

Restricted Group
Special Purpose Combined Balance Sheet as at 31 March 2021
(Amounts in INR millions, unless otherwise stated)

	Notes	As at 31 March 2021	As at 31 March 2020
Assets			
Non-current assets			
Property, plant and equipment	4	22,972	22,911
Capital work in progress	4	7	6
Goodwill	5	2	2
Other intangible assets	5	442	462
Right of use assets	6	13	15
Financial assets			
Loans	7	87	87
Deferred tax assets (net)	8	166	118
Prepayments	9	6	12
Other non-current assets	10	38	7
Non current tax assets (net)		67	84
Total non-current assets		23,799	23,704
Current assets			
Inventories	11	16	15
Financial assets			
Derivative instruments	7	-	34
Loans	7	13,427	935
Trade receivables	12	2,033	1,740
Cash and cash equivalent	13	324	224
Bank balances other than cash and cash equivalent	13	111	2,007
Others	7	614	295
Prepayments	9	23	19
Other current assets	10	83	106
Total current assets		16,631	5,375
Total assets		40,430	29,079
Equity and liabilities			
Equity			
Equity share capital	14A	886	439
Instruments entirely equity in nature	14E	112	112
Other equity			
Equity component of preference shares	15B	718	718
Securities premium	15C	7,255	3,229
Debt redemption reserve	15D	45	-
Hedge reserve	15E	0	13
Retained earnings	15F	(576)	215
Parent's contribution	15G	52	52
Total equity		8,492	4,778
Non-current liabilities			
Financial liabilities			
Long-term borrowings	16	24,118	14,767
Lease liabilities	17	4	4
Long-term provisions	18	1,054	-
Deferred tax liabilities (net)	8	424	402
Other non-current liabilities	19	346	321
Total non-current liabilities		25,947	15,494
Current liabilities			
Financial liabilities			
Short-term borrowings	20	2,523	5,588
Trade payables			
Outstanding dues to micro enterprises and small enterprises	21	-	-
Others	21	923	730
Lease Liabilities	17	1	1
Other current financial liabilities	22	2,409	2,440
Other current liabilities	23	134	47
Current tax liabilities (net)		0	2
Total current liabilities		5,990	8,807
Total liabilities		31,938	24,302
Total equity and liabilities		40,430	29,079

Summary of significant accounting policies 3

The accompanying notes are an integral part of the Special Purpose Combined Financial Statements

As per our report of even date

For and on behalf of the Restricted Group

For S.R. Batliboi & Co. LLP
ICAI Firm Registration No.: 301003E/E300005
Chartered Accountants

Sumant Sinha
(Chairman & Managing Director)
DIN- 00972012
Place: Gurugram
Date:

D. Muthukumar
(Chief Financial Officer)
Place: Gurugram
Date:

per Amit Chugh
Partner
Membership No.: 505224
Place: Gurugram
Date:

Ashish Jain
(Company Secretary)
Membership No.: F6508
Place: Gurugram
Date:

Restricted Group
Special Purpose Combined Statement of Profit and Loss for the year ended 31 March 2021
(Amounts in INR millions, unless otherwise stated)

	Notes	For the Half year ended 31 March 2021	For the Half year ended 31 March 2020	For the year ended 31 March 2021	For the year ended 31 March 2020
Income:					
Revenue from operations	24	1,294	1,162	3,342	3,698
Other income	25	435	123	545	239
Total income		1,729	1,285	3,887	3,937
Expenses:					
Other expenses	26	323	222	606	464
Total expenses		323	222	606	464
Earning before interest, tax, depreciation and amortisation (EBITDA)		1,406	1,063	3,281	3,473
Depreciation and amortisation expense	27	395	588	985	1,176
Finance costs	28	1,901	1,148	3,077	2,345
Loss before tax		(890)	(673)	(781)	(48)
Tax expense					
Current tax	8	9	(86)	9	31
Deferred tax	8	(82)	172	(45)	157
Adjustment of tax related to earlier years		0	(0)	0	(0)
Loss for the year	(a)	(816)	(758)	(745)	(236)

Earnings per share:
(face value per share: INR 10)

(1) Basic	29			(17.01)	(5.37)
(2) Diluted				(17.01)	(5.37)

Summary of significant accounting policies

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As per our report of even date

For S.R. Batliboi & Co. LLP
ICAI Firm Registration No.: 301003E/E300005
Chartered Accountants

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per Amit Chugh
Partner
Membership No.: 505224
Place: Gurugram
Date:

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(Chief Financial Officer)

Place: Gurugram
Date:

Ashish Jain
(Company Secretary)
Membership No.: F6508
Place: Gurugram
Date:

