

Restricted Group
Special Purpose Combined Balance Sheet as at 31 March 2020
(Amounts in INR millions, unless otherwise stated)

	Notes	As at 31 March 2020	As at 31 March 2019
Assets			
Non-current assets			
Property, plant and equipment		36,407	38,056
Capital work in progress		3	183
Intangible assets		40	43
Investment property		1	1
Financial assets			
Loans	1	9	6
Others	1	0	0
Deferred tax assets (net)		46	111
Prepayments	2	178	115
Non current tax assets (net)		298	164
Other non-current assets	3	39	58
Total non-current assets		37,021	38,737
Current assets			
Inventories	4	32	26
Financial assets			
Derivative instruments	1	2,027	113
Loans	1	22,745	12,948
Trade receivables	5	3,830	2,728
Cash and cash equivalent	6	453	3,191
Bank balances other than cash and cash equivalent	6	1,861	1,498
Others	1	1,758	1,600
Prepayments	2	109	137
Other current assets	3	101	123
Total current assets		32,916	22,364
Total assets		69,937	61,101
Equity and liabilities			
Equity			
Equity share capital		269	269
Instruments entirely equity in nature		767	767
Other equity			
Equity component of compulsorily convertible debentures		401	401
Equity component of preference shares		140	140
Securities premium		9,300	9,300
Hedge reserve		(927)	61
Retained earnings		274	118
Total equity		10,224	11,056
Non-current liabilities			
Financial liabilities			
Long-term borrowings		54,514	41,174
Other non-current financial liabilities	7	-	846
Deferred tax liabilities (net)		403	128
Other non-current liabilities	8	226	227
Total non-current liabilities		55,143	42,375
Current liabilities			
Financial liabilities			
Trade payables			
Outstanding dues to micro enterprises and small enterprises	9	-	-
Others	9	1,318	1,501
Derivative instruments	10	-	175
Other current financial liabilities	11	3,070	5,887
Current tax liabilities (net)		-	19
Other current liabilities	12	182	88
Total current liabilities		4,570	7,670
Total liabilities		59,713	50,045
Total equity and liabilities		69,937	61,101

Restricted Group
Special Purpose Combined Statement of Profit and Loss for the year ended 31 March 2020
(Amounts in INR millions, unless otherwise stated)

	Notes	For the half year ended 31 March 2020	For the half year ended 31 March 2019	For the year ended 31 March 2020	For the year ended 31 March 2019
Income:					
Revenue from operations	13	2,749	2,679	6,482	6,059
Other income	14	978	274	1,770	709
Total income		3,727	2,953	8,252	6,768
Expenses:					
Other expenses	15	1,153	828	1,732	1,362
Total expenses		1,153	828	1,732	1,362
Earning before interest, tax, depreciation and amortisation (EBITDA)		2,574	2,125	6,520	5,406
Depreciation and amortisation expense	16	940	929	1,880	1,842
Finance costs	17	1,855	1,877	4,325	3,451
Profit before tax		(221)	(681)	315	113
Tax expense					
Current tax		(86)	87	8	124
Deferred tax		25	(19)	160	85
Adjustment of tax related to earlier years		(9)	(0)	(9)	(0)
Profit / (loss) for the year		(151)	(749)	156	(96)

Restricted Group

Special Purpose Combined Statement of Cash Flows for the year ended 31 March 2020

(Amounts in INR millions, unless otherwise stated)

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Cash flow from operating activities		
Profit before tax	315	113
Adjustments for:		
Depreciation and amortisation expense	1,880	1,842
Operation and maintenance	41	31
Interest income	(1,509)	(254)
Interest expense	4,095	3,213
Unamortised ancillary borrowing cost written off	218	-
Fair value change of mutual fund (including realised gain)	-	(11)
Loss on settlement of derivative instruments designated as cash flow hedge (net)	(0)	-
Operating profit before working capital changes	5,040	4,934
Movement in working capital		
(Increase)/decrease in trade receivables	(1,102)	(1,367)
(Increase)/decrease in inventories	(6)	(26)
(Increase)/decrease in financial assets	390	(1,437)
(Increase)/decrease in prepayments	(37)	(215)
(Increase)/decrease in other assets	21	(10)
Increase/(decrease) in other liabilities	51	1
Increase/(decrease) in trade payables	(181)	977
Increase/(decrease) in financial liabilities	(290)	39
Cash generated from operations	3,886	2,896
Direct taxes paid (net of refunds)	(150)	(173)
Net cash generated from operating activities	3,736	2,723
Cash flow from investing activities		
Purchase of property, plant and equipment including capital work in progress, capital advances and capital creditors	(1,197)	(5,498)
Net (investments)/redemption of bank deposits having maturity more than 3 months	(363)	845
Loan given to related parties	(9,716)	(11,749)
Loan repaid by related parties	-	16
Interest received	969	197
Net investment in mutual funds	-	366
Net cash used in investing activities	(10,307)	(15,823)
Cash flow from financing activities		
Proceeds from issue of equity shares (including premium) (net of share issue expenses)	-	0
Proceeds from issue of preference shares (including premium)	-	3,897
Proceeds from long-term borrowings	16,657	39,132
Repayment of long-term borrowings	(10,061)	(20,101)
Proceeds from short-term borrowings	-	3,258
Repayment of short-term borrowings	-	(7,765)
Gain on settlement of derivative instruments	-	294
Other non current financial liabilities	(290)	-
Gain on settlement of CCIRS	148	-
Interest paid	(2,621)	(2,883)
Net cash generated from financing activities	3,833	15,832
Net (decrease) / increase in cash and cash equivalents	(2,738)	2,732
Cash and cash equivalents at the beginning of the year	3,191	459
Cash and cash equivalents at the end of the year	453	3,191
Components of cash and cash equivalents		
Balances with banks:		
- On current accounts	453	277
- On deposit accounts with original maturity of less than 3 months	-	2,914
- On deposit account for more than 3 months and less than 12 months	1,861	-
	2,314	3,191
Less: Fixed deposits with original maturity of between 3 months and 12 months	(1,861)	-
Total cash and cash equivalents (note 6)	453	3,191

