

Result of Operations- Restricted Group

USD Bond Financials for the period ended September 30, 2019

The financials of the eight SPV's forming the Restricted Group have been combined for the purpose of reporting for the period ended September 30, 2019. The financials have been compared with the corresponding period of the period ended September 30, 2018.

I. Earnings Statement

The earnings statement for the period ended September 30, 2019 is as under:

Particulars	USD Million		
	Half year Ended		
	Sep 30, 2018	Sep 30, 2019	% Growth
Operating Revenue	50.1	54.8	9%
Other Income	4.4	9.8	124%
Total Income	54.5	64.7	19%
Expenses	7.6	8.3	8%
EBITDA	46.9	56.4	20%
%	86.0%	87.2%	
Depreciation and amortisation expense	13.0	13.4	3%
Finance cost	22.5	35.3	57%
PBT	11.4	7.7	-33%
Current tax	0.5	1.3	
Deferred tax	1.5	1.9	
PAT	9.3	4.4	-53%

Total Income

The growth in operating revenue during the period ended September 30, 2019 was primarily due to stabilization of 71.4 MW in FY 19 and other reclassification from other income in FY 20 to Operating Revenue.

Snapshot of installed capacity and revenue by business is as under:

Particulars	USD Million		
	Half year Ended		
	Sep 30, 2018	Sep 30, 2019	% Growth
Sale of Power	48.3	53.4	10%
Generation Based Incentive	1.8	1.5	-19%
Total Operating Revenue	50.1	54.8	9%
Installed Capacity at beginning of period (MW)	636	636	0%
Installed Capacity at end of period (MW)	636	636	0%
Generation in (Gwh)	679	726	7%
Revenue from Wind Projects	25.2	27.8	10%
Revenue from Solar Projects	24.9	27.0	9%

Other Income

Other income increased primarily due to interest income on loan given to related parties.

Finance Cost

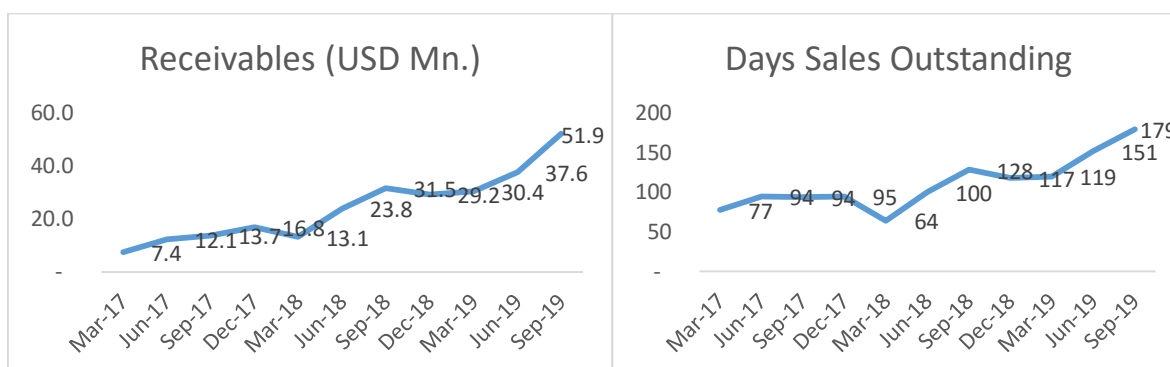
Finance Cost has increased by USD 12.8 Mn.; mainly due to overall higher interest, including hedge cost, on notes as well as higher leverage in H1FY20 in the interim.

Profit Before Tax (PBT)

PBT for the period ending September 30, 2019 was lower by USD 3.7 Mn. primarily due to higher finance Cost.

II. Receivables

Receivables have increased from 31.5 Mn. in September 30, 2018 to 51.9 Mn. in September 30, 2019 due to slow recovery from Discoms resulting in increase of days sales outstanding from 128 to 179 as at end of September 19. Higher collections are expected towards the year end.



III. Statement of Assets & Liabilities

USD Million

Particulars	As at	
	March 31, 2019	Sep 30, 2019
Net Worth	158.1	163.6
Borrowings*	635.7	657.6
Other Liabilities	79.6	68.1
	873.4	889.3
Fixed Assets	547.2	533.9
Cash, Bank & Investments**	67.0	24.6
Other Assets	259.1	330.9
	873.4	889.3

*Includes long term (including current maturities) & short term borrowings.

** Includes balances in current accounts, fixed deposits & Investments

IV. Cash Flows

The cash flows for the period ended September 30, 2019 are:

USD Million

Particulars	Period Ended		
	30th Sep '18	30th Sep '19	Variance
Net cash generated from / (used in) operating activities	28.9	18.5	(10.4)
Net cash generated from / (used in) investing activities	(67.4)	(41.4)	26.0
Net cash generated from / (used in) financing activities	36.5	(15.6)	(52.1)
Cash and cash equivalents at the beginning of the period	6.6	45.6	39.1
Cash and cash equivalents at the end of the period	4.6	7.1	2.6

The net cash inflow of USD (38.5) Mn. for the period ended September 30, 2019 was mainly attributable to the following:

- *Net cash generated from operating activities –USD 18.5 Mn.* – Cash inflow from operating profit (net of taxes) of USD 45.7 Mn. partially offset by increase in working capital USD (27.2) Mn.
- *Net cash used from investing activities- USD (41.4) Mn.* – Cash outflow was mainly on account loan given to related party USD (33.8) Mn. and capital expenditure of USD (16.5) Mn; which is partially offset by redemption of bank deposits/mutual funds USD 4.0 Mn. and Interest received of USD 4.9 Mn.
- *Net cash used from financing activities- USD (15.6) Mn.* – Cash outflow was due to repayment of borrowings USD (58.3) Mn., and another USD (37.5) Mn. on account of interest payment offset by loan taken from related part USD 80.2 Mn.
- Total Cash as on September 30,2019 inclusive of current accounts, fixed deposits & Investments was USD 24.6 Mn.