Restricted Group**Special Purpose Combined Statement of Cash Flows for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Cash flow from operating activities		
(Loss)/ Profit before tax	(782)	(48)
Adjustments for:		
Depreciation and amortisation expense	985	1,176
Provision for doubtful debts	(31)	
Operation and maintenance reserve	60	113
Interest income	(486)	(156)
Interest expense	2,877	2,324
Unamortised ancillary borrowing cost written off	178	0
Operating profit before working capital changes	2,800	3,411
Movement in working capital		
(Increase)/decrease in trade receivables	(262)	(344)
(Increase)/decrease in inventories	(1)	(4)
(Increase)/decrease in financial assets	(86)	8
(Increase)/decrease in other current assets	23	3
(Increase)/decrease in prepayments	2	37
(Increase)/decrease in other non-current assets	3	(2)
Increase/(decrease) in other liabilities	53	(22)
Increase/(decrease) in other current liabilities	-	(40)
Increase/(decrease) in trade payables	195	103
Increase/(decrease) in financial liabilities	0	0
Cash generated from operations	2,727	3,148
Direct taxes paid (net of refunds)	11	(48)
Net cash generated from operating activities	2,738	3,100
Cash flow from investing activities		
Purchase of property, plant and equipment including capital work in progress, intangibles including other intangible assets under development, capital creditors and capital advances	(77)	(605)
(Investments)/Redemption of bank deposits having residual maturity more than 3 months	1,896	(362)
Loan given to related parties	(12,404)	(97)
Loan repaid by related parties	-	48
Interest received	161	137
Investment in mutual funds redeemed/(made)	-	-
Net cash used in investing activities	(10,423)	(879)
Cash flow from financing activities		
Proceeds from issue of equity shares (including premium) (net of share issue expenses)	4,474	1
Proceeds from long-term borrowings	8,378	747
Repayment of long-term borrowings	-	(1,282)
Loan taken from related parties	-	146
Proceeds from short-term borrowings	5,165	1,857
Repayment of short-term borrowings	(8,230)	(1,816)
Gain on settlement of derivative instruments	-	38
Payment of lease liabilities (including payment of interest expense on lease liabilities)	(1)	(1)
Interest paid	(1,999)	(2,066)
Net cash (used in) / generated from financing activities	7,785	(2,376)
Net (decrease) / increase in cash and cash equivalents	100	(155)
Cash and cash equivalents at the beginning of the year	224	379
Cash and cash equivalents at the end of the year	324	224

Restricted Group
Special Purpose Combined Statement of Cash Flows for the year ended 31 March 2021
(Amounts in INR millions, unless otherwise stated)

Components of cash and cash equivalents

Balances with banks:

- On current accounts	309	167
- On deposit accounts with original maturity of less than 3 months	15	57
Total cash and cash equivalents (note 13)	324	224

Changes in liabilities arising from financial activities:

Particulars	Opening balance as at 1 April 2019	Cash flows (net)	Other changes*	Closing balance as at 31 March 2021
Long-term borrowings (including current maturities)	15,561	8,377	181	24,118
Short-term borrowings	5,588	(3,066)	1	2,523
Total liabilities from financing activities	21,149	5,311	182	26,641

Particulars	Opening balance as at 1 April 2018	Cash flows (net)	Other changes*	Closing balance as at 31 March 2019
Long-term borrowings (including current maturities)	16,596	(537)	(498)	15,561
Short-term borrowings	4,819	187	582	5,588
Total liabilities from financing activities	21,414	(350)	84	21,149

* other changes includes reinstatement of foreign currency borrowing, adjustment of ancillary borrowing cost and reclassification of loan from related parties.

Refer note 31 for movement in lease liabilities.

Summary of significant accounting policies

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Notes:

The Statement of Cash Flows has been prepared under the indirect method as set out in the Ind AS 7 "Statement of Cash Flows".

The accompanying notes are an integral part of the Special Purpose Combined Financial Statements

As per our report of even date

For S.R. Batliboi & Co. LLP

ICAI Firm Registration No.: 301003E/E300005

Chartered Accountants

For and on behalf of the Restricted Group

per Amit Chugh

Partner

Membership No.: 505224

Place: Gurugram

Date:

Sumant Sinha

(Chairman & Managing Director)

DIN- 00972012

Place: Gurugram

Date:

D. Muthukumar

(Chief Financial Officer)

Place: Gurugram

Date:

Ashish Jain

(Company Secretary)

Membership No.: F6508

Place: Gurugram

Date:

Restricted Group

Special Purpose Combined Statement of changes in equity for the year ended 31 March 2021

(Amounts in INR millions, unless otherwise stated)

Particulars	Attributable to the equity holders of entities forming part of the Restricted Group									Total equity
	Equity share capital*	Instruments entirely equity in nature#	Share application money pending allotment#	Equity component of preference shares#	Reserves and surplus#			Items of OCI#		
					Securities premium	Retained earnings	Parent's contribution	Debenture redemption reserve	Hedge reserve	
	(refer note 14A)	(refer note 14E)	(refer note 15A)	(refer note 15B)	(refer note 15C)	(refer note 15F)	(refer note 15G)	(refer note 15D)	(refer note 15E)	
At 1 April 2019	439	112	-	718	3,228	451	52	-	5	5,005
Profit for the year	-	-	-	-	-	(236)	-	-	-	(236)
Debenture redemption reserve	-	-	-	-	-	-	-	-	-	-
Other comprehensive loss (net of taxes)	-	-	-	-	-	-	-	-	8	8
Total comprehensive loss	-	-	-	-	-	(236)	-	-	8	(227)
Equity shares issued during the year	0	-	(1)	-	1	-	-	-	-	-
Share application money received	-	-	1	-	-	-	-	-	-	1
At 31 March 2020	439	112	-	718	3,229	215	52	-	13	4,778
Profit for the year	-	-	-	-	-	(746)	-	-	-	(746)
Other comprehensive loss (net of taxes)	-	-	-	-	-	-	-	45	(13)	33
Equity shares issued during the year	447	-	-	-	4,026	-	-	-	-	4,473
At 31 March 2021	886	112	-	718	7,255	(576)	52	45	0	8,493

*The Special Purpose Combined Financial Statement do not represent a legal entity structure. The share capital of Restricted Group is the summation of the share capital of the respective entities forming part of the Restricted Group.