Restricted Group

Special Purpose Combined Statement of Cash Flows for the year ended 31 March 2020

(Amounts in INR millions, unless otherwise stated)

Restricted Group

Special Purpose Combined Statement of changes in equity for the year ended 31 March 2020

(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 compulsorily convertible debentures	Equity component of preference shares	Reserves and surplus		Items of OCI	
						Securities premium	Retained earnings	Hedge reserve	
	(refer note 7A)	(refer note 7B)	(refer note 8A)	(refer note 8B)	(refer note 8C)	(refer note 8D)	(refer note 8F)	(refer note 8E)	
At 1 April 2018	269	376	-	401	140	5,792	214	(189)	7,004
Loss for the year	-	-	-	-	-	-	(96)	-	(96)
Other comprehensive income (net of taxes)	-	-	-	-	-	-	-	250	250
Total comprehensive income	-	-	-	-	-	-	(96)	250	154
Equity shares issued during the year	0	-	-	-	-	3,512	-	-	3,512
Preference shares issued during the year	-	391	(2)	-	-	-	-	-	389
Share application money received	-	-	2	-	-	-	-	-	2
Amount utilized for issue of preference shares	-	-	-	-	-	(4)	-	-	(4)
At 31 March 2019	269	767	-	401	140	9,300	118	61	11,056
Profit for the year	-	-	-	-	-	-	156	-	156
Other comprehensive loss (net of taxes)	-	-	-	-	-	-	-	(988)	(988)
Total comprehensive loss	-	-	-	-	-	-	156	(988)	(832)
At 31 March 2020	269	767	-	401	140	9,300	274	(927)	10,224

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2020**

(Amounts in INR millions, unless otherwise stated)

1 Financial assets	As at 31 March 2020	As at 31 March 2019
Non-current		
Loans		
Considered good - Secured	-	-
Considered good - Unsecured		
Security deposits	9	6
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
Total	<u>9</u>	<u>6</u>
Financial assets at fair value through OCI		
Cash flow hedges		
Derivative instruments	2,027	113
Total	<u>2,027</u>	<u>113</u>
Others		
Bank deposits with remaining maturity for more than twelve months (refer note 6)	0	0
Total	<u>0</u>	<u>0</u>
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 19)	1,650	1,200
Security deposits	0	0
Loans to related parties (refer note 19)	21,095	11,748
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
Total	<u>22,745</u>	<u>12,948</u>
Others		
Government grants*		
- Generation based incentive receivable	115	58
Recoverable from related parties (refer note 19)	163	162
Advance given for purchase of redeemable non cumulative preference shares (refer note 19)	820	1,270
Interest accrued on fixed deposits	14	47
Interest accrued on loans to related parties (refer note 19)	646	63
Total	<u>1,758</u>	<u>1,600</u>

*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.

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2020**

(Amounts in INR millions, unless otherwise stated)

