INDEPENDENT AUDITOR'S REPORT

To The Board of Director Of
THE ZINC Holding BV.

Opinion

We have audited the financial statements of **"THE ZINC Holding BV"** ("the Company") which comprise the Balance Sheet as at March 31, 2023, Statement of Profit And Loss (Including other Comprehensive Income), Statement of Changes in Equity and Statement Of Cash Flows for the year ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the Financial Statements)

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2023 and its profits including other 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) spesified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our Audit of the financial statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical resposibilities in accordance with these requirements and the ICAI's Code of Ethics. We belive that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statement.

Responsibilities of Management and Those Charged with Governance for the 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 financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flow and the statement of changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. read with relevant rules issued thereunder.

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 andother 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about wheter 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. misstatement can aries from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected ot influence the economic decisions of users take on the basis of these fianancial statements.

As part of an audit in accordance with SAs, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit, We also;

* identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, desing and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficent and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher then for one resulting from error , as fraud my involve collusion, forgery , intentinal omission, misrepresentations, or the override of internal control.

* Obtain an understanding of internal financial control relevant to the audit in order to desing audit procedures thet are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

* Evaluate the appropriteness of acconting policies used and the reasonableness of accounthing estimates and related disclosures made by the management.

* Conclude on the appropriteness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists releted to events or condition that my cast significant doubt on the entity's ability to continue as a going concen. 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 indequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However , future events or conditions may cause the entity to cease to continue as a going concern.

* 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.

Other Matter

The financial statements are prepared to assist Vedanta Limited, holding Company to prepare its consolidated financial statement as per generally accepted accounting principles in india. As a result, the financial statement may not be suitable for another purpose. Our report in intended solely for the company and its holding company and should not be distributed or used by parties other than for the preparation of consolidated financial statement of halding Company. We hereby provide consent that a copy may be provided to auditors of holding Company.

For Rakesh M. Agrawal & Associates
Chartered Accountants
(Firm Registration No. : 127710W)

RAKESH M. AGRAWAL & ASSOCIATES CHARTERED ACCOUNTANTS
Mem.No. 124943

Rakesh M Agrawal
Proprietor
Membership No. 124943
Place : Bhiwandi
Date : 04 May 2023
Udin No : 23124943BGXZEH4633

THL ZINC HOLDING BV
Balance sheet as at 31 March 2023

(Amount in USD)

Particulars	Notes	As at 31 March 2023	As at 31 March 2022
ASSETS			
Non-current assets			
Financial Assets			
(a) Investments	5	226,000,000	226,000,000
(b) Loans	6	632,400	61,732,400
		226,632,400	287,732,400
Current assets			
Financial Assets			
(a) Cash and cash equivalents	7	1,505,750	2,926,112
(b) Loan	8	1,000,000	114,809,778
(b) Others	9	703,507	10,080,831
Other Current Assets	10	55,926	36,828
		3,265,183	127,853,549
Total		229,897,583	415,585,949
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	11	5,110,047	5,110,047
(b) Other equity		(325,268,366)	(332,047,182)
		(320,158,319)	(326,937,135)
Non current liabilities			
Financial Liabilities			
(a) Borrowings	12	3,366,368	-
		3,366,368	-
Current liabilities			
Financial Liabilities			
(a) Borrowings	13	546,519,617	729,719,617
(b) Others	14	59,729	12,054,170
Current tax liabilities	15	110,188	749,297
		546,689,534	742,523,084
Total		229,897,583	415,585,949

The accompanying notes form an integral part of the financial statements

As per our report of even date

For Rakesh M Agrawal & Associates
Chartered Accountants
(Registration No. : 127710W)

RAKESH M. AGRAWAL & ASSOCIATES CHARTERED ACCOUNTANTS Mem.No. 124943

Rakesh M Agrawal
Proprietor
Membership No. 124943
Place : Bhiwandi
Date: 04 May 2023

For and on behalf of THL Zinc Holding BV

Anupam Kumar Agarwal

Place : New Delhi
Date: 04 May 2023

THL ZINC HOLDING BV

Statement of Profit or Loss For the year ended 31 March 2023

	Notes	As at 31 March 2023	As at 31 March 2022
			(Amount in USD)
INCOME			
Other income	16	12,373,949	18,228,578
		12,373,949	18,228,578
EXPENDITURE			
Finance costs	17	5,430,314	13,711,381
Other expenses	18	154,734	117,038
		5,585,048	13,828,419
Profit before tax		6,788,901	4,400,159
Tax expense	19	(10,085)	(551,581)
Profit for the year		6,778,816	3,848,578
Total comprehensive income for the year		6,778,816	3,848,578
Earning per equity share of EUR 1 each			
Basic EPS and diluted EPS (USD per share)	21	**1.81**	1.03

The accompanying notes form an integral part of the financial statements

As per our report of even date

For Rakesh M Agrawal & Associates
Chartered Accountants
(Registration No.: 127710W)

Mem.No. 124943

Rakesh M Agrawal
Proprietor
Membership No. 124943
Place : Bhiwandi
Date: 04 May 2023

For and on behalf of THL Zinc Holding BV

Anupam Kumar Agarwal

Place : New Delhi
Date: 04 May 2023

THL ZINC HOLDING BV
Statement of Changes in Equity for the year ended 31 March 2023

(Amount in USD)

	Issued Capital	Other Equity reserve#	Retained earnings*	Total Equity
At 01 April 2021	5,110,047	(429,548,296)	93,652,536	(330,785,713)
Total comprehensive income for the year	-	-	3,848,578	3,848,578
At 31 March 2022	5,110,047	(429,548,296)	97,501,114	(326,937,135)
At 01 April 2022	**5,110,047**	**(429,548,296)**	**97,501,114**	**(326,937,135)**
Total comprehensive income for the year	-	-	**6,778,816**	**6,778,816**
At 31 March 2023	**5,110,047**	**(429,548,296)**	**104,279,930**	**(320,158,319)**

* Retained earnings are created out of profits each year and are available for distribution of dividends or issuance of bonus shares, subject to applicable rules.