#Instruments entirely equity in nature, reserves and surplus and items of OCI represents the aggregate amount of Restricted Group entities as at the respective year ends.

Summary of significant accounting policies

3

The accompanying notes are an integral part of the Special Purpose Combined Financial Statements
As per our report of even date

For S.R. Batliboi & Co. LLP

ICAI Firm Registration No.: 301003E/E300005

Chartered Accountants

per Amit Chugh

Partner

Membership No.: 505224

Place: Gurugram

Date:

For and on behalf of the Restricted Group

Sumant Sinha

(Chairman & Managing Director)

DIN- 00972012

Place: Gurugram

Date:

D. Muthukumar

(Chief Financial Officer)

Place: Gurugram

Date:

Ashish Jain

(Company Secretary)

Membership No.: F6508

Place: Gurugram

Date:

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

4 Property, plant and equipment

	Freehold Land#	Plant and equipment	Office equipment	Furniture & fixtures	Computers	Total property, plant and equipment	Capital work in progress**
Cost							
At 1 April 2019	762	25,299	0	2	1	26,064	35
Additions during the year @	27	36	0	-	2	65	7
Adjustment*	(6)	(1)	-	-	-	(7)	-
Capitalised during the year	-	-	-	-	-	-	(36)
At 31 March 2020	783	25,334	0	2	3	26,122	6
Additions during the year @	2	1,025	0	-	1	1,028	1
Adjustment*	(3)	(2)	-	-	-	(5)	-
At 31 March 2021	782	26,357	0	2	4	27,145	7
Accumulated depreciation							
At 1 April 2019	-	2,055	0	1	0	2,056	-
Charge for the year (refer note 27)	-	1,154	0	(0)	1	1,155	-
At 31 March 2020	-	3,209	0	1	1	3,211	-
Charge for the year (refer note 26)	-	963	-	1	-	964	-
At 31 March 2021	-	4,170	(0)	2	1	4,173	-
Net book value							
At 31 March 2020	783	22,125	(0)	1	2	22,911	6
At 31 March 2021	782	22,187	(0)	0	3	22,972	7

The title of land amounting to INR 86 as on 31 March 2021 (31 March 2020 :INR 86) is not yet in the name of respective entities forming part of the Restricted Group. Further, the title of freehold land amounting to INR 49 as on 31 March 2021 (31 March 2020: INR 161) is held by way General Power of Attorney (GPA). The respective entities forming part of Restricted Group are in process of registration of title deeds of these freehold lands.

@ Capitalised borrowing Costs

The amount of borrowing cost capitalised in the property, plant and equipment assets during the year ended 31 March 2020 is INR Nil (31 March 2019: INR 8)

*** Adjustment pertains to following**

- Adjustment during the year pertains to actualisation of certain provisional capitalisation on full and final settlement with the vendor

****Asset under construction**

Capital work in progress comprises of expenditure with respect to construction of solar power plants.

Mortgage and hypothecation on Property, plant and equipment:

Property, plant and equipment with a carrying amount of INR 22,980 (31 March 2019: INR 22,918) are subject to a pari passu first charge to respective lenders for term loans from banks and financial institutions and buyer's credit as disclosed in Note 16.

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

5 Other intangible assets	Customer contracts	Total intangibles	Goodwill
Cost			
At 1 April 2019	505	505	2
Additions during the year	-	0	-
Capitalised during the year	-	-	-
At 31 March 2020	505	505	2
At 31 March 2021	505	505	2
Amortisation			
At 1 April 2019	23	23	-
Amortisation for the year (refer note 27)	20	20	-
At 31 March 2020	43	43	-
Amortisation for the year (refer note 26)	20	20	-
At 31 March 2021	63	63	-
Net book value			
At 31 March 2020	462	462	2
At 31 March 2021	442	442	2

Mortgage and hypothecation on Customer contracts

Customer contracts with a carrying amount of INR 462 (31 March 2019: INR 482) are subject to a pari passu first charge to respective lenders for term loans from banks and financial institutions and buyer's credit as disclosed in Note 16.

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Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021****(Amounts in INR millions, unless otherwise stated)****6 Right of use assets**

Particulars	As at 31 March 2020	
	Land	Total
Cost		
At 1 April 2019	16	16
Additions during the year	0	0
At 31 March 2020	16	16
At 31 March 2021	16	16
Depreciation		
At 1 April 2019		
Depreciation charged to profit and loss during the year (refer note)	1	1
At 31 March 2020	1	1
Depreciation charged to profit and loss during the year (refer note)	2	2
At 31 March 2021	3	3
Net book value		
At 31 March 2020	15	15
At 31 March 2021	13	13

Entities forming part of Restricted Group have adopted Ind AS 116 using the modified retrospective method of adoption, with the date of initial application of 1 April 2019. Therefore figures of right of use assets for the previous year i.e as at 31 March 2019 is Nil.

