



INDEPENDENT AUDITOR'S REPORT

To,  
The Members of  
M/s Danu Wind Parks Private Limited

**Report on the Audit of Financial Statements**

**Opinion**

We have audited the accompanying financial statements of M/s Danu Wind Parks Private Limited ("*the Company*") which comprises the Balance Sheet as at March 31, 2021, the statement of profit and loss and the Statement of cash flows, for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements gives the information required by the Companies Act, 2013 ("*the Act*") in the manner so required and gives a true and fair view in conformity with the Accounting Standards referred to in Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2021;
- b) In the case of the Statement of Profit and Loss, of the Loss for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics as issued by Institute of Chartered Accountants of India.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

**Emphasis of Matter Paragraph**

We draw attention to Note 28 and Note 29 to the financial statements relating to "Trade Receivables" and "Revenue" respectively. Our opinion is not modified in this matter.



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## **Responsibility of Management for the Financial Statements**

The Company's Board of Directors are 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 are also responsible for overseeing the company's financial reporting process.

## **Auditor's Responsibilities for the Audit of Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in

- (i) Planning the scope of our audit work and in evaluating the results of our work; and
- (ii) To evaluate the effect of any identified misstatements in the financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies



Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Financial Statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, based on our audit, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account.
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards referred to in Section 133 of the Act.
  - e. On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of section 164(2) of the Companies Act, 2013.
  - f. With respect to the adequacy of the internal controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in **Annexure - B**
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:




- i. The Company did not have any pending litigations on its financial position in its financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Umamaheswara Rao & Co.,**

**Chartered Accountants**

FRN: 004453S



**S. Venugopal**

**Partner**

ICAI MRN: 205565

UDIN: 21205365AAAHN9926



Place: Hyderabad

Date: September 17, 2021

## Annexure - A to Auditor's Report

Referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" in our report of even date:

According to the information and explanations given to us:

- i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
(b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.  
(c) According to information and explanation given to us, the Company has no immovable property in its name, hence reporting under clause (i) (c) of paragraph 3 is not applicable.
- ii) The Company does not have any Inventory and hence reporting under clause (ii) of the CARO 2016 is not applicable.
- iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv) The Company has not granted any loans, made investments or provided guarantees and hence reporting under clause (iv) of the CARO 2016 is not applicable.
- v) According to the information and explanations given to us, the Company has not accepted any deposit during the year.
- vi) The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii) (a) The Company has generally been regular in depositing undisputed statutory dues, including, Income Tax, Goods and Services Tax, cess and other material statutory dues, as may be applicable to the entity, with the appropriate authorities though there are delays in some cases.  
(b) There were no undisputed amounts payable in respect of Income Tax, Goods and Services Tax, cess and other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable except as those mentioned below



Name of the statute	Nature of dues	Arrears of Statutory dues outstanding for more than 6 months as on the date of balance sheet	Paid till the date of audit report	Balance payable (In Rs)	Period for which it relates
Income Tax Act, 1961	TDS	92,61,402	92,61,402	-	FY 2020-21

(c) According to information and explanations given to us, there are no dues of Duty of Customs or Duty of Excise, Income Tax and Goods and Services Tax on March 31, 2021 on account of disputes. However, following disputed demands of entry tax, VAT dues have not been deposited.

Nature of Statute	Nature of dues	FY to which amount relates	Forum where the dispute is pending	Disputed amount	Amount deposited under protest/ adjusted by tax authorities	Amount not deposited
Andhra Pradesh Tax on Entry of Goods into the Local Areas Act, 2001	Entry Tax	FY 2016-17	Andhra Pradesh High Court, Amaravathi	68,81,742	17,20,436	51,61,306
Andhra Pradesh Tax on Entry of Goods into the Local Areas Act, 2001	Entry Tax	FY 2017-18	Andhra Pradesh High Court, Amaravathi	1,40,96,055	35,24,014	1,05,72,041
AP VAT Act 2005	TDS on Works contract	FY 2016-17 & FY 2017-18	Additional deputy commissioner, Tirupathi	4,28,943	53,618	3,75,325

viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and government and dues to debenture holders except as those mentioned in below:

#### Principal Repayment:

Particulars	Project name	Amount of Principle	Due Date	Subsequent Payment (if any)
PTC India Financial Services Limited	Dhone	1,40,40,000	01-10-2020	Nil
PTC India Financial Services Limited	Dhone	1,40,40,000	01-01-2021	Nil
PTC India Financial Services Limited	Nelakote	2,02,80,000	01-10-2020	Nil
PTC India Financial Services Limited	Nelakote	2,02,80,000	01-01-2021	Nil

