

Result of Operations - ReNew Power Private Limited (RPPL)

Consolidated Financials for Year ended March 31, 2021

The consolidated financials of RPPL for the year ended March 31, 2021 have been compared with the corresponding year ended March 31, 2020.

I. Earnings Statement

The consolidated earnings statement for the year ended March 31, 2021 is as under:

USD Million

Particulars	Year Ended		
	31st Mar '20	31st Mar'21	% Growth
Operating Revenue	680.1	673.6	-1%
Other Income	36.4	60.3	66%
Total Income	716.5	733.9	2%
Other Expenses	95.5	121.3	27%
EBITDA	621.1	612.6	-1%
Depreciation and amortisation expense	199.5	184.9	-7%
Finance cost	470.8	510.2	8%
PBT	(50.0)	(83.2)	-67%
Exceptional Item	0.0	(2.5)	
PBT (After Exceptional Items)	(50.0)	(85.7)	-72%
Current tax	6.0	10.9	
Deferred tax	11.7	14.7	
PAT	(67.7)	(111.3)	-65%

Total Income

Operating revenue drop by 1% despite of increase in capacity mainly due to lower tariff in new commissioned project and lower PLF in existing higher tariff projects.

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

USD Million

Particulars	Year ended		
	31st Mar '20	31st Mar'21	% Growth
Sale of Power	643.1	641.9	0%
Sale of Renewable Energy Certificates	1.1	0.0	-96%
Generation Based Incentive	28.2	24.9	-12%
Sale of Services	7.7	6.8	-12%
Total Operating Revenue	680.1	673.6	-1%
Installed Capacity at beginning of period (MW)	4,564	5,425	19%
Installed Capacity at end of period (MW)	5,425	5,598	3%
Generation in (Gwh)	10,773	11,178	4%
Revenue from Wind Projects	456.7	421.4	-8%
Revenue from Solar Projects	223.5	252.2	13%

Other Income

Other income has increased primarily due to reversal of redemption premium on masala bonds USD 19.9 Mn.

Expenses

Expenses increased by USD 25.8 Mn. mainly on account of Expected Credit Loss provision as per accounting requirement of USD 7.4 Mn., higher Insurance cost due to increase in premium impacting USD 4.4 Mn.; higher employee cost due to increase in HC's of USD 2.1 Mn.; repurchase of stock options USD 1.8 Mn. and higher operations and maintenance cost of USD 6.1 Mn. due to increased capacity.

Depreciation

Lower depreciation due to change in useful life of assets to align with IFRS.

Finance Cost

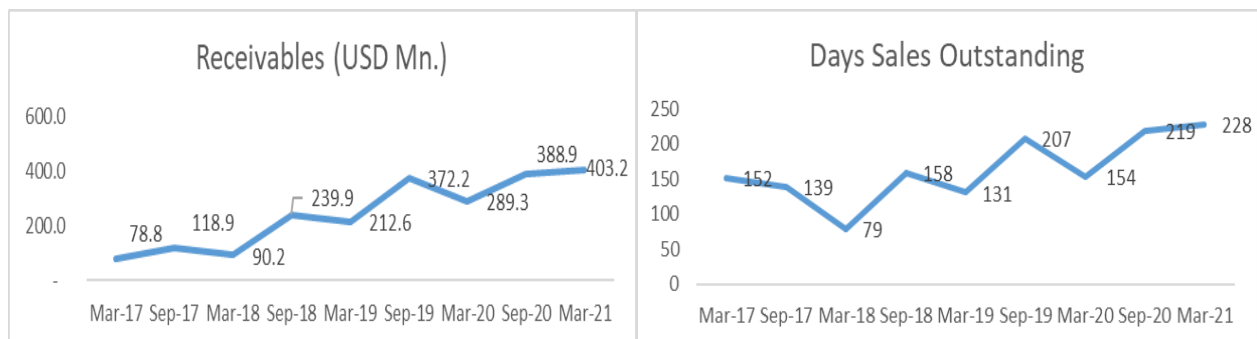
Finance cost has increased by USD 39.4 Mn. due to higher notional Interest on CCPS USD 15.2 Mn., option premium amortization USD 8.8 Mn. and balance on account of additional top up loan and growth in business.

Exceptional Items

2.5 Mn USD loss on account of sale of 300 Mw Pavagada project.

II. Receivables

Receivables has increased from 289.3 Mn in March 20 to 403.2 Mn. in March 21 due to slow recovery of receivables from Discoms resulting in increase of days sales outstanding to 228 as at end of March 31, 2021.



III. Statement of Assets & Liabilities for the period ended March 31, 2021:

USD Million

	31st Mar '20	31st Mar'21
Net Worth	957.2	764.2
Borrowings*	4,789.7	5,065.8
Other Liabilities	421.7	656.0
	6,168.6	6,486.0
Fixed Assets	4,691.7	4,854.3
Goodwill	153.2	156.0
Cash Bank & Investments**	598.3	675.7
Other Assets	725.4	800.0
	6,168.6	6,486.0

*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 March 31, 2021:

USD Million

Particulars	Period Ended		
	31st Mar '20	31st Mar '21	Variance
Net cash generated from / (used in) operating activities	454.2	431.8	(22.5)
Net cash generated from / (used in) investing activities	(722.1)	(232.3)	489.8
Net cash generated from / (used in) financing activities	308.0	(96.3)	(404.3)
Cash and cash equivalents at the beginning of the period	136.2	176.2	40.0
Cash and cash equivalents at the end of the period	176.2	279.4	103.1

The net cash inflow of USD 103.2 Mn. in the year ended March 31, 2021 was mainly attributable to the following:

- *Net cash generated from operating activities – USD 431.8 Mn.*
Cash inflows on account of operating profit USD 571.2 Mn. and Direct Tax refund of USD 3.6 Mn. offset by increase in working capital USD 143.1 Mn mainly due to increase in receivables.
- *Net cash used in investing activities- USD (232.3) Mn.*
Cash was mainly deployed in capital expenditure of USD 328.5 Mn. offset by mainly interest received USD 26.7 Mn; maturity of deposits USD 20.4 Mn. and disposal of subsidiary USD 48.4 Mn.
- *Net cash used in financing activities- USD (96.3) Mn.*
Cash was mainly generated from proceeds of borrowings (net of repayments) USD 380.8 Mn., This was offset by interest payment on borrowings USD 452.5 Mn.; Payment for acquisition of non controlling interest USD 20.4 Mn.
- Total Cash as on March 31,2021 inclusive of current accounts, fixed deposits & Investments was USD 675.7 Mn.