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Restricted Group
Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021
(Amounts in INR millions, unless otherwise stated)

	As at 31 March 2021	As at 31 March 2020
7 Financial assets		
Non-current		
Financial assets at amortised cost		
Loans		
Considered good - Secured	-	-
Considered good - Unsecured		
Security deposits	0	0
Loans to related parties (refer note 30)	87	87
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
Total	87	87
Financial assets at fair value through OCI		
Cash flow hedges		
Derivative instruments	-	34
Total	-	34
Others		
Bank deposits with remaining maturity for more than twelve months (refer note 13)	(0)	0
Total	(0)	0
Current (unsecured, considered good unless stated otherwise)		
Loans		
Considered good - Secured	-	-
Considered good - Unsecured		
Loan to fellow subsidiary - redeemable non cumulative preference shares (refer note 30)	887	887
Security deposits	0	-
Loans to related parties (refer note 30)	12,540	48
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
Total	13,427	935
Others		
Government grants*		
- Generation based incentive receivable	28	29
Recoverable from related parties (refer note 30)	158	158
Interest accrued on fixed deposits	1	50
Interest accrued on loans to related parties (refer note 30)	428	58
Total	614	295

*Government grant is receivable for generation of renewable energy. There are no unfulfilled conditions or contingencies attached to these grants.

Loans and receivables are non-derivative financial assets which generate a fixed or variable interest income for the entities forming part of the Restricted Group. The carrying value may be affected by changes in the credit risk of the counterparties.

No loans are due from directors or other officers of the entities forming part of Restricted Group either severally or jointly with any other person. Nor any loans are due from firms or private companies respectively in which any director is a partner, a director or a member.

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

8 Deferred tax**(a) Deferred tax assets (net)**

	As at 31 March 2021	As at 31 March 2020
Deferred tax assets (gross)		
Provision for decommissioning cost	65	-
Expected credit loss	7	-
Losses available for offsetting against future taxable income	1,797	1,784
Unused tax credit (MAT)	14	14
Provision for operation and maintenance equalisation	27	25
Loss on mark to market of derivative instruments	-	19
Lease liabilities	0	0
(a)	1,910	1,843

Deferred tax liabilities (gross)

Difference in written down value as per books of account and tax laws	1,744	1,724
Right of use asset	0	0
(b)	1,745	1,725

Deferred tax assets (net)**(c) = (a)-(b)** **166** **118****Deferred tax liabilities (net)****Deferred tax assets (gross)**

Provision for decommissioning cost	201	-
Expected credit loss	1	-
Losses available for offsetting against future taxable income	1,469	1,293
Provision for operation and maintenance equalisation	74	62
(d)	1,745	1,355

Deferred tax liabilities (gross)

Compound financial instruments	234	240
Difference in written down value as per books of account and tax laws	1,933	1,505
Unamortized ancillary borrowing cost	1	1
Business combinations	-	11
(e)	2,168	1,757

Deferred tax liabilities (net)**(f) = (e) - (d)****424** **402**

Restricted Group

Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021

(Amounts in INR millions, unless otherwise stated)

Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate:

	For the year ended 31 March 2021	For the year ended 31 March 2020
Accounting profit before income tax	(782)	(48)
Tax at the India's tax rate of 25.168% (31 March 2020 : 26%) (Average tax rate used is the weighted average of actual tax rates applicable for entities forming part of restricted group and their respective profits before tax.)	(197)	(14)
Disallowance of interest u/s 94B of the Income tax Act, 1961	184	-
<u>On account of adoption of new tax ordinance</u>		
- MAT credit written off	-	134
- Recognition/(Reduction) in DTL/(Recognition)/Reduction in DTA	3	49
Effect of tax holidays and other tax exemptions	0	(1)
Adjustment of tax relating to earlier periods	(9)	4
Absence of reasonable certainty for recoverability of tax losses in certain entities	-	15
Others non-deductible items	(17)	1
At the effective income tax rate	(36)	189
Current tax expense reported in the Statement of Profit and Loss	9	31
Deferred tax expense reported in the Statement of Profit and Loss*	(45)	157
	(36)	189

	Balance of DTA/(DTL) (net) on 1 April 2020	Income/(expense) recognised in profit and loss for Mar'21	Income/(expense) recognised in OCI	Balance of DTA/(DTL) (net) on 31 March 2021
Compound financial instruments	(240)	5	-	(234)
Gain/(Loss) on mark to market of derivative instruments	19	0	(19)	-
Difference in written down value as per books of account and tax laws	(3,241)	(436)	-	(3,677)
Unamortized ancillary borrowing cost	(1)	(0)	-	(1)
Provision for decommissioning cost	-	266	-	266
Expected credit loss	-	8	-	8
Losses available for offsetting against future taxable income	3,077	189	-	3,266
Unused tax credit (MAT)	14	0	-	14
Provision for operation and maintenance equalisation	87	14	-	101
Right of use asset	(0)	0	-	(0)
	(284)	45	(19)	(258)