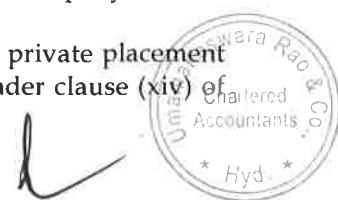




**Interest payment:**

Particulars	Project name	Amount of Interest	Due Date	Subsequent Payment (if any)
PTC India Financial Services Limited	Dhone	1,11,38,445	01-09-2020	Paid Rs.59,01,835 on 12 <sup>th</sup> April 2021
PTC India Financial Services Limited	Dhone	1,07,22,334	01-10-2020	Nil
PTC India Financial Services Limited	Dhone	1,13,66,854	01-11-2020	Nil
PTC India Financial Services Limited	Dhone	1,10,00,181	01-12-2020	Nil
PTC India Financial Services Limited	Dhone	1,13,66,854	01-01-2021	Nil
PTC India Financial Services Limited	Dhone	1,16,85,551	01-02-2021	Nil
PTC India Financial Services Limited	Dhone	1,05,54,691	01-03-2021	Nil
PTC India Financial Services Limited	Nelakote	1,78,19,494	1-09-2020	Paid on 9 <sup>th</sup> April 2021
PTC India Financial Services Limited	Nelakote	1,73,34,265	1-10-2020	Paid on 9 <sup>th</sup> April 2021
PTC India Financial Services Limited	Nelakote	1,68,20,984	1-11-2020	Paid 28,50,305 on 9 <sup>th</sup> April 2021
PTC India Financial Services Limited	Nelakote	1,62,78,372	1-12-2020	Nil
PTC India Financial Services Limited	Nelakote	1,68,20,984	1-01-2021	Nil
PTC India Financial Services Limited	Nelakote	1,72,92,600	1-02-2021	Nil
PTC India Financial Services Limited	Nelakote	1,56,19,123	1-03-2021	Nil

- ix) In our opinion and according to the information and explanations given to us, money raised by way of the term loans have been applied by the Company during the year for the purposes for which they were raised.
- x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi) The Company is a private company and hence the provisions of section 197 of the Companies Act, 2013 do not apply to the Company.
- xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.
- xiii) According to information and explanations given to us and based on our examination of the records of the company, the transactions with the related parties are in compliance with Section 188 of the Act wherever applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards. Further, Section 177 of the Act is not applicable to the Company and accordingly, to this extent, the provisions of Clause 3 (xiii) of the Order are not applicable to the Company.
- xiv) During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.



xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Umamaheswara Rao & Co.,**

Chartered Accountants

FRN: 004453S

A handwritten signature in black ink, appearing to be 'S. Venugopal', is written over a circular stamp. The stamp contains the text 'Umamaheswara Rao & Co.', 'Chartered Accountants', and '\* Hyd. \*'.

**S. Venugopal**

Partner

ICAI MRN: 205565

UDIN: 21205565AAAHN9926

Place: Hyderabad

Date: September 17, 2021



## **Annexure - B to the Independent Auditor's Report**

*(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)*

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (*"the Act"*):

We have audited the internal financial controls over financial reporting of **M/s Danu Wind Parks Private Limited** (*"the Company"*) as at 31<sup>st</sup> March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



### **Meaning of Internal Financial Controls Over Financial Reporting**

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

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Umamaheswara Rao & Co.,**

Chartered Accountants

FRN: 004453S



**S. Venugopal**

Partner





ICAI MRN: 205565

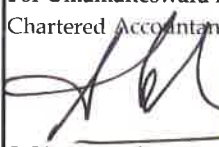


UDIN: 21205565AAA-AHN9926

Place: Hyderabad

Date: September 17, 2021

DANU WIND PARKS PRIVATE LIMITED			
BALANCE SHEET AS AT MARCH 31, 2021			
(All amounts in Indian Rupees, except share data and where otherwise stated)			
PARTICULARS	Note No.	Balance as at	
		March 31, 2021	March 31, 2020
<b>I. EQUITY AND LIABILITIES</b>			
<b>Share holders' Funds</b>			
(a) Share Capital	3	85,70,00,000	85,70,00,000
(b) Reserves and Surplus	4	(33,30,59,232)	(12,57,78,695)
<b>Non Current Liabilities</b>			
(a) Long Term Borrowings	5	2,94,55,68,061	2,84,57,40,800
(b) Deferred Tax Liabilities	6	15,11,58,057	11,92,80,379
<b>Current Liabilities</b>			
(a) Short Term Borrowings	7	2,19,07,093	3,26,60,231
(b) Trade Payables	8	3,11,66,801	2,84,96,247
(c) Other Current Liabilities	9	45,64,03,237	20,80,59,864
(d) Short Term Provisions	10	15,82,344	3,15,327
<b>Total</b>		<b>4,13,17,26,361</b>	<b>3,96,57,74,153</b>
<b>II. ASSETS</b>			
<b>Non Current Assets</b>			
(a) Fixed Assets			
i) Tangible Assets	11	3,14,28,65,648	3,30,50,74,576
(b) Long Term Loans and Advances	12	2,54,61,727	2,66,61,727
<b>Current Assets</b>			
(a) Trade Receivables	13	83,24,35,907	48,57,18,460
(b) Cash and Cash Equivalents	14	4,32,47,220	47,45,209
(c) Other Current Assets	15	8,77,15,860	14,35,74,180
<b>Total</b>		<b>4,13,17,26,361</b>	<b>3,96,57,74,153</b>
See accompanying notes to financial statements			
<p>As per our report of even date</p> <p>For Umamaheswara Rao &amp; Co., Chartered Accountants</p> <p>S. Venugopal Partner M.No. 205565 Firm Registration No. 004453S</p> <p>Place: Hyderabad Date: 17.09.2021</p>			
<p>For and on behalf of the Board</p> <p>Lakshmi Prasad Yerneni Director DIN:02320060</p> <p>Venkata Sunil Kumar Talla Director DIN:02247464</p>			