\# Other equity reserve represents adjustments on sale of loan in earlier years.

As per our report of even date

For Rakesh M Agrawal & Associates
Chartered Accountants
(Registration No.: 127710W)

Mem.No.
124943

Rakesh M Agrawal
Proprietor
Membership No. 124943
Place : Bhiwandi
Date: 04 May 2023

For and on behalf of THL Zinc Holding BV

Anupam Kumar Agarwal

Place : New Delhi
Date: 04 May 2023

THL ZINC HOLDING BV
Statement Of Cash Flows
For The Year Ended 31 March 2023

	Year ended 31 March 2023	(Amount in USD) Year ended 31 March 2022
Profit before taxation	**6,788,901**	4,400,159
Adjusted for:		
- Interest income	**(5,178,827)**	(16,101,530)
- Preference share capital dividend income	**(4,900)**	(4,900)
- Interest on loan	**5,429,609**	13,710,596
- Income on fair valuation of inter company loan	**(7,190,222)**	(2,122,148)
	(155,439)	(117,823)
Working capital changes:		
- Change in other receivables	**43,587**	(136,404)
- Change in other payables	**(20,326)**	28,686
	23,261	(107,718)
Cash used in operations	**(132,178)**	(225,541)
Tax paid	**(649,194)**	(12,681)
Net cash used in operating activities	**(781,372)**	(238,222)
Investing activities		
Loan repaid by related parties	**182,500,000**	19,419,416
Loan given to related parties	**(400,000)**	(1,232,400)
Interest received	**14,498,366**	8,364,402
Net cash generated from investing activities	**196,598,366**	26,551,418
Financing activities		
Loan to related party	**-**	(8,000,000)
Repayment of borrowings	**(179,833,632)**	-
Interest paid	**(17,403,724)**	(16,913,486)
Net cash used in financing activities	**(197,237,356)**	(24,913,486)
Net (decrease)/increase in cash and cash equivalents	**(1,420,362)**	1,399,709
Cash and cash equivalents at beginning of the year	**2,926,112**	1,526,403
Cash and cash equivalents at end of the year	1,505,750	2,926,112

As per our report of even date

For Rakesh M Agrawal & Associates
Chartered Accountants
(Registration No.: 127710W)

Mem.No. 124943

Rakesh M Agrawal
Proprietor
Membership No. 124943
Place : Bhiwandi
Date: 04 May 2023

For and on behalf of THL Zinc Holding BV

Anupam Kumar Agarwal

Place : New Delhi
Date: 04 May 2023

THL Zinc Holding BV
Notes to the Financial Statements
For the year ended 31 March 2023

1 Company Overview

THL Zinc Holding B.V. (the "Company") is a private company with limited liablity ("Besloten Vennootschap"), existing under the laws of the Netherlands, incorporated on April 20, 2007. The Company has its statutory seat and principal place of business in Amsterdam, the Netherlands. The principal activity of the company is holding of investments and financing activities.

The financial statements under Ind AS are prepared for the purpose of preparing consolidated financial statement of holding company, Vedanta Limited. These financial statements are non-statutory accounts.

Vedanta Limited, has provided the Company with a letter of financial support where it confirms that it will provide the necessary financial support and financing arrangements to enable the Company to meet all its external and group company liabilities, as and when they fall due, over the next eighteen months.

2 Basis of preparation and basis of measurement of financial statements

(a) Basis of preparation

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Companies Act, 2013 (the Act) (as amended from time to time).

These financial statements have been prepared in accordance with the accounting policies, set out below and were consistently applied to all periods presented unless otherwise stated.

These financial statements are approved for issue by the Board of Directors on 04 May 2023.

(b) Basis of Measurement

The financial statements have been prepared on a historical-cost basis and are denominated in United States Dollars ("USD").

3(a) Accounting Policies

(i) Financial Instruments

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

(a) Financial Assets – Recognition & subsequent measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

For purpose of subsequent measurement, these instruments are classified as debt instruments at amortised cost.

Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

(b) Financial Asset - Derecognition

The Company derecognises a financial asset when the contractual rights to cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred.

(c) Impairment of financial assets

In accordance with Ind AS 109, the Group applies expected credit loss ("ECL") model for measurement and recognition of impairment loss on the financial assets. At each reporting date, for recognition of impairment loss on other financial assets and risk exposure, the Company determines whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-months ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the Company reverts to recognising impairment loss allowance based on 12-month ECL.

3(a) Accounting Policies (continued)

(i) Financial Instruments (continued)

ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the entity expects to receive, discounted at the original EIR.