	Balance of DTA/(DTL) (net) on 1 April 2019	Income/(expense) recognised in profit and loss for Mar'20	Income/(expense) recognised in OCI	Balance of DTA/(DTL) (net) on 31 March 2020
Compound financial instruments	(252)	13	-	(240)
Gain/(Loss) on mark to market of derivative instruments	(2)	-	21	19
Difference in written down value as per books of account and tax laws	(3,206)	(34)	-	(3,241)
Unamortized ancillary borrowing cost	(0)	(1)	-	(1)
Preliminary expenses not written off under tax laws	0	(0)	-	(0)
Losses available for offsetting against future taxable income	3,123	(46)	-	3,077
Unused tax credit (MAT)	145	(131)	-	14
Provision for operation and maintenance equalisation	46	42	-	87
Lease liabilities	-	0	-	0
Right of use asset	-	(0)	-	(0)
	(148)	(157)	21	(284)

The entities forming part of Restricted Group has tax losses and unabsorbed depreciation which arose in India of INR 12,869 (31 March 2020: INR 12,094). The unabsorbed depreciation can be carried forward indefinitely as per the Income Tax Act.

Out of this, the tax losses that are available for offsetting for eight years against future taxable profits of the companies in which the losses arose are of INR 40 (31 March 2020: INR 41). The unabsorbed depreciation that will be available for offsetting for against future taxable profits of the companies in which the losses arose are of INR 12,829 (31 March 2020: INR 12,052).

The entities forming part of Restricted Group has recognised deferred tax asset of INR 3,266 (31 March 2020: INR 3,076) utilisation of which is dependent on future taxable profits. The future taxable profits are based on projections made by the management considering the power purchase agreement with power procurer.

The Group entities forming part of Restricted Group has Unabsorbed Depreciation amounting to INR 107 on which deferred tax assets have not been recognised as there may not be sufficient taxable profits to offset these losses

The Group has unabsorbed depreciation on which deferred tax assets of INR 27 have not been recognised as there may not be sufficient taxable profits to offset these losses

9 Prepayments

	As at 31 March 2021	As at 31 March 2020
Non-current (unsecured, considered good unless otherwise stated)		
Prepaid expenses	6	12
Total	6	12
Current (unsecured, considered good unless otherwise stated)		
Prepaid expenses	23	19
Total	23	19

10 Other assets

	As at 31 March 2021	As at 31 March 2020
Non-current (unsecured, considered good unless otherwise stated)		
Others		
Capital advance	38	4
Advances recoverable	0	3
Total	38	7
Current (Unsecured, considered good unless otherwise stated)		
Advances recoverable	83	104
Balances with government authorities	-	2
Total	83	106

Restricted Group
Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021
(Amounts in INR millions, unless otherwise stated)

11 Inventories	As at 31 March 2021	As at 31 March 2020
Consumables and spares	16	15
Traded goods	-	-
Total	16	15

12 Trade receivables	As at 31 March 2021	As at 31 March 2020
Unsecured, considered good	2,033	1,740
Receivables - credit impaired	31	-
	<u>2,063</u>	<u>1,740</u>
Less: Impairment allowance for bad and doubtful debts	(31)	-
Total	2,033	1,740

No trade or other receivables are due from directors or other officers of the entities forming part of the Restricted Group either severally or jointly with any other person. Nor any trade or other receivables are due from firms or private companies respectively in which any director is a partner, director or a member.

Trade receivables are non-interest bearing and are generally on terms of 7-60 days.

13 Cash and cash equivalents	As at 31 March 2021	As at 31 March 2020
Cash and cash equivalents		
Balance with bank		
- On current accounts	309	167
- Deposits with original maturity of less than 3 months	15	57
Total	324	224
Bank balances other than cash and cash equivalents		
Deposits with		
- Remaining maturity for less than twelve months #	111	2,007
- Remaining maturity for more than twelve months #	(0)	0
	<u>111</u>	<u>2,007</u>
Less: amount disclosed under financial assets (others) (Note 7)	0	(0)
Total	111	2,007

Fixed deposits of INR 0 (31 March 2020: INR 558) are under lien with various banks for the purpose of Debt Service Reserve Account (DSRA) and as margin money for the purpose of letter of credit/bank guarantee.

The bank deposits have an original maturity period of 7 to 1826 days and carry an interest rate of 3.50% to 7.30% which is receivable on maturity.

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

14 Share capital

The Special Purpose Combined Financial Statement do not represent a legal entity structure. The share capital of Restricted Group is the summation of the share capital of the respective entities forming part of the Restricted Group.