DANU WIND PARKS PRIVATE LIMITED			
Statement of Profit and Loss for the Year ended March 31, 2021			
(All amounts in Indian Rupees, except share data and where otherwise stated)			
PARTICULARS	Note No.	For the Year ended	
		March 31, 2021	March 31, 2020
<b>INCOME</b>			
Revenue from Operations	16	40,37,09,116	61,12,31,781
Other Income	17	29,700	17,24,557
<b>Total Revenue</b>		<b>40,37,38,816</b>	<b>61,29,56,338</b>
<b>EXPENDITURE</b>			
Operational and Maintenance	18	5,40,06,257	7,26,24,439
Administration and Other Expenses	19	70,80,374	56,95,036
Finance Cost	20	35,58,46,115	36,24,13,471
Depreciation and Amortisation Expenses	11	16,22,08,928	16,26,53,336
<b>Total Expenses</b>		<b>57,91,41,674</b>	<b>60,33,86,283</b>
<b>Profit Before Tax</b>		<b>(17,54,02,858)</b>	<b>95,70,055</b>
Tax Expense :			
a) Income Tax			
Current Year		-	-
Earlier Year		-	-
b) MAT Credit		-	33,60,009
c) Deferred Tax		3,18,77,678	7,28,27,134
		<b>3,18,77,678</b>	<b>7,61,87,143</b>
Profit/(loss) from continuing operations for the year		(20,72,80,536)	(6,66,17,088)
Profit/(loss) from discontinuing operations after tax			
<b>Profit / (Loss) for the Year</b>		<b>(20,72,80,536)</b>	<b>(6,66,17,088)</b>
<b>Earnings per share of Face Value of Rs.10 each</b>	26		
Basic		(3.59)	(1.15)
Diluted		(3.59)	(1.15)
See accompanying notes to financial statements			
As per our report of even date		For and on behalf of the Board	
For Umamaheswara Rao & Co.,			
Chartered Accountants			
 		 	
S. Venugopal		Venkata Sunil Kumar Talla	
Partner		Director	
M.No. 205565		DIN:02247464	
Firm Registration No. 0044535			
Place: Hyderabad			
Date: 17.09.2021			

DANU WIND PARKS PRIVATE LIMITED		
Cash Flow Statement for the Year ended March 31, 2021		
(All amounts in Indian Rupees, except share data and where otherwise stated)		
PARTICULARS	for the Year ended	
	March 31, 2021	March 31, 2020
<b>A. Cash Flows from Operating Activities</b>		
Profit Before Tax	(17,54,02,838)	95,70,055
<b>Adjustments for :</b>		
Depreciation	16,22,08,928	16,26,53,336
Finance cost	35,58,46,115	36,24,13,471
Interest Income	(29,700)	(17,24,557)
Lease Rental	12,00,000	33,38,273
<b>Operating profit before working capital changes</b>	<b>34,38,22,485</b>	<b>53,62,50,579</b>
<b>Adjustments for changes in working capital :</b>		
(Increase)/Decrease in Trade Receivables	(34,67,17,447)	(27,66,59,587)
(Increase)/Decrease in Other current assets	5,58,61,291	(9,82,32,494)
Increase / (Decrease) in Trade and Other Payables	1,62,11,713	2,42,97,923
Increase / (Decrease) in Provision	12,67,017	89,611
<b>Cash generated from operations</b>	<b>7,04,45,059</b>	<b>18,57,46,031</b>
Income Tax (Paid)/Refund	(2,970)	(76,173)
<b>Net Cash from Operating Activities</b>	<b>7,04,42,089</b>	<b>18,56,69,858</b>
<b>B. Cash Flows from Investing Activities</b>		
Purchase of Fixed Assets	-	-
(Increase)/Decrease in Work in progress	-	-
Interest Income	29,700	17,24,557
<b>Net Cash from/(used in) Investing Activities</b>	<b>29,700</b>	<b>17,24,557</b>
<b>C. Cash Flows from Financing Activities</b>		
Increase/(Decrease) in Long Term Borrowings	13,96,01,261	(23,91,200)
Increase/(Decrease) in Short Term Borrowings	(1,07,53,139)	1,69,71,740
Payment of finance cost	(16,08,17,902)	(33,39,59,699)
<b>Net Cash from/(used in) Financing Activities</b>	<b>(3,19,69,779)</b>	<b>(31,93,79,160)</b>
<b>Net Increase in Cash and Cash equivalents during the Period (A+B+C)</b>	<b>3,85,02,010</b>	<b>(13,19,84,745)</b>
Cash and Cash equivalents at the beginning of the Period	47,45,209	13,67,29,956
<b>Cash and Cash equivalents at the end of the Period</b>	<b>4,32,47,220</b>	<b>47,45,209</b>
<b>Note:</b>		
<b>Cash and Cash Equivalents</b>		
Cash in Hand	10,303	10,303
Balances with Banks		
(a) Current Accounts	4,32,36,917	47,34,906
	<b>4,32,47,220</b>	<b>47,45,209</b>
As per our report of even date		
<b>For Umamaheswara Rao &amp; Co.,</b>	<b>For and on behalf of the Board</b>	
Chartered Accountants		
		
<b>S. Venugopal</b>	<b>Yerneni Lakshmi Prasad</b>	<b>Venkata Sunil Kumar Talla</b>
Partner	Director	Director
M.No. 205565	DIN:02320060	DIN:02247464
Firm Registration No. 004453S		
Place: Hyderabad		
Date: 17.09.2021		



## DANU WIND PARKS PRIVATE LIMITED

### NOTES TO FINANCIAL STATEMENTS

#### 1 NATURE OF OPERATIONS

Danu Wind Private Limited (the "Company") is a company registered under the Companies Act, 1956, incorporated on September 21, 2011 with an objective to generate, transmit, purchase, sell and supply electricity power or any other energy from conventional/ non conventional energy sources on a commercial basis. The Company has two Wind Power Projects situated in Andhra Pradesh at Dhone (22.4MW) and at Nelakote (25.3MW).