ECL impairment loss allowance (or reversal) during the year is recognized as income/ expense in profit or loss.

(d) Financial liabilities – Recognition & Subsequent measurement

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

After initial recognition, interest-bearing loans and borrowings and trade and other payables are subsequently measured at amortised cost using the EIR method.

(e) Financial liabilities – Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

(ii) Investment in subsidiary

A subsidiary is an entity (including special purpose entities) over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Investments in subsidiaries represent equity holdings in subsidiaries except preference shares, valued at cost less any provision for impairment. Investments are reviewed for impairment if events or changes in circumstances indicate that the carrying amount may not be recoverable.

The Company has taken advantage of paragraph 4(a) of Ind AS 110 - Consolidated Financial Statements", which dispenses it from the need to present consolidated financial statements. The Company is wholly owned by Vedanta Resources Limited which prepares company accounts that comply with International Financial Reporting Standards and these are available for public use from the company secretary, Vedanta Resources Plc, 8th Floor, 20 Farringdon Street, London, EC4A 4AB and at www.vedantaresources.com.

(iii) Accounting for Foreign currency transactions and translations

Functional and presentation currency

The directors consider United States Dollar ("USD") to be the currency that most faithfully represents the economic effect of the underlying transactions, events and conditions. The USD is the currency in which the Company measures its performance and reports its results, as well as the currency in which it receives capital contribution from its investors. This determination also considers the competitive environment in which the Company operates. The Company's financial statements are presented in USD.

Foreign currency translations

Transactions during the year including income and expenses are translated at the rate of exchange prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rate of exchange at the reporting date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

(iii) Accounting for Foreign currency transactions and translations (continued)

Foreign currency transaction gains and losses on financial instruments classified as fair value through profit or loss are included in profit or loss as part of the 'Net gain or loss on financial assets and liabilities at fair value through profit or loss'. Exchange differences on other financial instruments are included in profit or loss as 'Net foreign exchange gains/(losses).

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

3(a) Accounting Policies (continued)

(iv) Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is classified as current when it satisfies any of the following criteria:

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

All other assets are classified as non-current.

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

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

All other liabilities are classified as non-current.

(v) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand and short-term money market deposits which have a maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(vi) Revenue recognition

Interest income

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

Dividends

Dividend income is recognised in the consolidated income statement only when the right to receive payment is established, provided it is probable that the economic benefits associated with the dividend will flow to the Group, and the amount of the dividend can be measured reliably.

(vii) Borrowing costs

Borrowing cost includes interest expense as per effective interest rate (EIR).

EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial liability or a shorter period, where appropriate, to the amortised cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options).

(viii) Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the financial position date in the country where the Company operates and generates taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities. Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred income tax is recognised in full, using the liability method, on all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the financial position date and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

3(a) Accounting Policies (continued)

(viii) Taxation

Deferred income tax assets on accumulated tax losses are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income taxes assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

3(b) Application of new and revised standards

The Company has adopted, with effect from 01 April 2022, the following new and revised standards and interpretations. Their adoption has not had any significant impact on the amounts reported in the financial statements.

1. Amendment to INDAS 37 regarding costs that an entity needs to include when assessing whether a contract is onerous or loss-making.
2. Amendment to INDAS 109 Financial Instrument regarding inclusion of fees in the '10 per cent' test for derecognition of financial liabilities.
3. Amendment to INDAS 103 Business Combination, Reference to the Conceptual Framework for Financial Reporting.

Standards notified but not yet effective:

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated 31 March 2023, effective from 01 April 2023, resulting in certain amendments as mentioned below:
1. Ind AS 1 Presentation of financial statements: The amendment requires disclosure of material accounting policies rather than significant accounting policies;
2. Ind AS 12 Income Taxes: The amendment clarifies application of initial recognition exemption to transactions such as leases and decommissioning obligations;
3. Ind AS 8 Accounting Policies, Change in Accounting Estimates and Errors: The amendment replaces definition of 'change in accounting estimates' with the definition of 'accounting estimates'

These amendments are not expected to have any impact in the financial statements of the Company.

4 Significant accounting estimates and judgments

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the amounts recognised in the financial statements. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below.

Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements.

Functional currency

The directors consider the USD to be the currency that most faithfully represents the economic effect of the underlying transactions, events and conditions. The USD is the currency in which the Company measures its performance and reports its results to the members. This determination also considers the competitive environment in which the Company operates.

Going concern

The Company's management has made an assessment of the Company's ability to continue as a going concern and is satisfied that the Company has access to resources to continue in business for the foreseeable future.

Estimates and assumptions

At the reporting date, there were no key assumptions concerning the future and other key sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 5

Financial Assets - Investment	As at 31 March 2023	As at 31 March 2022
Investments in subsidiaries		
In equity shares; at cost	546,160,000	546,351,055
Provision for impairment (Refer Note- 5(b))	(516,160,000)	(516,351,055)
	30,000,000	30,000,000
Other investment		
In preference shares; at cost	196,000,000	196,000,000
	226,000,000	226,000,000

(Amount in USD)

(a) During the year, there was no trigger for impairment for the Company's investment held in Vedanta Lisheen Holdings Limited. Aggregrate amount of provision for impairment in value of above investment is **USD 516,160,000** (31 March 2022 :USD 516,160,000).