Authorised share capital	Number of shares	Amount
Equity shares of INR 10 each		
At 1 April 2018	4,41,05,000	441
Increase during the year	1,34,40,000	134
At 1 April 2019	5,75,45,000	575
At 31 March 2020	5,75,45,000	575
Increase during the year	3,37,50,000	338
At 31 March 2021	9,12,95,000	913
0.0001% compulsory convertible preference shares of INR 10 each		
At 1 April 2019	1,36,50,000	137
At 31 March 2020	1,36,50,000	137
At 31 March 2021	1,36,50,000	137
0.0001% redeemable non cumulative preference shares of INR 10 each		
At 1 April 2019	1,18,75,000	119
At 31 March 2020	1,18,75,000	119
At 31 March 2021	1,18,75,000	119
Issued share capital	Number of shares	Amount
14A Equity shares of INR 10 each issued, subscribed and paid up		
At 1 April 2019	4,38,73,930	439
Shares issued during the year	3,650	0
At 31 March 2020	4,38,77,580	439
Shares issued during the year	4,47,39,504	447
At 31 March 2021	8,86,17,084	886

Terms/rights attached to equity shares

The entities forming part of Restricted Group have only one class of equity shares having par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. If declared, the entities forming part of Restricted Group will pay dividends in Indian rupees.

In the event of liquidation of entities forming part of the Restricted Group, the holders of equity shares of entities forming part of Restricted Group will be entitled to receive remaining assets of the respective entity, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders of the respective entity.

14B Shares held by the holding company of entities forming part of Restricted Group

	As at 31 March 2021		As at 31 March 2020	
	Number of shares	Amount	Number of shares	Amount
ReNew Solar Power Private Limited*				
Equity shares of INR 10 each	50,000	1	50,000	1
ReNew Power Private Limited*				
Equity shares of INR 10 each	4,46,89,504	435	4,37,05,850	437
0.0001% compulsorily convertible preference shares of INR 10 each	1,11,53,350	112	1,11,53,350	112
0.0001% redeemable non cumulative preference shares of INR 10 each	11,47,35,700	1,147	11,47,35,700	1,147

*for details of relationship with the respective entities of the Restricted Group refer note 30.

14C Details of shareholders holding more than 5% shares in the Restricted Group

	As at 31 March 2021		As at 31 March 2020	
	Number	% Holding	Number	% Holding
Equity shares of INR 10 each				
ReNew Power Private Limited*	4,46,89,504	101.85%	4,37,05,850	99.62%
0.0001% redeemable non cumulative preference shares of INR 10 each				
ReNew Power Private Limited*	11,47,35,700	100.00%	11,47,35,700	100.00%
0.0001% compulsorily convertible preference shares of INR 10 each				
ReNew Power Private Limited*	1,11,53,350	100.00%	1,11,53,350	100.00%

As per the records of the entities forming part of the Restricted Group, including its register of shareholders/members the above shareholding represents both legal and beneficial ownerships of shares.

*for details of relationship with the respective entities of the Restricted Group refer note 30.

14D No shares have been allotted without payment of cash or by way of bonus shares during the period of five years immediately preceding the balance sheet date.

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

14E Instruments entirely equity in nature:**0.0001% compulsorily convertible preference shares of INR 10 each**

	Number of shares	Amount
At 1 April 2019	1,11,53,350	112
At 31 March 2020	1,11,53,350	112
At 31 March 2021	1,11,53,350	112

Terms/rights attached to preference shares**0.0001% compulsorily convertible preference shares (face value Rs 10 each) (CCPS)**

Renew Wind Energy (AP) Private Limited issued 3,059,600 CCPS in financial year 2014-15 and 8,093,750 CCPS during the FY ended March 31, 2016 of Rs.10 each fully paid-up at a premium of Rs. 90 per share. CCPS carry non cumulative dividend @ 0.001%. Renew Wind Energy (AP) Private Limited declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

CCPS do not carry voting rights and are transferable. CCPS of 8,093,750 and 3,059,600 shall be compulsorily converted into one equity share for each preference share at the price of Rs. 100 per share in August 2035 and January 2034 respectively.

In the event of Liquidation of Renew Wind Energy (AP) Private Limited, the holders of CCPS shall be entitled to receive an amount that equal to the face value of CCPS. The remaining assets and funds of Renew Wind Energy (AP) Private Limited available for distribution to shareholders of Renew Wind Energy (AP) Private Limited shall be distributed among all holders of CCPS and equity shares based on the number of equity shares held by each of them.

15 Other equity**15A Share application money pending allotment**

At 1 April 2019	-
Share application money received	1
Equity shares issued during the year	(1)
At 31 March 2020	-
At 31 March 2021	-

15B Equity component of preference shares:**0.0001% redeemable non cumulative preference shares of INR 10 each (including share premium of INR 90 each)**

	Number of shares	Total proceeds	Liability component (refer note 16)	Equity component**
At 1 April 2019	11,47,35,700	1,147	177	718
Accretion during the year	-	-	20	-
At 31 March 2020	11,47,35,700	1,147	197	718
Accretion during the year	-	-	20	-
At 31 March 2021	11,47,35,700	1,147	218	718

(**Adjusted for deferred tax at inception)

Terms/rights attached to preference shares**0.0001% redeemable non cumulative preference shares (RNCPS)**

Pugalur Renewable Private Limited issued 63,205,700 0.0001% redeemable non cumulative preference shares (RNCPS) in FY 2018-19, of INR 10 each fully paid-up per share. RNCPS carry non cumulative dividend @ 0.0001%. Pugalur Renewable Private Limited declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors of Pugalur Renewable Private Limited is subject to the approval of the shareholders in the ensuing Annual General Meeting.

