

Result of Operations – RG: Rezues

Financials for the year ended March 31, 2021

The financials of the seven SPV's forming the Restricted Group have been combined for the purpose of reporting for the year ended March 31, 2021. The financials have been compared with the corresponding year ended March 31, 2020.

I. Earnings Statement

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

| Particulars | USD Million | | |
|---------------------------------------|--------------|--------------|------------|
| | Year Ended | | |
| | 31st Mar '20 | 31st Mar '21 | % Growth |
| Operating Revenue | 77.5 | 70.0 | -10% |
| Other Income | 11.4 | 32.0 | 181% |
| Total Income | 88.9 | 102.0 | 15% |
| Expenses | 8.9 | 13.1 | 46% |
| EBITDA | 80.0 | 88.9 | 11% |
| % | 90% | 87% | |
| Depreciation and amortisation expense | 20.6 | 16.9 | -18% |
| Finance cost | 60.2 | 59.2 | -2% |
| PBT | (0.8) | 12.8 | |
| Current tax | 0.7 | 2.5 | |
| Deferred tax | 4.7 | 3.3 | |
| PAT | (6.2) | 7.0 | |

Total Income

Lower operating revenue during the year ended March 31, 2021 was primarily due lower PLF in Wind business.

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

| Particulars | USD Million | | |
|--|--------------|--------------|-------------|
| | Year Ended | | |
| | 31st Mar '20 | 31st Mar '21 | % Growth |
| Sale of Power | 72.7 | 66.9 | -8% |
| Sale of Renewable Energy Certificates | 1.1 | 0.0 | -96% |
| Generation Based Incentive | 3.7 | 3.1 | -16% |
| Total Operating Revenue | 77.5 | 70.0 | -10% |
| Installed Capacity at beginning of period (MW) | 511 | 511 | 0% |
| Installed Capacity at end of period (MW) | 511 | 511 | 0% |
| Generation in (Gwh) | 1,013 | 912 | -10% |
| Revenue from Wind Projects | 68.9 | 52.4 | -24% |
| Revenue from Solar Projects | 8.6 | 17.6 | 104% |

Expenses

Higher expense mainly on account of Expected Credit Loss provision as per accounting requirement of USD 1.6 Mn.; Higher Insurance cost due to increase in premium impacting USD 0.4 Mn.

Other Income

Higher other income mainly on account of write back of provision for premium on redemption of masala bond of USD 19.5 Mn. and additional interest on loan to related party USD 1.5 Mn.

Depreciation

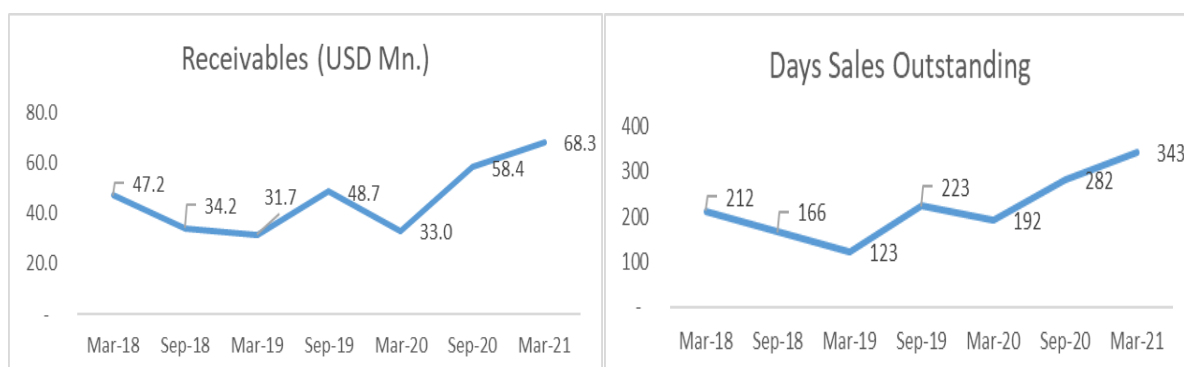
Lower depreciation mainly due to change in useful life of assets to align with IFRS.

Profit Before Tax (PBT)

PBT for the year ending March 31, 2021 was higher by USD 13.7 Mn. mainly due to higher other income.

II. Receivables

Receivables have increased from 33.0 Mn. in March 31, 2020 to 68.3 Mn. in March 31, 2021 due to slow recovery of receivables primarily from AP Discoms resulting in increase of days sales outstanding from 192 to 343 as at end of March 21.



III. Statement of Assets & Liabilities

USD Million

| Particulars | As at | |
|----------------------------|----------------|----------------|
| | March 31, 2020 | March 31, 2021 |
| Net Worth | 106.5 | 113.9 |
| Borrowings* | 455.6 | 461.0 |
| Other Liabilities | 30.3 | 71.3 |
| | 592.4 | 646.2 |
| Fixed Assets | 354.3 | 357.1 |
| Cash, Bank & Investments** | 16.3 | 6.9 |
| Other Assets | 221.8 | 282.2 |
| | 592.4 | 646.2 |

*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 are:

| Particulars | USD Million | | |
|--|--------------|--------------|----------|
| | 31st Mar '20 | 31st Mar '21 | Variance |
| Net cash generated from / (used in) operating activities | 74.1 | 44.5 | (29.6) |
| Net cash generated from / (used in) investing activities | (27.0) | 10.5 | 37.5 |
| Net cash generated from / (used in) financing activities | (49.0) | (58.2) | (9.2) |
| Cash and cash equivalents at the beginning of the period | 11.1 | 9.3 | (1.9) |
| Cash and cash equivalents at the end of the period | 9.3 | 6.1 | (3.2) |

The net cash outflow of USD (3.2) Mn. for the period ended March 31, 2021 was mainly attributable to the following:

- *Net cash generated from operating activities –USD 44.5 Mn.* – Cash inflow from operating profit (net of taxes) of USD 74.2 Mn. offset by increase in working capital by USD (29.7) Mn.
- *Net cash generated in investing activities- USD 10.5 Mn.* – Cash outflow was mainly on account loan given to related party USD (16.5) Mn. which is offset by advance received for purchase of RNCPS and transfer of RNCPS to RPPL USD 19.9 Mn., redemption of MF/FD USD 6.2 Mn. and Interest received of USD 1.2 Mn.
- *Net cash used from financing activities- USD (58.2) Mn.* – Cash outflow was mainly on account of interest payment on borrowings USD (62.8) Mn. Partially offset proceeds of borrowings USD 4.1 Mn.
- Total Cash as on March 31,2021 inclusive of current accounts, fixed deposits & Investments was USD 6.9 Mn.