#### 2 SIGNIFICANT ACCOUNTING POLICIES:

##### 2.01 Accounting Convention:

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India (GAAP) and comply with the mandatory Accounting Standards as specified in the Companies (Accounting Standards) Rules 2006 ('Rules') & as specified U/s 133 of Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014, other pronouncements of the Institute of Chartered Accountants of India (ICAI) to the extent applicable.

##### 2.02 Use Of Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure relating to contingent assets and contingent liabilities as on the date of the financial statements and the reported amounts of income and expense during the period. Actual results could differ from those estimates. Actual results could differ from the estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

##### 2.03 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits associated with the transaction will flow to the Company, and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable in accordance with the relevant agreements, net of discounts and other applicable taxes and duties.

*Sale of electricity* : Revenue from the sale of electricity is recognised when earned on the basis of contractual arrangement with the customers and reflects the value of units supplied including an estimated value of units supplied to the customers between the date of their last meter reading and year end.

*Incentives* : Incentives are recognised on an accrual basis when there is a reasonable certainty to receive the incentives.

##### 2.04 Fixed Assets And Depreciation:

i) Fixed assets are stated at cost of acquisition less depreciation. Cost of acquisition is inclusive of freight, duties, levies and all incidentals directly or indirectly attributable to bringing the asset to its working condition for its intended use.

ii) Depreciation is computed based on the useful life of the assets as prescribed in schedule II of the Companies Act 2013. Depreciation is calculated using straight line method. Depreciation is calculated on a pro-rata basis from the date of installation / capitalization till the date the assets are sold or disposed.

iii) Subsequent expenditures related to an item of tangible fixed asset are added to its book value only if they increase the future economic benefits from the existing asset beyond its previously assessed standard of performance and depreciated over the remaining useful life of the asset.

iv) With respect to the assets costing less than Rs. 5,000 based on an internal assessment and materiality, the management has estimated that the same shall be depreciated in the year of purchase.

##### 2.05 Earnings Per Share

###### Basic EPS:

Basic earnings per share ("EPS") is computed by dividing the net profit/(loss) after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

###### Diluted EPS:

For the purpose of calculating diluted earnings per share, net profit or loss after tax attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period, unless they have been issued at a later date. In computing the dilutive earnings per share, only potential equity shares that are dilutive and that either reduces the earnings per share or increases loss per share are included.

##### 2.06 Provisions And Contingent Liabilities:

The Company recognises a provision when there is a present obligation as a result of past obligating event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

##### 2.07 Cash Flow Statement

Cash flows are reported using the indirect method, where by the net profit before tax is adjusted for the effects of transactions of a non cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated and presented separately.



## 2.08 Taxes on Income

Income tax expense comprises current tax, deferred tax and Minimum alternative tax(MAT) credit.

### *Current tax*

The current tax is calculated in accordance with the relevant tax regulations applicable to the Company.

### *Deferred Tax*

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantially enacted by the Balance Sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward of loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets.

Deferred tax assets are reviewed at each Balance Sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realised.

The break-up of the deferred tax assets and liabilities as at the Balance Sheet date has been arrived at after setting-off deferred tax assets and liabilities where the Company has no legally enforceable right and an intention to set-off assets against liabilities and where such assets and liabilities relate to taxes on income levied by the same governing taxation laws.

## 2.09 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that any assets forming part of its cash generating units may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the reassessed recoverable amount subject to a maximum of depreciated historical cost.

## 2.10 Borrowing Cost

(i) Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

(ii) All other borrowing costs are recognised in Statement of Profit and Loss in the period in which they are incurred.

(iii) The Company determines the amount of borrowing costs eligible for capitalisation as the actual borrowing costs incurred on that borrowing during the period less any interest income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets, to the extent that an entity borrows funds specifically for the purpose of obtaining a qualifying asset. In case if the Company borrows generally and uses the funds for obtaining a qualifying asset, borrowing costs eligible for capitalisation are determined by applying a capitalisation rate to the expenditures on that asset. The Company suspends capitalisation of borrowing costs during extended periods in which it suspends active development of a qualifying asset.