	As at 31 March 2020	As at 31 March 2019
2 Prepayments		
Non-current (unsecured, considered good unless otherwise stated)		
Prepaid expenses	178	115
Total	178	115
Current (unsecured, considered good unless otherwise stated)		
Prepaid expenses	109	137
Total	109	137
3 Other assets		
Non-current (unsecured, considered good unless otherwise stated)		
Others		
Capital advance	28	47
Security deposits	0	0
Balances with government authorities	11	11
Total	39	58
Current (Unsecured, considered good unless otherwise stated)		
Advances recoverable in cash or kind	101	120
Balances with government authorities	-	3
Total	101	123
4 Inventories		
Consumables and spares	28	5
Traded goods	4	21
Total	32	26
5 Trade receivables		
Unsecured, considered good	3,830	2,728
Secured, considered good	-	-
Receivables which have significant increase in credit risk	-	-
Receivables - credit impaired	-	-
	3,830	2,728
Less: Impairment allowance for bad and doubtful debts	-	-
Total	3,830	2,728
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.		
6 Cash and cash equivalents		
Cash and cash equivalents		
Balance with bank		
- On current accounts	453	277
- Deposits with original maturity of less than 3 months #	-	2,914
Total	453	3,191
Bank balances other than cash and cash equivalents		
Deposits with		
- Remaining maturity for less than twelve months #	1,861	1,498
- Remaining maturity for more than twelve months #	0	0
	1,861	1,498
Less: amount disclosed under financial assets (others) (Note 1)	(0)	(0)
Total	1,861	1,498

Restricted Group**Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2020**

(Amounts in INR millions, unless otherwise stated)

	As at 31 March 2020	As at 31 March 2019
7 Other non-current financial liabilities		
Interest accrued but not due on borrowings	-	846
Total	-	846
	As at 31 March 2020	As at 31 March 2019
8 Other non-current liabilities		
Provision for operation and maintenance equalisation	226	227
Total	226	227
	As at 31 March 2020	As at 31 March 2019
9 Trade payables		
Current		
Outstanding dues to micro enterprises and small enterprises (refer note 27)	-	-
Others	1,318	1,501
Total	1,318	1,501
	As at 31 March 2020	As at 31 March 2019
10 Derivative instruments		
Financial liabilities at fair value through OCI (current)		
Cash flow hedges		
Derivative instruments	-	175
Total	-	175
	As at 31 March 2020	As at 31 March 2019
11 Other current financial liabilities		
Financial liabilities at amortised cost		
Current maturities of long term borrowings (Refer note 9)	-	3,297
Others		
Interest accrued but not due on borrowings	1,757	113
Capital creditors	1,270	2,438
Other payables	43	39
Total	3,070	5,887
	As at 31 March 2020	As at 31 March 2019
12 Other current liabilities		
Provision for operation and maintenance equalisation	31	31
Other payables		
TDS payable	145	41
GST payable	6	16
Advance from customers	0	0
Total	182	88

Restricted Group
Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2020
(Amounts in INR millions, unless otherwise stated)

13 Revenue from operations	For the year ended 31 March 2020	For the year ended 31 March 2019
Income from contracts with customers		
Sale of power	6,482	6,059
Total	6,482	6,059
14 Other income	For the year ended 31 March 2020	For the year ended 31 March 2019
Interest income		
- on fixed deposit with banks	189	207
- on loan to related parties (refer note 19)	1,296	45
- income tax refund	9	1
- others	-	1
Government grant		
- generation based incentive	156	148
Income from leases	63	175
Sale of emission reduction certificates	5	-
Insurance claim	27	7
Gain on settlement of derivative instruments designated as cash flow hedge (net)	-	111
Fair value change of mutual fund (including realised gain)	-	11
Provisions written back	9	-
Miscellaneous income	16	3
Total	1,770	709
15 Other expenses	For the year ended 31 March 2020	For the year ended 31 March 2019
Legal and professional fees	37	50
Corporate social responsibility (refer note 28)	8	7
Travelling and conveyance	4	9
Rent	0	0
Printing and stationery	0	0
Management shared services	164	158
Rates and taxes	4	26
Payment to auditors (refer details below)	5	4
Insurance	20	20
Operation and maintenance	548	573
Repair and maintenance		
- plant and machinery	8	2
Loss on sale of property plant and equipment	-	0
Advertising and sales promotion	0	-
Guest house expenses	1	2
Option premium amortised	904	69
Security charges	6	7
Communication costs	4	2
Advances written off	5	-
Foreign exchange loss (net)	-	417
Miscellaneous expenses	14	16
	1,732	1,362
16 Depreciation and amortisation expense	For the year ended 31 March 2020	For the year ended 31 March 2019
Depreciation of property, plant and equipment (refer note 4)	1,877	1,840
Amortisation of intangible assets (refer note 5)	3	2
Total	1,880	1,842

Restricted Group
Notes to Special Purpose Combined Financial Statements for the year ended 31 March 2020
(Amounts in INR millions, unless otherwise stated)

17 Finance costs

	For the year ended 31 March 2020	For the year ended 31 March 2019
Interest expense on		
- term loans	486	1,684
- loan from related party (refer note 19)	857	528
- notes	2,702	123
- acceptance	2	143
- buyer's/supplier's credit	-	684
- liability component of compulsorily convertible debentures	42	43
- liability component of redeemable non-cumulative preference shares	6	6
- others	0	2
Bank charges	13	33
Unamortised ancillary borrowing cost written off*	218	205
Total	4,325	3,451

* Represents transaction cost on long term borrowing due to substantial modification charged to the Statement of Profit and Loss on account of derecognition .