|--------------------|-------------------|-------------|---------------|-----------------------|
| INE491F07050 | Long Term Bonds | 02-03-2010 | 9.5% | 02-03-2020 | 20 |

Annexure - Rating History for last 3 Years

| Instrument | Type | Current | | 2021 (History) | | 2020 | | 2019 | | 2018 | | Start of 2018 |
|------------|------|--------------------|--------------------|----------------|--------|----------|------------------|----------|-----------------|----------|----------------------|----------------------|
| | | Outstanding Amount | Rating | Date | Rating | Date | Rating | Date | Rating | Date | Rating | Rating |
| Bond | LT | 600.0 | CRISIL A+/Positive | | -- | 29-01-20 | CRISIL A+/Stable | 15-01-19 | CRISIL A/Stable | 26-04-18 | CRISIL BBB+/Positive | CRISIL BBB+/Negative |

All amounts are in Rs.Cr.

Links to related criteria[CRISILs Approach to Financial Ratios](#)[Rating criteria for manufacturing and service sector companies](#)[Criteria for Rating power transmission projects](#)[CRISILs Approach to Recognising Default](#)[The Rating Process](#)

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Mr. P.K. Malik
Director Finance
Delhi Transco Limited
Shakti Sadan Building
Kotla Marg,
New Delhi-110002

February 18, 2021

Dear Sir/Madam,

Re: Rating Letter for Bank Loan Ratings of Delhi Transco Limited

India Ratings and Research (Ind-Ra) has affirmed Delhi Transco Limited's (DTL) Long-Term Issuer Rating at 'IND AA-'. The Outlook is Stable. The instrument-wise rating actions are as follows:

| Instrument Type | Maturity Date | Size of Issue (billion) | Rating/Outlook | Rating Action |
|---|---------------|---------------------------------|-------------------------|---------------|
| Long-term loans | June 2025 | INR3.402 (reduced from INR4.33) | IND AA-/Stable | Affirmed |
| Bond programme | - | INR1.0 (reduced from INR1.2) | IND AA-/Stable | Affirmed |
| Fund-based limits | - | INR1.40 | IND AA-/Stable /IND A1+ | Affirmed |
| Non-fund-based limits (carved out of long-term bank loan facility) | - | INR1 (increased from INR0.5) | IND AA-/Stable /IND A1+ | Affirmed |

In issuing and maintaining its ratings, India Ratings relies on factual information it receives from issuers and underwriters and from other sources India Ratings believes to be credible. India Ratings conducts a reasonable investigation of the factual information relied upon by it in accordance with its ratings methodology, and obtains reasonable verification of that information from independent sources, to the extent such sources are available for a given security.

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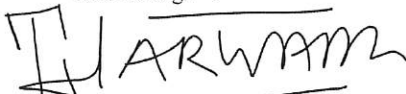
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We are pleased to have had the opportunity to be of service to you. If we can be of further assistance, please contact the undersigned at +91 22 4000 1700.

Sincerely,

India Ratings



Prashant Tarwadi
Director



Siva Subramanian
Director

Annexure: Facilities Breakup

| Instrument Description | Banks Name | Ratings | Sanction Amount (INR million) |
|--------------------------------------|---------------------|------------------------|-------------------------------|
| Long-term loans | Allahabad Bank | IND AA-/Stable | 1661.4 |
| Long-term loans | State Bank of India | IND AA-/Stable | 1741 |
| Fund Based Working Capital Limit | Allahabad Bank | IND AA-/Stable/IND A1+ | 1000 |
| Non-Fund Based Working Capital Limit | Allahabad Bank | IND AA-/Stable/IND A1+ | 1000 |
| Fund Based Working Capital Limit | State Bank of India | IND AA-/Stable/IND A1+ | 400 |