(b) Lakomasko BV (Netherlands), a 100% subsidiary of THL Zinc Holding BV (Netherlands), has been deregistered with effect from 03 March 2022. Accordingly, investment in Lakomasko BV (USD: NIL (net of provision for impairment: USD 191,055)) has been written off during the year. Further, amounts receivable of USD 111,336 have also been written off during the year.

(c) Details of the investments held during the year are provided below:

Company	Principal Activity	Place of operation	No of Ordinary Shares Held		Proportion of ownership Interest		Value of Investments at cost less impairment: As at 31 March 2023	As at 31 March 2022
			2023	2022	2023	2022	USD	USD
Equity instruments								
Vedanta Lisheen Holdings Limited	Mining	Ireland	12	12	100%	100%	30,000,000	30,000,000
Lakomasko BV (refer note 5(b))	Investing	The Netherlands	-	91	-	100%	-	-
						Total	30,000,000	30,000,000
Preference shares - 0.25% Optionally Convertible Redeemable Preference shares								
THL Zinc Limited	Investing	Mauritius	1,960,000	1,960,000			196,000,000	196,000,000
						Total	196,000,000	196,000,000

Note No. 6

Financial Assets - Loan	As at 31 March 2023	As at 31 March 2022
Loan to Black Mountain Mining Pty Ltd ("BMM")(refer note 6.1)	-	60,500,000
Loan to Western Cluster Limited	1,000,000	1,000,000
Less: Reclassified to current loan receivable	(1,000,000)	-
Loan to Monte Cello BV (refer note 6.2)	277,400	27,400
Loan to THL Zinc Limited (refer note 6.3)	178,000	103,000
Loan to THL Zinc Ventures Limited (refer note 6.4)	177,000	102,000
	632,400	61,732,400

6.1 During financial year 2018-19, the Company had executed a loan agreement for a facility of USD 200,000,000 with Black Mountain Mining Pty Ltd at an interest rate of 3M LIBOR Plus 2.75% per annum repayable in July 2022. During the previous year, the loan has been extended to July 2024 at interest rate of 3M LIBOR + 3.575% p.a. During the year, the loan has been fully repaid along with the accured interest.

6.2 During financial year 2021-22, the Company has executed a loan agreement for a facility of USD 200,000 with Monte Cello BV at an interest rate of 7.49% per annum repayable on 25 December 2024. During the year, the amount under the said facility has been extended upto USD 10,000,000 with revised interest rate of 5.83% per annum. As at 31 March 2023, the amount outstanding under this facility was USD 227,400 (31 March 2022: USD 27,400) and accrued interest thereon amounting to USD 10,110 (31 March 2022: USD 390).

6.3 During financial year 2021-22, the Company has executed a loan agreement for a facility of USD 1,000,000 with THL Zinc Limited at an interest rate of 7.74% per annum repayable on 20 December 2024. As at 31 March 2023, the amount outstanding under this facility was USD 178,000 (31 March 2022: USD 103,000) and accrued interest thereon amounting to USD 12,981 (31 March 2022: USD 883).

6.4 During financial year 2021-22, the Company has executed a loan agreement for a facility of USD 1,000,000 with THL Zinc Ventures Limited at an interest rate of 7.74% per annum repayable on 20 December 2024. As at 31 March 2023, the amount outstanding under this facility was USD 177,000 (31 March 2022: USD 102,000) and accrued interest thereon amounting to USD 12,598 (31 March 2022: USD 572).

Note No. 7

Financial Assets - Cash and cash equivalents	As at 31 March 2023	As at 31 March 2022
Balances with banks		
- in current accounts	1,505,750	2,926,112
	1,505,750	2,926,112

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 8 (Amount in USD)

Loan	As at 31 March 2023	As at 31 March 2022
Loan to Vedanta Holding Jersey Limited (refer note 8.1)	-	114,809,778
Loan to Westen Cluster Limited (refer note 8.2)	-	-
Add: Reclassified from non-current loan receivable	1,000,000	-
	1,000,000	114,809,778

8.1 During the previous year, the Twin Star Holdings Limited ("TSH") has assigned its debt obligations of USD 122,000,000 to Vedanta Holdings Jersey Limited ("VHJL") at an interest rate of 10.1% p.a. This loan was due in June 2022 and has been fully repaid-off during the year.

8.2 During financial year 2021-22, the Company had executed a loan agreement for a facility of USD 50,000,000 with Western Cluster Limited at an interest rate of 7.74% per annum repayable in October 2023. As at 31 March 2023, the amount outstanding under this facility was USD 10,00,000 (2022: USD 10,00,000) and accrued interest thereon amounting to USD 95,460 (2022: USD 18,060).

