



SURANA SOLAR LIMITED

(formerly Surana Ventures Limited)

ISO 9001 - 2008 Certified Company

Registered Office :

Plot No. 212/3 & 4,

Phase II, IDA, Cherlapally,

Hyderabad-500051, Telangana, India

Tel : +91 40 27845119/27841198/65742601

Website : www.suranasolar.com

E.mail : surana@surana.com

CIN No.: L45200TG2006PLC051566

Date: 23-06-2025

To,

**The Secretary,
National Stock Exchange of India Ltd.,
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (E),
Mumbai- 400 051.
Scrip Code: SURANASOL**

Dear Sir/Madam,

Subject: Clarification regarding Observation 1 Standalone Results - Consolidated Result Not Submitted for period ended 31st March 2025.

Ref: Your Email Dated: 21-06-2025.

We acknowledge receipt of your communication regarding the non-submission of consolidated financial results for the Period ending March 31, 2025. Please find below our clarification:

We would bring to light that under Indian Accounting Standard (IND AS) 110 – Consolidated Financial Statements, **control** is the fundamental criterion that determines whether an entity should consolidate another entity's financial statements.

In accordance with the principles of IND AS 110 – Consolidated Financial Statements as outlined above, the Company has not consolidated the financials of Surana Technologies Private Limited for the period ending March 31, 2025. This decision is based on substantial restrictions on both operational and management control, arising from the impending sale of the entity.

These restrictions have effectively prevented the Company from exercising decisive control over Surana Technologies Private Limited, thereby failing to meet the requisite criteria for consolidation as prescribed under IND AS 110.

As a result, under accounting standards, consolidation is not applicable, and the investment of ₹10 lakh in Surana Technologies Private Limited has been classified as “Current Investments” in the standalone financial statements for the year ended March 31, 2025.



Further please be informed that 49% stake in Surana Technologies Private Limited has already been transferred, and consideration for the remaining 51% has also been received. The composition of the Board of Directors has been subsequently changed, resulting in the Loss of control by Surana Solar Limited over Surana Technologies Private Limited a requisite to consolidate the books of accounts under the relevant applicable IND AS.

Thus, the classification is in strict compliance with IND AS 110, which mandates that in the absence of control, the entity must not be consolidated.

Additionally, we draw your attention to **SEBI Master Circular No. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023**, Chapter III: Financial Disclosures, Part (C), Point 12, which states:

“In terms of regulation 33(8) of the LODR Regulations, the statutory auditor of a listed entity shall undertake a limited review of the audit of all the entities/companies whose accounts are to be consolidated with the listed entity as per the relevant accounting standard (AS 21 / Ind-AS 110) in accordance with guidelines issued by the Board on this matter.”

Based on the above, it is clear that consolidation must be undertaken only if the criteria outlined in AS 21/IND AS 110 are met.

As the necessary conditions for consolidation under Ind-AS have not been satisfied, the Company has not consolidated its accounts and, accordingly, is not required to comply with Regulation 33 of the SEBI (LODR) Regulations, 2015 concerning consolidation.

We trust this clarification suffices and remain available for any further queries or discussions. Kindly help us close the query.

Your Sincerely,

FOR SURANA SOLAR LIMITED



NARENDER SURANA
DIRECTOR
(DIN 00075086)