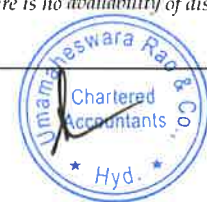
DANU WIND PARKS PRIVATE LIMITED		
Notes forming part of the financial statements		
(All amounts in Indian Rupees, except share data and where otherwise stated)		
PARTICULARS	Balance as at	
	March 31, 2021	March 31, 2020
<b>3 Share Capital</b>		
<b>(a) Authorised share Capital</b>		
(i) Authorised Equity Share Capital 6,13,70,000 (31st March, 2020 : 6,13,70,000) shares of Rs.10/- each	61,37,00,000	61,37,00,000
(ii) Authorised Compulsorily Convertible Preference Share Capital 2,79,30,000 (31st March, 2020 : 2,79,30,000) shares of Rs.10/- each	27,93,00,000	27,93,00,000
	<b>89,30,00,000</b>	<b>89,30,00,000</b>
<b>(b) Issued, Subscribed &amp; Paid Up Capital</b>		
(i) Issued, Subscribed & Paid Up Equity Share Capital 5,77,70,010 (31st March, 2020 : 5,77,70,010) shares of Rs.10/- each	57,77,00,100	57,77,00,100
(ii) Issued, Subscribed & Paid Up 0.01% Compulsorily Convertible Preference Share Capital 2,79,29,990 (31st March, 2020 : 2,79,29,990) shares of Rs.10/- each	27,92,99,900	27,92,99,900
	<b>85,70,00,000</b>	<b>85,70,00,000</b>
<b>Notes:</b>		
<b>(a) Reconciliation of number of equity shares outstanding</b>		
Outstanding shares at the beginning of the year	5,77,70,010	5,77,70,010
Add: Shares issued during the year		-
Less: Shares bought back during the year		-
Outstanding shares at the ending of the year	<b>5,77,70,010</b>	<b>5,77,70,010</b>
<b>(b) Reconciliation of number of Preference shares outstanding</b>		
Outstanding shares at the beginning of the year	2,79,29,990	2,79,29,990
Add: Shares issued during the year		-
Less: Shares bought back during the year		-
Outstanding shares at the ending of the year	<b>2,79,29,990</b>	<b>2,79,29,990</b>
<b>(c) Particulars of equity share holders holding more than 5% of the shares</b>		
Name of the Equity Share holder	No. of Shares held	No. of Shares held
Ecoren One Wind Energy Private Limited	5,77,70,000	5,77,70,000
(% of holding)	99.999998%	99.999998%
<b>(d) Particulars of Preference share holders holding more than 5% of the shares</b>		
Name of the Preference Share holder	No. of Shares held	No. of Shares held
Ecoren One Wind Energy Private Limited	2,79,29,990	2,79,29,990
(% of holding)	100%	100%
<b>(e) Particulars of shares held by holding company</b>		
Equity shares	No. of Shares held	No. of Shares held
Ecoren One Wind Energy Private Limited (including nominee shares)	5,77,70,010	5,77,70,010
(% of holding)	100%	100%
Preference shares		
Ecoren One Wind Energy Private Limited	2,79,29,990	2,79,29,990
(% of holding)	100%	100%
<b>4 Reserves and Surplus</b>		
<b>Surplus in Statement of Profit and Loss</b>		
Opening balance	(12,57,78,695)	(5,91,61,607)
Add : (Loss)/Profit for the year	(20,72,80,536)	(6,66,17,088)
Less: Amount Utilised during the year		
Closing Balance	<b>(33,30,59,232)</b>	<b>(12,57,78,695)</b>



PARTICULARS		Balance as at	
		March 31, 2021	March 31, 2020
5	<b>Long Term Borrowings</b> <b>Secured</b> Term Loans From Financial Institutions *  <b>Unsecured</b> Debentures 9% Compulsory Convertible Debentures of Rs 100/- each **	2,60,75,68,061     33,80,00,000 <b>2,94,55,68,061</b>	2,50,77,40,800     33,80,00,000 <b>2,84,57,40,800</b>
<p><b>*Loans from Financial Institutions:</b></p> <p><b>(a) PTC India Financial Services Limited - Dhone</b></p> <p>(i) PTC India Financial Services Limited has sanctioned Loan amount of Rs 117 Crores to Danu Wind Parks Private Limited out of which an amount of Rs.114.96 crores was disbursed during the FY 2016-17 and Rs. 2.04 crores in FY 2017-18</p> <p>(ii) The Loan was sanctioned for the purpose of Development, Construction and Operation of 22.4 MW (14 * 1.6 MW) wind based power project in Kurnool District of Andhra Pradesh.</p> <p>(iii) The facility shall be repaid in up to 58 structured quarterly installments (14.5 years) and the repayment shall be the first day of the beginning of each quarter.*</p> <p>(iv) The company has agreed to pay interest monthly at a rate of 12.75% p.a., reduced to 12.50% p.a. and further reduced to 12.40% p.a.</p> <p>(v) Mortgage of all Immovable Properties. Hypothecation of all movable assets including current assets. Personal guarantee by Director (Mr. Lakshmi Prasad Yerneni). Pledge of 100% equity shares, CCPS and CCDS. Corporate guarantee of M/s Ecoren Energy India Private Limited (ultimate Indian Holding Company).</p> <p>vi) a) Principal Due as on 31-03-2021 : 2,80,80,000 *</p> <p>b) Interest Accrued and due as on 31-03-2021 :</p> <p>i) Interest Due : 7,75,16,214*</p> <p>* As per guidelines issued by RBI relating to COVID-19 Regulatory Package dated March 27, 2020, April 17, 2020 and May 03,2020 and in accordance therewith, the company availed the COVID moratorium facility for the payment of principal and interest falling due between March 1, 2020 and August 30, 2020 (i.e., Installments for the period March 2020 to July 2020).</p> <p>As a result, the repayment of principal and interest falling due (being capitalised) between the period is deferred and overall repayment has been extended by 2 quarters.</p> <p><b>(b) PTC India Financial Services Limited - Nelakote</b></p> <p>(i) PTC India Financial Services Limited has sanctioned Loan amount of Rs. 169 Crores to Danu Wind Parks Private Limited out of which an amount of Rs.122.91 crore was disbursed during the FY 2016-17 , Rs. 24 crore in FY 2017-18 , Rs.13 crore in FY 2018-19 and Rs. 9.09 crores in FY 2019-20.</p> <p>(ii) The Loan was sanctioned for the purpose of Development, Construction and Operation of 25.3 MW (11 * 2.3 MW) wind based power project in Ananthapur District of Andhra Pradesh.</p> <p>(iii) The facility shall be repaid in up to 62 structured quarterly installments (15.5 years) and the repayment shall be the first day of the beginning of each quarter.</p> <p>(iv) The company has agreed to pay interest monthly at a rate of 12.15% p.a</p> <p>(v) Mortgage of all Immovable Properties. Hypothecation of all movable assets including current assets. Personal guarantee by Director (Mr. Lakshmi Prasad Yerneni). Pledge of 100% equity shares, CCPS and CCDS. Corporate guarantee of M/s Ecoren Energy India Private Limited (ultimate Indian Holding Company).</p> <p>vi) a) Principal Due as on 31-03-2021 : 4,05,60,000 *</p> <p>b) Interest Accrued and due as on 31-03-2021 :</p> <p>i) Interest Due : 11,75,14,206*</p> <p>* As per guidelines issued by RBI relating to COVID-19 Regulatory Package dated March 27, 2020, April 17, 2020 and May 03,2020 and in accordance therewith, the company availed the COVID moratorium facility for the payment of principal and interest falling due between March 1, 2020 and August 30, 2020 (i.e., Installments for the period March 2020 to July 2020).</p> <p>As a result, the repayment of principal and interest falling due (being capitalised) between the period is deferred and overall repayment has been extended by 2 quarters.</p> <p><b>**Compulsory Convertible Debentures (CCDS)</b></p> <p>The CCDs have been taken for Nelakota Project.</p> <p>The CCDS have been issued on 31st March, 2017 and shall be eligible for conversion into equity shares of the company on completion of the period of 10 years from the date of issuance on the conversion factor of 1:10 such that each CCDS shall be converted into 10 equity shares of Rs. 10/- each. CCDS contains a coupon rate of 9% which shall be paid annually on or before September 30th of the succeeding year.</p> <p>The Interest shall be paid by the Company with specific approval from the lenders and in the event the company is not able to pay the CCDs Interest in full/part in a particular year, the unpaid balance shall get automatically waived. The Interest on the CCDs in the first financial year shall accrue on a pro rata basis for the period commencing from the date of declaration of commercial operations till 31st March of the financial year.</p> <p>During 2020-21, the Company has not provided for Interest on Compulsorily Convertible Debentures as there is no availability of distributable cash.</p>			