Note No. 9 (Amount in USD)

Financial Assets - Other	As at 31 March 2023	As at 31 March 2022
Interest receivable from Vedanta Holdings Jersey Limited	-	8,892,767
Interest receivable from Twin Star Holdings Limited	-	530,313
Interest receivable from Western Cluster Limited	95,460	18,060
Interest receivable from Black Moutain Mining Pty Ltd.	-	7,703
Interest receivable from THL Zinc Limited	12,981	883
Interest receivable from THL Zinc Ventures Limited	12,598	572
Interest receivable from Monte Cello BV	10,110	390
THL Zinc Ltd - Preference dividend receivable	59,327	54,427
Receivable from Bloom Fountation Limited	1	1
Receivable from Monte Cello BV	452,902	452,902
Receivable from Lakomasko BV (refer note 5(b))	-	62,685
Receivable from THL Zinc Ventures Ltd	60,128	60,128
	703,507	10,080,831

Note No. 10 (Amount in USD)

Other Current assets	As at 31 March 2023	As at 31 March 2022
Income tax refund	36,828	36,828
Prepaid expenses	7,843	-
Advance tax	11,255	-
	55,926	36,828

Note No. 11

Equity Share Capital	As at 31 March 2023		As at 31 March 2022	
	Number	USD	Number	USD
Authorised				
Equity Shares of EUR 1 each fully paid	20,000,000	27,341,073	20,000,000	27,341,073
0.25% Preference Shares of EUR 1 each fully paid up	25,000,000	34,180,077	25,000,000	34,180,077
Issued, Subscribed and fully Paid up				
Equity Shares of EUR 1 each fully paid	3,738,000	5,110,047	3,738,000	5,110,047
	3,738,000	5,110,047	3,738,000	5,110,047

Note No. 11 (Continued)

11.1	**Reconciliation of the number and amount of equity shares outstanding**	**As at 31 March 2023**		As at 31 March 2022	
		Number	**USD**	Number	USD
	Shares outstanding at the beginning of the year	**3,738,000**	**5,110,047**	3,738,000	5,110,047
	Shares outstanding at the end of the year	**3,738,000**	**5,110,047**	3,738,000	5,110,047

11.2	**Details of shares held by Holding Company**	**As at 31 March 2023**	As at 31 March 2022
	Equity shares are held by Vedanta Limited	**3,738,000**	3,738,000
	Percentage of holding	**100%**	100%

11.3 **Other disclosures relating to Equity Shares**

The Company has one class of equity shares having a par value of EUR 1 per share. Each equity shareholder is eligible for one vote per share held. Each equity shareholder is entitled to dividends as and when the Company declares and pays dividend after obtaining shareholders approval. In the event of liquidation of Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts, in proportion to their shareholding.

Note No. 12 **(Amount In USD)**

Financial Liabilities - Borrowings	**As at 31 March 2023**	**As at 31 March 2022**
Loan from Cairn India Holdings Limited (refer note 12.1)	-	-
Add: Reclassified from current borrowings	3,366,368	-
	3,366,368	-

12.1 During the financial year 2018-19, the Company had executed a loan agreement for a facility of US$ 200,000,000 with Cairn India Holdings Limited ("CIHL") repayable in July 2022. Post various amendments till financial year 2021-22, the Company has a loan facility amount aggregrating to USD 75,200,000 under Tranche 1 at an interest rate of 3M LIBOR + 2.50% per annum and USD 122,000,000 at an interest rate of 9.85% per annum under Tranche 2.

During previous year, the Company has repaid the sum of USD 8,000,000 from the Tranche 1. During the current year, the Company has further extended the loan under Tranche 1 by 2 years at a revised interest rate of 3M LIBOR + 3.33% per annum and repaid fully loan under Tranche 2 amounting to USD 122,000,000 and a sum amounting to USD 57,833,632 under Tranche 1 of the loan.
The amount outstanding under this agreement as on 31 March 2023 is USD 3,366,368 (31 March 2022: 183,200,000) and accrued interest thereon amounting to USD 12,092 (31 March 2022: USD 11,986,207).

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 13 (Amount in USD)

Financial liabilities - Current borrowings	**As at 31 March 2023**	As at 31 March 2022
0.25% Preference Shares of EUR 1 each fully paid up - Vedanta Limited	546,519,617	546,519,617
Loan from Cairn India Holdings Limited	3,366,368	183,200,000
Less: Reclassified to non-current borrowings (refer note 12.1)	(3,366,368)	-
	546,519,617	729,719,617

OPTIONALLY CONVERTIBLE REDEEMABLE PREFERENCE SHARES ("OCRPS")

The Company has issued 5.5 Million, 0.25% Optionally Convertible Redeemable Preference Shares of Euro 1 each to Vedanta Limited Each OCRPS can be converted at the option of the investor in to variable number of equity shares or can be redeemed at the option of the Company at any time.

In accordance with IND AS 32 Financial Instruments: Presentation, the Optionally Convertible Redeemable Preference Shares (OCRPS) have been classified as a liability.

Note No. 14 (Amount in USD)

Financial liabilities - Other	**As at 31 March 2023**	As at 31 March 2022
Interest payable on CIHL Loan (Refer note 12.1)	12,092	11,986,207
Other payables	47,637	67,963
	59,729	12,054,170

Note No. 15 (Amount in USD)

Current tax liabilities	**As at 31 March 2023**	As at 31 March 2022
Current tax	110,188	749,297
	110,188	749,297

Note No. 16 (Amount in USD)

Other income	**As at 31 March 2023**	As at 31 March 2022
(a) Interest on Loan to Black Mountain Mining Pty Ltd.	2,774,319	2,067,371
(b) Interest on Loan to Twin Star Holdings Limited (refer note 24.1)	-	3,745,923
(c) Interest on Loan to Monte Cello BV	9,720	390
(d) Interest on Loan to THL Zinc Limited	12,098	883
(e) Interest on Loan to THL Zinc Ventures Limited	12,026	572
(f) Interest on Loan to Western Cluster Limited	77,400	18,060
(g) Interest on Loan to Vedanta Holdings Jersey Limited (refer note 24.1)	2,293,264	10,268,331
(h) Income on fair valuation of Inter Company Loan	7,190,222	2,122,148
(i) Dividend income on preference shares	4,900	4,900
	12,373,949	18,228,578