RNCPS do not carry voting rights and are fully transferable. The RNCPS shall be redeemed at INR 10 per share on or before 31st March 2038 as may be determined by the Board in one or more tranches.

In the event of Liquidation of Pugalur Renewable Private Limited, the RNCPS shall be entitled to receive in preference to the equity shareholders of the Pugalur Renewable Private Limited, as per share amount equal to 1.0 times of the face value of each RNCPS plus any declared but unpaid dividends on such RNCPS

0.0001% redeemable non cumulative preference shares (RNCPS)

Bidwal Renewable Private Limited issued 51,530,000 0.0001% redeemable non cumulative preference shares (RNCPS) in FY 2018-19, of INR 10 each fully paid-up per share. RNCPS carry non cumulative dividend @ 0.0001%. Bidwal Renewable Private Limited declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors of Bidwal Renewable Private Limited is subject to the approval of the shareholders in the ensuing Annual General Meeting.

RNCPS do not carry voting rights and are fully transferable. The RNCPS shall be redeemed at INR 10 per share on or before 31st March 2038 as may be determined by the Board in one or more tranches.

In the event of Liquidation of Bidwal Renewable Private Limited, the RNCPS shall be entitled to receive in preference to the equity shareholders of the Bidwal Renewable Private Limited, as per share amount equal to 1.0 times of the face value of each RNCPS plus any declared but unpaid dividends on such RNCPS

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

15C Securities premium

At 1 April 2019	3,228
Premium on issue of equity shares during the year	<u>1</u>
At 31 March 2020	3,229
Premium on issue of equity shares during the year	<u>4,026</u>
At 31 March 2021	<u><u>7,255</u></u>

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.

15D Debenture redemption reserve

At 31 March 2020	-
Amount transferred from surplus balance in retained earnings	<u>45</u>
At 31 March 2021	<u><u>45</u></u>

Nature and purpose

Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.

15E Hedge reserve

At 1 April 2019	5
Movement in hedge reserve, net of taxes (refer note 33)	<u>8</u>
At 31 March 2020	13
Movement in hedge reserve, net of taxes (refer note 33)	<u>(13)</u>
At 31 March 2021	<u><u>0</u></u>

Nature and purpose

The Restricted Group uses hedging instruments as part of its management of foreign currency risk and interest rate risk associated on borrowings. For hedging foreign currency and interest rate risk, the Group uses foreign currency forward contracts, cross currency swaps, foreign currency option contracts and interest rate swaps. To the extent these hedges are effective, the change in fair value of the hedging instrument is recognised in the cash flow hedging reserve. Amounts recognised in the cash flow hedging reserve is reclassified to the Statement of Profit and Loss when the hedged item affects profit and loss (example: interest payments).

15F Retained earnings

At 1 April 2019	451
Profit for the year	<u>(236)</u>
At 31 March 2020	215
Profit for the year	<u>(746)</u>
Amount transferred from surplus balance in retained earnings	<u>(45)</u>
At 31 March 2021	<u><u>(576)</u></u>

Nature and purpose

Retained earnings are the profits/(loss) that the Company has earned/incurred till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. It is a free reserve available to the Company and eligible for distribution to shareholders, in case where it is having positive balance representing net earnings till date.

15G Parent's contribution

At 1 April 2019	52
At 31 March 2020	<u>52</u>
At 31 March 2021	<u><u>52</u></u>

Nature and purpose

Impact to the carrying amount of subsidiary's assets and liabilities to reflect at the same values as appearing in the Consolidated financial statements of the Parent

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Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

16 Interest-bearing loans and borrowings	Notes:	Nominal interest rate %	Maturity	Non-current		Current	
				31 March 2021	31 March 2020	31 March 2021	31 March 2020
Non Convertible debentures (secured)	(i)	8.26%	April 2024	23,903	-	-	-
Term loan from bank (secured)	(ii)	9.45% - 12.10%	December 2026 - March 2035	-	5,020	-	298
Term loan from financial institutions (secured)	(iii)	9.92% - 14.45%	September 2031 - October 2036	-	9,551	-	496
Liability component of preference shares (refer note 14E)		0.0001%	March 2038	215	196	-	-
Total long-term borrowings				24,118	14,767	-	794
Amount disclosed under the head 'Other current financial liabilities' (Refer note 22)				-	-	-	(794)
				24,118	14,767	-	-

Notes:**(i) Non convertible debentures (secured)**

The debentures are secured by way of first pari passu charge on the Company's immovable properties, movable assets, current assets, cash accruals including but not limited to current assets, receivables, book debts, cash and bank balances, loans and advances etc. present and future.

(ii) Term loan from bank (secured)

Term loan from banks are secured by pari passu first charge by way of mortgage of all the present and future immovable properties, hypothecation of movable assets, book debt, operating cash flows, receivables, commissions, revenue of whatsoever nature, all bank accounts and all intangibles assets, assignment of all rights, title, interests, benefits, claims etc. of project documents and insurance contracts of the entities forming part of the Restricted Group.

(iii) Term loan from financial institutions (secured)

Secured by a first pari passu charge by way of mortgage on immovable properties, first pari passu charge by way of hypothecation of tangible moveable assets, first charge on all the current assets, other intangible assets and accounts. Further secured by way of assignment of all the rights, title, interest, benefit, claims and demands under all the project agreements, letter of credit, insurance contracts and proceeds, guarantees, performance bond etc. of the respective entities.