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PARTICULARS		Balance as at	
		March 31, 2021	March 31, 2020
6	Deferred Tax Liability		
	Deferred Tax Liability	15,11,58,057	11,92,80,379
		<b>15,11,58,057</b>	<b>11,92,80,379</b>
7	Short Term Borrowings		
	(Secured)		
	From Financial Institutions	-	1,50,74,000
	(Unsecured)		
	Loans and Advances from Related Parties	2,19,07,093	1,75,86,231
		<b>2,19,07,093</b>	<b>3,26,60,231</b>
8	Trade Payables		
	Dues to parties other than Micro and Small enterprises	3,11,66,801	2,84,96,247
		<b>3,11,66,801</b>	<b>2,84,96,247</b>
9	Other Current Liabilities		
	Current Maturities of Long Term Debt	20,59,20,000	16,61,46,000
	Interest accrued and due on borrowings	19,50,28,214	-
	Interest accrued but not due on borrowings	2,89,78,151	2,84,53,773
	Statutory Liabilities	1,64,96,493	34,14,974
	Other Current Liabilities	27,31,448	27,96,186
	Creditors for Capital works	72,48,931	72,48,931
		<b>45,64,03,237</b>	<b>20,80,59,864</b>
10	Short Term Provisions		
	Provision for Expenses	15,82,344	3,15,327
		<b>15,82,344</b>	<b>3,15,327</b>
12	Long Term Loans & Advances		
	(unsecured, considered good)		
	Advance for Land Lease (Refer note no. 25)	2,54,61,727	2,66,61,727
		<b>2,54,61,727</b>	<b>2,66,61,727</b>
13	Trade Receivables (Refer note no. 28)		
	(Unsecured)		
	Outstanding for a period exceeding six months	74,17,42,777	38,31,30,557
	Other Trade receivables	9,06,93,130	10,25,87,902
		<b>83,24,35,907</b>	<b>48,57,18,460</b>
14	Cash and Cash Equivalents		
	Cash on Hand	10,303	10,303
	Balances with Banks		
	(a) Current Accounts	4,32,36,917	47,34,906
		<b>4,32,47,220</b>	<b>47,45,209</b>
15	Other Current Assets		
	Income Tax Refund	1,70,304	1,70,305
	TDS Receivable	2,970	-
	Other Current Assets	1,16,81,244	26,54,517
	Unbilled Receivables (Refer note no. 29)	7,58,61,341	14,07,49,359
		<b>8,77,15,859</b>	<b>14,35,74,180</b>



DANU WIND PARKS PRIVATE LIMITED										
Notes forming part of the financial statements										
11 FIXED ASSETS										
S.No	Particulars	Gross Block			Depreciation			Net Block		
		As on 01.04.2020	Additions during the year	Deletions during the year	As on 31.03.2021	As on 01.04.2020	For the year	Adjustment/ Deletions	As on 31.03.2021	
A.	Tangible Assets									
	Land	2,77,21,120	-	-	2,77,21,120	-	-	-	-	2,77,21,120
	Plant & Machinery (Wind Mills)	3,75,64,17,284	-	-	3,75,64,17,284	47,90,63,829	16,22,08,928	-	64,12,72,757	3,27,73,53,456
	Total A	3,78,41,38,404	-	-	3,78,41,38,404	47,90,63,829	16,22,08,928	-	64,12,72,757	3,30,50,74,576
B.	Intangible Assets									
	Total B	-	-	-	-	-	-	-	-	-