Note No. 17 (Amount in USD)

Finance cost	**As at 31 March 2023**	As at 31 March 2022
Interest on Cairn India Holdings Limited Loan	5,429,609	13,710,596
Bank charges	705	785
	5,430,314	13,711,381

Note No. 18 (Amount in USD)

Other expenses	**As at 31 March 2023**	As at 31 March 2022
Legal and professional fees	23,683	100,675
Audit fees	4,458	3,300
Net loss on foreign currency transactions and translations	1,965	3,210
VAT expenditure	13,292	9,853
Other receivable from Lakomasko BV written off (refer note 5(b))	111,336	-
	154,734	117,038

Note No. 19 (Amount in USD)

	Taxation	**As at 31 March 2023**	As at 31 March 2022
(i)	Current tax	10,085	551,581
		10,085	551,581
(ii)	Tax reconciliation		
	Profit before taxation	6,788,901	4,400,159
	Income tax as per slabs	10,085	551,581
	Income tax expense recognised in profit and loss	10,085	551,581

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 20
Financial instruments

Significant accounting policies

Details of significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial assets, financial liabilities and equity instrument are disclosed in the financial statements.

Fair values

The carrying amounts of other receivables, cash at bank, borrowings and other payables approximate their fair values.

Categories of financial instruments

(Amount in USD)

	Year ended 31 March 2023	Year ended 31 March 2022
Financial assets		
Loan and receivables (including cash and short-term deposits)	3,841,657	189,549,121
Financial liabilities		
Borrowings	549,885,985	729,719,617
Other payables	59,729	12,054,170
	549,945,714	741,773,787

Strategy in using financial instruments

The Company's activities expose it to a variety of financial risks: Market risk (including currency risk and interest rate risk), credit risk and liquidity risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further quantitative disclosures are included throughout these financial statements.

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

(a) Market Risk Management

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

(b) Interest Rate Risk Management

Interest rate risk is the risk that the fair value or future cashflows of a financial instrument will fluctuate because of changes in market interest rates. Any excess cash and cash equivalents of the Company are invested in short-term time deposits and liquid funds. The following table details the Company's exposure to interest rate risk. The total interest sensitivity gap represents the net notional amounts of all interest sensitive financial instruments.

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 20 (CONT'D)
FINANCIAL INSTRUMENTS

(c) Currency Risk Management

The Company is not exposed to the risk that may change in a manner which has material effect on the reported values of the Company's assets which are denominated in other foreign currencies at reporting period.

Currency profile

The currency profile of the Company's financial assets and liabilities is summarised as follows: **(Amount in USD)**

	Financial assets*	**Financial liabilities**	Financial assets	Financial liabilities
	As at 31 March 2023	**As at 31 March 2023**	As at 31 March 2022	As at 31 March 2022
United States Dollar	**3,841,657**	**549,945,714**	189,549,121	741,773,787

* Does not include investments in subsidiaries and preference shares.

For the year ended 31 March 2023 and 31 March 2022, the Company does not have any material exposure to foreign currencies. Therefore, sensitivity relative to foreign currencies has not been disclosed.

(d) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company manages liquidity risk by maintaining adequate reserves, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of the financial assets and liabilities. The table below illustrates the aged analysis of the Company's financial liabilities.

31 March 2023

	Up to 1 year	**More than 1 year**	**(Amount in USD) Total**
Liabilities			
Other payables	59,729	-	59,729
Optionally Convertible Redeemable Preference Shares	546,519,617	-	546,519,617
Short term borrowings	3,366,368	-	3,366,368
Total	**549,945,714**	**-**	**549,945,714**

31 March 2022

	Up to 1 year	More than 1 year	(Amount in USD)
Liabilities			
Other payables	12,054,170	-	12,054,170
Optionally Convertible Redeemable Preference Shares	546,519,617	-	546,519,617
Long term borrowings	183,200,000		183,200,000
Total	741,773,787	-	741,773,787

(e) Capital risk management

For the purpose of the Company's capital management, capital includes issued capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital.The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and short-term deposits, excluding discontinued operations.

The capital structure of the Company consists of stated capital, retained earnings and net debt.

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 20 (CONT'D)
Financial instruments (CONT'D)

Strategy in using financial instruments (cont'd)

(Amount in USD)

31 March 2023	**Up to 1 year**	**More than 1 year**	**Total**
Financial Assets			
Non-interest bearing	**2,209,257**	**-**	**2,209,257**
Fixed interest bearing	**1,000,000**	**632,400**	**1,632,400**
Variable interest bearing	**-**	**-**	**-**
Total assets	**3,209,257**	**632,400**	**3,841,657**
Financial Liabilities			
Non-interest bearing	**59,729**	**-**	**59,729**
Fixed interest bearing	**546,519,617**	**-**	**546,519,617**
Variable interest bearing	**3,366,368**	**-**	**3,366,368**
Total liabilities	**549,945,714**	**-**	**549,945,714**

31 March 2022	Up to 1 year	More than 1 year	Total
Financial Assets			
Non-interest bearing	13,006,943	-	13,006,943
Fixed interest bearing	-	116,042,178	116,042,178
Variable interest bearing	-	60,500,000	60,500,000
Total assets	13,006,943	176,542,178	189,549,121
Financial Liabilities			
Non-interest bearing	12,054,170	-	12,054,170
Fixed interest bearing	668,519,617	-	668,519,617
Variable interest bearing	61,200,000	-	61,200,000
Total liabilities	741,773,787	-	741,773,787

Sensitivity analysis

An increase of 100 basis points in interest rates at 31 March 2023 would have increased/ (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remain constant. For a decrease of 100 basis points there would be an equal and opposite impact on the profit or loss and other equity.