(iv) All the loans are covered by corporate guarantee of ReNew Power Private Limited.

Restricted Group

Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021

(Amounts in INR millions, unless otherwise stated)

- (v) ReNew Solar Power Private Limited has pledged as on 31 March 2021: 36,000 (31 March 2020: 25,500) equity shares of the entities forming part of the Restricted Group in favour of security trustee on behalf of lenders.
- (vi) ReNew Power Private Limited has pledged as on 31 March 2021: 2,12,68,203 (31 March 2020: 2,84,31,922) equity shares and as on 31 March 2021: 6,58,38,365 (31 March 2020:6,58,38,365) preference shares of the entities forming part of the Restricted Group in favour of security trustee on behalf of lenders.

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Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

	As at 31 March 2021	As at 31 March 2020
17 Lease liabilities		
Non-current		
Lease liabilities (refer note 31)	4	4
Total	4	4
Current		
Lease liabilities (refer note 31)	1	1
Total	1	1
18 Long-Term Provisions	As at 31 March 2021	As at 31 March 2020
Provision for decommissioning costs	1,054	
Total	1,054	-
		Provision for decommissioning costs
As at 1 April 2018		
As at 31 March 2019		-
Arised during the year		1,054
As at 31 March 2020		1,054
Decommissioning costs		
Provision has been recognised for decommissioning costs associated with premises taken on leases wherein the Group is committed to decommission the site as a result of construction of wind and solar power projects.		
19 Other non-current liabilities	As at 31 March 2021	As at 31 March 2020
Provision for operation and maintenance equalisation	346	321
Total	346	321
20 Short term borrowings	As at 31 March 2021	As at 31 March 2020
Working capital term loan (secured)	-	1,229
Loan from related party (unsecured) (refer note 30)	2,523	3,777
Buyer's / Supplier's credit (secured)	(0)	582
Total	2,523	5,588
Loan from related party (unsecured)		
Unsecured loan from related party is repayable on demand and carries interest at 8.00% per annum.		
21 Trade payables	As at 31 March 2021	As at 31 March 2020
Current		
Outstanding dues to micro enterprises and small enterprises (refer note 39)	-	-
Others	923	730
Total	923	730

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

22 Other current financial liabilities	As at 31 March 2021	As at 31 March 2020
Financial liabilities at amortised cost		
Current maturities of long term borrowings (Refer note 16)	-	794
Others		
Interest accrued but not due on borrowings	849	878
Interest accrued but not due on debentures	837	-
Capital creditors	722	767
Total	2,409	2,440

23 Other current liabilities	As at 31 March 2021	As at 31 March 2020
Provision for operation and maintenance equalisation	63	29
Other payables		
TDS payable	71	18
GST payable	0	-
Total	134	47

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Restricted Group
Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021
(Amounts in INR millions, unless otherwise stated)

24 Revenue from contracts with customers	For the year ended 31 March 2021	For the year ended 31 March 2020
Sale of power	3,342	3,698
Total	3,342	3,698

25 Other income	For the year ended 31 March 2021	For the year ended 31 March 2020
Interest income accounted at amortised cost		
- on fixed deposit with banks	83	140
- on loan to related parties (refer note 30)	399	10
- income tax refund	4	5
Government grant		
- generation based incentive	48	55
- sale of emission reduction certificates	-	1
Insurance claim	2	1
Miscellaneous income	9	27
Total	545	239

26 Other expenses	For the year ended 31 March 2021	For the year ended 31 March 2020
Legal and professional fees	12	7
Corporate social responsibility (refer note 40)	5	4
Travelling and conveyance	3	5
Rent	0	0
Printing and stationery	0	0
Management shared services	87	83
Rates and taxes	16	3
Payment to auditors (refer details below)	6	6
Insurance	35	14
Operation and maintenance	356	315
Repair and maintenance		
- plant and machinery	6	3
Security charges	0	2
Communication costs	2	2
Foreign exchange loss (net)	9	9
Miscellaneous expenses	40	11
	606	464

Payment to auditors	For the year ended 31 March 2021	For the year ended 31 March 2020
As auditor:		
Audit fee	4	5
In other capacity:		
Certification fees	1	0
Reimbursement of expenses	1	1
	6	6

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2021**

(Amounts in INR millions, unless otherwise stated)

27 Depreciation and amortisation expense

	For the year ended 31 March 2021	For the year ended 31 March 2020
Depreciation of property, plant and equipment (refer note 4)	964	1,155
Amortisation of other intangible assets (refer note 5)	20	20
Depreciation of right of use assets (refer note 6)	1	1
Total	985	1,176

28 Finance costs

	For the year ended 31 March 2021	For the year ended 31 March 2020
Interest expense on		
- term loans	1,244	1,949
- loan from related party (refer note 30)	285	296
- buyer's/supplier's credit	1	57
- debentures	1,299	-
- liability component of redeemable non-cumulative preference shares	20	18
- others	0	3
Bank charges	22	22
Unamortised ancillary borrowing cost written off*	178	-
Unwinding of discount on provisions	28	-
Total	3,077	2,345

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