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DANU WIND PARKS PRIVATE LIMITED			
Notes forming part of the financial statements			
(All amounts in Indian Rupees, except share data and where otherwise stated)			
PARTICULARS		For the Year ended	
		March 31, 2021	March 31, 2020
16	<b>Revenue from Operations</b>		
	Sale of Electricity	39,26,62,360	59,11,83,487
	Generation Based Incentive	1,10,46,756	2,00,48,294
		<b>40,37,09,116</b>	<b>61,12,31,781</b>
17	<b>Other Income</b>		
	Interest Income	29,700	17,03,035
	Other Income	-	21,522
		<b>29,700</b>	<b>17,24,557</b>
18	<b>Operation and Maintenance</b>		
	Service Evacuation Systems	4,43,50,806	6,46,14,838
	HT Service charges	84,55,451	46,71,328
	Lease Rental (Refer note. No 25)	12,00,000	33,38,273
		<b>5,40,06,257</b>	<b>7,26,24,439</b>
19	<b>Administrative and Other Expenses</b>		
	Insurance	43,94,315	22,55,099
	Professional & Consultancy	15,93,338	11,61,831
	Audit Fee	2,36,000	2,36,000
	Other Expenses	8,56,721	20,42,106
		<b>70,80,374</b>	<b>56,95,036</b>
20	<b>Finance Cost</b>		
	Interest on Loan	35,53,06,115	36,24,13,471
	Other Finance Cost	5,40,000	-
		<b>35,58,46,115</b>	<b>36,24,13,471</b>

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## NOTES ON ACCOUNTS

### 21 Contingent Liabilities and Capital Commitments as on March 31, 2021 :

S.No	Nature	Amount (Rs)	Year	Notice No
1	Entry Tax*	68,81,742	FY 2016-17	TAX/01/2020/16-17
2	Entry Tax*	1,40,96,055	FY 2017-18	TAX/02/2020/17-18
3	TDS on Works contract**	4,28,943	FY 2016-2017 & FY 2017-18	CT-Kurnool Vat Act-2005

\* The commercial tax officer, Kadapa, Andhra Pradesh has issued an order dated 22nd October 2020 with a demand amounting to Rs. 68,81,742 on the company under Andhra Pradesh Tax on Entry of Goods into the Local Areas Act, 2001, for the FY 2016-17. The company filed an appeal against the said order before Andhra Pradesh High Court at Amaravathi on 15th March, 2021. Accordingly, 25% of the demand amounting to Rs. 17,20,436 has been deposited under protest by the company on 5th January 2021.

\* The commercial tax officer, Kadapa, Andhra Pradesh has issued an order dated 22nd October 2020 with a demand amounting to Rs. 1,40,96,055 on the company under Andhra Pradesh Tax on Entry of Goods into the Local Areas Act, 2001, for the FY 2017-18. The company filed an appeal against the said order before Andhra Pradesh High Court at Amaravathi on 15th March, 2021. Accordingly, 25% of the demand amounting to Rs. 35,24,014 has been deposited under protest by the company on 29th January 2021.

\*\* The company received Order on 30th March, 2021 for an amount of Rs. 4,28,943/- against Showcause notice issued under AP VAT Act 2005, dated 16th September 2019 for the period 2016-17 and 2017-18 (up to 30th June 2017). The Company has filed Appeal against the said order by making payment of 12.5% on demand amount i.e. Rs. 53,618/- on 28th April, 2021.

22 As at March 31, 2021 there are no amounts including interest payable to Micro, Small and Medium enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006, based on the information available with the Company.

23 Balances of debtors, loans & advances, creditors are subject to confirmation and reconciliation, if any.

#### 24 Segment Reporting:

Segment Reporting in accordance with AS 17 "Segment Reporting" issued by the Institute of Chartered Accountants of India is not provided as there is only one reportable segment for the company i.e. power generation. All the operations of the company are in India only.

#### 25 Leases:

The company has entered into an agreement with Ecoren Energy India Private Limited for development of Wind Power Project at Nelakote, Andhra Pradesh which included getting requisite approvals for leasing of Govt Revenue Land from the Government of Andhra Pradesh. Pending such requisite approvals and demand for lease payment, the company has estimated and accounted for lease rental expenditure during the year on accrual basis and adjusted the same against the advances given.

#### 26 Earnings per share (EPS):

The Computation of Earnings per share is given below:

Particulars	Year ended	
	March 31, 2021	March 31, 2020
Net profit as per the Statement of Profit and Loss available for equity shareholders (Rs.)	(20,72,80,536)	(6,66,17,088)
Weighted Average number of equity shares for Basic EPS (Nos)	5,77,70,010	5,77,70,010
	2,79,29,990	2,79,29,990
Add : Potential Equity shares on conversion of Compulsorily Convertible Preference Shares		
Add : Potential Equity shares on conversion of Compulsory Convertible Debentures	3,38,00,000	3,38,00,000
Weighted Average number of equity shares for Diluted EPS (Nos)	11,95,00,000	11,95,00,000
Face value per share (Rs.)	10	10
Basic EPS (Rs.)	(3.59)	(1.15)
Diluted EPS* - Face value of Rs. 10/- each	(3.59)	(1.15)

\* Since diluted earnings per share is increased when taking the Compulsory Convertible Debentures into account, the Compulsory Convertible Debentures are anti-dilutive and are ignored in the calculation of diluted earnings per share for FY 2020-21.