	Profit/(Loss)	
	Year ended 31 March 2023	Year ended 31 March 2022
Variable rate instruments	(33,664)	(7,000)
	(33,664)	(7,000)

Gearing ratio

The gearing ratio at the year end was as follows:

	31 March 2023	31 March 2022
Debt (i)	**549,885,985**	729,719,617
Cash and short-term deposits	**1,505,750**	2,926,112
Net debt	**548,380,235**	726,793,505
Equity (ii)	**(320,158,319)**	(326,937,135)
Net debt to equity ratio (times)	**NA**	NA

(i) Debt includes Optionally Convertible Redeemable Preference Shares of **USD 546,519,617** (31 March 2022: USD 546,519,617) and borrowing from CIHL of **USD 3,366,368** (31 March 2022: USD 183,200,000)

(ii) Equity includes capital, share premium and all reserves of the Company.

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

(Amount in USD)

Earnings Per Share (EPS)	Year ended 31 March 2023	Year ended 31 March 2022
Net profit after tax attributable to equity shareholders for basic and diluted EPS	6,778,816	3,848,578
Weighted average Number of equity Shares	3,738,000	3,738,000
Par Value per Share (EUR)	1	1
	1.81	1.03

Earning Per Share - Basic and diluted

(i) Optionally Convertible Reedemable Preference Shares will be converted at the option of the shareholder into variable number of shares based on the fair value as on the date of conversion. Hence, there would not be dilution of earnings per share.

Note No. 22

(Amount in USD)

Contingent liabilities	Year ended 31 March 2023	Year ended 31 March 2022

Contingent liabilities and commitments (to the extent not provided for)

(a) Claims against the Company not acknowledged as debt	NIL	NIL
(b) Guarantees	NIL	NIL
(c) Other money for which the Company is contingently liable	NIL	NIL

Note No. 23

There is no separate reportable segment hence information as defined in the IND AS 108 "Segment Reporting" is not applicable.

Note No. 24

Related party transactions

Names of related parties and description of relation:

Entities controlling the Company	Volcan Investments Limited - Ultimate Holding Company Volcan Investments Cyprus Limited - Ultimate Holding Company
Intermediate Holding Companies	Vedanta Resources Limited Vedanta Limited Finsider International Company Limited Richter Holdings Limited Twin Star Holdings Limited Vedanta Resources Cyprus Limited Vedanta Resources Finance Limited Vedanta Resources Holdings Limited Welter Trading Limited Westglobe Limited Vedanta Holdings Mauritius II Limited Vedanta Holdings Mauritius Limited Vedanta Holdings Jersey Limited Vedanta Netherlands Investments BV Vedanta UK Investments Limited
Subsidiaries	Lakomasko BV (Deregistered with effect from 03 March 2023) Vedanta Lisheen Holdings Limited
Fellow subsidiaries with whom transactions have taken place	THL Zinc Limited THL Zinc Ventures Limited Monte Cello BV Lisheen Milling Limited Bloom Fountain Limited Cairn India Holdings Limited Black Mountain Mining Pty Ltd.

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 24 (Continued)
Related party transactions

Related party transactions/balances	For the year ended 31 March 2023	For the year ended 31 March 2022
1. Black Mountain Mining Pty Ltd.		
Interest income	2,774,319	2,067,371
Interest received	2,782,023	2,065,331
Loan receivable	-	60,500,000
Loan repayment	60,500,000	8,500,000
Interest receivable	-	7,703
2. Bloom Fountain Limited		
Other receivable	1	1
3. Monte Cello BV		
Payment of expenses	-	64,880
Loan given	250,000	27,400
Loan receivable	277,400	27,400
Interest income	9,720	390
Interest receivable	10,110	390
Other receivable	452,902	452,902
4. Lakomasko BV (refer note 5(b))		
Investment	-	191,055
Impairment provision on investment	-	(191,055)
Payment of expenses	48,651	11,395
Other receivable	-	62,685
Other receivable written off	111,336	-
5. Vedanta Lisheen Holdings Limited (VLHL)		
Investment	546,160,000	546,160,000
Impairment provision on investment	(516,160,000)	(516,160,000)
6. THL Zinc Ltd		
Investment in Preference Shares	196,000,000	196,000,000
Loan receivable	178,000	103,000
Loan given	75,000	103,000
Interest income	12,098	883
Interest receivable	12,981	883
Dividend income	4,900	4,900
Dividend receivable	59,327	54,427
7. Cairn India Holdings Limited (refer note 12.1)		
Interest expense	5,429,609	13,710,596
Interest payable	12,092	11,986,207
Interest paid	17,403,724	16,913,486
Loan payable	3,366,368	183,200,000
Loan repaid	179,833,632	8,000,000
8. Twin Star Holdings Limited (refer note 24.1)		
Loan and interest receivable novated to Vedanta Holding Jersey Limited (VHJL)	-	(114,809,778)
Interest income	-	3,745,923
Interest received	-	4,923,506
Loan received	-	10,511,724