ANNEXURE

| Instrument Type | ISIN | Date of Issuance | Maturity Date | Coupon Rate (%) | Size of Issue (billion) | Rating/Outlook |
|-----------------|--------------|------------------|---------------|-----------------|-------------------------|----------------|
| Bonds | INE491F07050 | 2 March 2010 | 2 March 2020 | 9.5 | INR0.2 | WD* |
| Bonds | INE491F07068 | 2 March 2010 | 2 March 2021 | 9.5 | INR0.2 | IND AA-/Stable |
| Bonds | INE491F07076 | 2 March 2010 | 2 March 2023 | 9.5 | INR0.2 | IND AA-/Stable |
| Bonds | INE491F07084 | 2 March 2010 | 2 March 2024 | 9.5 | INR0.2 | IND AA-/Stable |
| Bonds | INE491F07092 | 2 March 2010 | 2 March 2024 | 9.5 | INR0.2 | IND AA-/Stable |
| Bonds | INE491F07100 | 2 March 2010 | 2 March 2025 | 9.5 | INR0.2 | IND AA-/Stable |
| Total | | | | | INR 1.0 | |

UAM



H.K. CHAUDHRY & CO.
CHARTERED ACCOUNTANTS

101, Nirmal Tower,
26 Barakhamba Road,
New Delhi-110001
Tel. : 011-41514981,
Telefax : 011-43104898
E-mail : hkcdelhi@yahoo.co.in

Independent Chartered Accountant Certificate

The Management of Delhi Transco Limited having registered office at Shakti Sadan, Kotla Road, New Delhi has requested us to issue a certificate confirming that assets of Company as on 31st March, 2021 which are available by way of security are sufficient to discharge the claims of the debenture holders as and when they become due for onward submission to IFCI Ltd

Management Responsibility

Management of Company is responsible for providing correctness of information for issuance of the certificate.

Our's Responsibility

Our responsibility is to certify that assets of Company as on 31st March, 2021 which are available by way of security are sufficient to discharge the claims of debenture holders as and when they become due on the basis of Balance Sheet and other information and documents made available to us.

Opinion

On the basis of Books of accounts and record presented before us, the assets of Delhi Transco Limited as on 31st March, 2021 which are available by way of security are sufficient to discharge the claims of the debenture holders as and when they become due.

For H.K. Chaudhry & Co.
Chartered Accountants
Firm Registration NO. 06154N

Monish Baweja

Monish Baweja
Partner

M.No 087384

Place: New Delhi

Date : 01/06/2021

UDIN : 21087384AAAAA09797





H.K. CHAUDHRY & CO.
CHARTERED ACCOUNTANTS

101, Nirmal Tower,
26 Barakhamba Road,
New Delhi-110001
Tel. : 011-41514981,
Telefax : 011-43104898
E-mail : hkcdelhi@yahoo.co.in

Independent Chartered Accountant Certificate

The Management of Delhi Transco Limited having registered office at Shakti Sadan, Kotla Road, New Delhi has requested us to issue a certificate confirming that Company has maintained Debenture Redemption Reserve and invested sufficient amount in prescribed modes in respect of debentures maturing in F.Y. 2020-21 as per Circular No. 04/2013 dtd 11/02/2013 issued by Ministry of Corporate Affairs as on 31.03.2021 for onward submission to IFCI Ltd

Management Responsibility

Management of Company is responsible for providing correctness of information for issuance of the certificate.

Our's Responsibility

Our responsibility is to certify that assets of Company. The Company has maintained Debenture Redemption Reserve and invested sufficient amount in prescribed modes in respect of debentures maturing in F.Y. 2020-21 as per Circular No. 04/2013 dtd 11/02/2013 issued by Ministry of Corporate Affairs as on 31.03.2021

Opinion

On the basis of Books of accounts and record presented before us, We certify that:

- A. The Delhi Transco Limited has transferred a sum of Rs. 10000 lakhs equivalent to 50% of the value of Debentures issued amounting to Rs.20000 lakhs to Debenture Redemption Reserve, out of its profit in accordance with Circular No.04/2013 dated 11/02/2013 issued by Ministry of Corporate Affairs. As on 31.03.2021 Debenture Redemption Reserve Stands for Rs. 4000 Lakhs.



B. The Company has invested a sum of Rs.300 lakhs, not less than 15% of the debenture amount of Rs. 2000 lakhs, maturing during Financial Year 2021-22 for period ending on 31/03/2021 in prescribed modes, as mentioned in Circular No.04/2013 dated 11/02/2013 issued by Ministry of Corporate Affairs.

For H.K. Chaudhry & Co.
Chartered Accountants
Firm Registration NO. 06154N

Monish Baweja

Monish Baweja

Partner

M.No 087384

Place: New Delhi

Date : 01/06/2021

UDIN : 21087384AAAAPI332