27 In the opinion of the Board of Directors, the current assets and loans & advances have a value of realisation, not less than the value at which they are stated in the balance sheet, except as otherwise stated in these financial statements.

#### 28 Trade Receivables

- (a) Trade receivables include an amount of Rs 20,33,26,171 withheld by the DISCOMs representing power supplied in excess of the approved PLF of 23.5% during a period of 12 months. The company management is of view that such amount shall be recovered from the AP DISCOM and accordingly no effect of the same is accounted in the books of accounts.





- (b) Trade receivables includes Rs 41,54,93,695 representing the difference between contracted price Rs. 4.84 per Kwh as per PPA with Andhra Pradesh State Government and realized amount of Rs. 2.43 per Kwh and the difference of Rs. 2.41 per Kwh withheld by APSPDCL. Andhra Pradesh State Government is under the process of revisiting Power Purchase Agreements (PPAs) entered between Power Generating Companies and DISCOMs. As per the PPA of the company with the DISCOMs, the company has billed the power supplied at Rs 4.84 per unit. Pending the outcome of the review of PPAs, the entire amount payable to the generation companies is withheld by the APSPDCL. The Company filed Writ petition before Hon'ble High Court of Andhra Pradesh along with other Power Generating Companies in Andhra Pradesh. The Hon'ble High Court of Andhra Pradesh vide its Interim Order dated 20.12.2019, ordered APSPDCL to pay the dues to the Solar/Wind Power Projects at interim rate (i.e. Rs.2.43 per unit for Wind developers) immediately.

Pending final outcome of the review of the PPAs by the Government as well final outcome of the High Court, the company continues to carry the amount of Trade receivables at book value and did not consider any provision, as the management is of the view that the entire amount is receivable in due course.

- (c) Trade receivables include Rs. 6,59,63,852 towards power supplied from 2.3MW wind turbine which is in commercial operation from 20.03.2018. The DISCOMs have not made any payment towards the above supplies, pending approval of the PPA by APERC. The management is of the opinion that the entire amount is receivable in regular course and hence no provision is considered against the said receivables.

## 29 Revenue

- (a) During the FY 2020-21, the company has no generation income as the power generation was on halt with effect from 16th October 2020, due to operational issues. The power generation is restored on 4th April 2021 & 28th February, 2021 for Danu I & Danu II projects respectively
- (b) Unbilled revenue includes Rs. 7,32,08,000 towards Late Payment Surcharge (LPS) for interest accrued for the FY 2020-21. As per the PPA, the company is eligible to charge LPS for any payment made beyond the due date at existing SBI base rate plus one percent.
- (c) Unbilled Revenue includes Rs. 26,51,352 towards the power supplied but not billed, calculated at the PPA rate of Rs. 4.84 per MW. The management is of the opinion that the entire amount is receivable in regular course as explained in Note 28, Trade Receivables.

30 The Company has evaluated the implications arisen on account of Covid-19 on the financial reporting of Company's financial statements pursuant to guidelines issued by the Institute of Chartered Accountants of India. The Company is in the business of generation of power and falls under essential services. Company's operations are at normal level, hence do not foresee any significant impact of outbreak of Covid-19 on the financial statements of the Company as on 31 March 2021.

## 31 Related Party Disclosures:

### A Parties where control exists

S. No	Name of the Party	Relationship
1	Ecoren One Wind Energy Private Limited	Holding company
2	Ecoren Energy India Private Limited	Ultimate Indian Holding

### B Key Management Personnel

S.No	Name of the party	Nature of Relationship
		31 March, 2021
1	Lakshmi Prasad Yerneni	Director
2	Venkata Sunil Kumar Talla	Director

### C Particulars of related party transactions during the year

S. No	Particulars	Nature of Transaction	Amount in Rs.	
			March 31, 2021	March 31, 2020
1	Ecoren Energy India Private Limited	Reimbursement of Expense	39,63,790	18,97,740
2	Ecoren Energy India Private Limited	Expense Reimbursed	3,88,781	-
3	Ecoren Energy India Private Limited	Land Lease Rental	12,00,000	33,38,273
4	Ecoren Energy India Private Limited	Service Evacuation System Service received	3,06,90,830	5,16,05,338
5	Ecoren One Wind Energy Private Limited	Service Evacuation System Service received	1,36,59,976	1,30,09,500

### D Balances at the year end

S.No	Particulars	Nature of Transaction	Amount in Rs.	
			March 31, 2021	March 31, 2020
1	Ecoren Energy India Private Limited	Reimbursement of Expense Payable	1,97,07,591	1,61,32,581
2	Ecoren Energy India Private Limited	Advance for Land Lease	2,54,61,727	2,66,61,727
3	Ecoren Energy India Private Limited	Creditors for Capital Works	72,48,931	72,48,931
4	Ecoren Energy India Private Limited	Payable for Services Evacuation System	-	1,76,50,671
5	Ecoren One Wind Energy Private Limited	Payable for Services Evacuation System	2,12,01,392	77,44,001
6	Ecoren One Wind Energy Private Limited	Reimbursement of Expense	14,53,650	14,53,650

32 Previous year figures have been regrouped and reclassified wherever necessary to conform to the current year classification.

33 Figures have been rounded off to the nearest rupee.

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Chartered Accountants  
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