THL Zinc Holding BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 24 (Continued)
Related party transactions

(Amount in USD)

Related party transactions/balances	For the year ended 31 March 2023	For the year ended 31 March 2022
9. Vedanta Holding Jersey Limited		
(refer note 24.1)		
Interest income	**2,293,264**	10,268,331
Interest received	**11,186,031**	1,375,564
Loan given	-	114,809,778
Loan receivable novated from Twin Star Holdings Limited	-	114,809,778
Income on fair valuation of Inter Company Loan	**7,190,222**	2,122,148
Interest receivable	-	8,892,767
Loan repayment	**122,000,000**	-
10. Western Cluster Limited		
Interest Income	**77,400**	18,060
Loan given	-	1,000,000
Loan receivable	**1,000,000**	1,000,000
Interest receivable	**95,460**	18,060
11. THL Zinc Venture Ltd		
Interest Income	**12,026**	572
Loan given	**75,000**	102,000
Loan receivable	**177,000**	102,000
Interest receivable	**12,598**	572
Other receivable	**60,128**	60,128

24.1 In June 2020, as part of its parent's cash management activities, the Company had extended certain loan for a period of up to 12 months, to Vedanta Resources Limited (VRL) which was later novated to Westglobe Limited, a subsidiary of VRL, and was drawn over a period of time carrying interest ranging from 3% to 7%. In October 2020, certain terms of the facilities were modified. In February 2021, the terms of these instruments were further modified with retrospective effect to bring these instruments to the fair market rate as determined on the date of the transaction and the loan of USD 122,000,000 along with accrued interest of USD 10,919,417 was novated to Twinstar Holding Limited (THL), a subsidiary of VRL and now the entire lending is to one single party. In March 2021, since the CDS rate (Credit default swap) had stabilized, the Company remeasured its interest rate using the level 2 valuation approach explained in the note below and negotiated the rate with the borrower.

As per the accounting requirements of Ind AS 109 regarding modification of contractual cash flows of financial assets, the excess of USD 11,200,334 on present value of modified contractual cash flows discounted at the original effective interest rate was recorded in the statement of changes in equity and cash flow statement as a transaction with the shareholder. Furthermore, an accretive interest of USD 427,369 over and above the contractual interest was accounted for in the statement of profit and loss. The fair market rate was estimated using the prevailing US $ treasury rates and the company specific credit default swaps, a level 2 valuation.

In May 2021, the Company had executed a novation agreement with Vedanta Holdings Jersey Limited, a subsidiary of VRL, to novate USD 122,000,000 loan which was earlier due from Twin Star Holdings Limited, backed by guarantee of VRL. The loan was repayable in June 2022 and during the current year, the loan has been fully repaid.

Other related party transactions

Amicorp the Netherlands B.V. is appointed to provide certain administration services for the Company. A sum amounting to **USD 29,521** (31 March 2022: USD 69,947) was expensed during the year in respect of the aforesaid services.

Note No. 25

Events after the reporting period

There have been no material events after the reporting date which would require disclosure or adjustment to these financial statements.

THL ZINC HOLDING BV
Notes to the Financial Statements (Cont'd)
For the year ended 31 March 2023

Note No. 26 : Analytical Ratios (as applicable)

Particulars	Numerator	Denominator	31 March 2023	31 March 2022	Variance
Current Ratio#	Current Assets	Current Liabilities	19.22	0.65	1756%
Debt-Equity Ratio	Total Debt	Total Equity	NA	NA	-
Debt Service Coverage Ratio *#	Earnings available for debt service	Debt Service	0.02	0.02	-100%
Return on Equity (ROE)	Net Profits after taxes	Average Shareholder's Equity	NA	NA	-
Trade receivables turnover ratio	Revenue	Average Trade Receivable	NA	NA	-
Trade payables turnover ratio	Purchases of services and other expense	Average Trade Payables	NA	NA	-
Net capital turnover ratio	Revenue	Working Capital	NA	NA	-
Net profit ratio *	Net Profit	Revenue	54.78%	21.11%	-66%
Return on capital employed (ROCE)*	Earning before interest and taxes	Average Capital Employed	3.86%	2.43%	-99%
Return on Investment(ROI) - Unquoted	Income generated from investments	Time weighted average investments	NA	NA	-

Current ratio has improved since decrease in current assets (due to repayment of loan advanced to VHJL - refer note 8.1) is less than decrease in current liability (due to repayment of loan taken from CIHL repaid during the year - refer note 12.1).
* Ratio has improved due to increase in net profits during the year.

For Rakesh M Agrawal & Associates
Chartered Accountants
(Registration No. 127710W)

RAKESH M AGRAWAL & ASSOCIATES Mem.No. 124943 CHARTERED ACCOUNTANTS

Rakesh M Agrawal
Proprietor
Membership No. 124943
Place : Bhiwandi
Date: 04 May 2023

For and on behalf of THL Zinc Holding BV

Anupam Kumar Agarwal

Place : New Delhi
Date: 04 May 2023