

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KOTLA RENEWABLES PRIVATE LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **KOTLA RENEWABLES PRIVATE LIMITED** ("the Company"), which comprise the Balance sheet as at March 31, 2023, the statement of Profit and Loss, cash flows statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

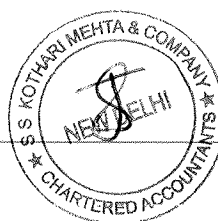
Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. Other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. Reporting under this section is not applicable as no other information is obtained at the date of this auditor's report



Responsibility of Management for Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

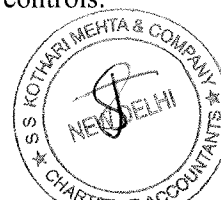
Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

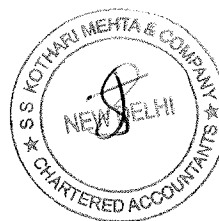
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;



- (c) The Balance Sheet, the Statement of Profit and Loss and Statement of Cash Flows dealt with by this Report are in agreement with the books of accounts ;
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act;
- (e) On the basis of the written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”;
- (g) The provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.
- (h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations as at March 31, 2023 on its financial position in its financial statements – Refer Note 26 to the financial statements.
 - ii. The Company did not have any material foreseeable losses on its long-term contracts, the Company did not have any long-term derivative contracts; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by



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& COMPANY
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or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- v. According to the information and explanations given to us, the Company has not declared or paid any dividend during the year.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For **S S KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Reg. No. 000756N



Jalaj Soni

Partner

Membership No.: 528799

UDIN: 23528799BGWHWH7246



Place: New Delhi

Date: May 16, 2023

ANNEXURE A TO THE AUDITOR'S REPORT

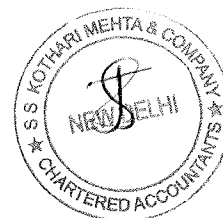
(As referred in paragraph 'Report on Other Legal and Regulatory Requirements' of our report to the members of **Kotla Renewables Private Limited** on the accounts for the year ended **March 31, 2023**)

- (i) In respect of the Company's Property, plant and equipment and Intangible Assets:
- (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, plant and equipment.
- (B) The Company has maintained proper records showing full particulars Intangible Assets.
- (b) Property, plant and equipment have been physically verified by the Company during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of such verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company does not possess any immovable properties hence the provision of clause 3(i)(c) of the order is not applicable to the Company.
- (d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The inventories of the Company have been physically verified by the management at reasonable intervals. In our opinion, the procedures of physical verification of inventory followed by the Management are reasonable in relation to the size of the Company and nature of its business. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.
- (b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) The Company has not granted loans, any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, paragraph 3(iii) (a), (b), (c), (d), (e) & (f) are not applicable to the Company.

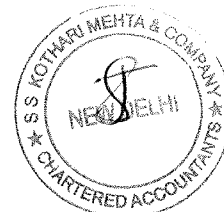


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- (iv) As per the information and explanations given to us, the Company has not granted any loans neither made any investment nor provided guarantee or security in terms of Section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3(iv) is not applicable to the Company.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from public and consequently, the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other provision of the Companies Act and the rules framed there under are not applicable to the Company. Accordingly, the provisions of clause 3 (v) of the Order is not applicable to the Company
- (vi) According to information and explanations given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 in respect of the company's products & services. Therefore, provisions of Clause 3 (vi) of the order are not applicable to the Company.
- (vii) In respect of statutory dues:
- (a) In our opinion, the Company has been generally regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other statutory dues applicable to it with the appropriate authorities.
- According to the information and explanations given to us, no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other statutory dues in arrears as at March 31, 2023.
- (b) According to the records and information and explanations given to us, there are no dues in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other statutory dues.
- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) The Company has not defaulted in repayment of loans or other borrowing or in payment of interest thereon to any lender.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) The Company has not raised any fund on short term basis during the year and hence, reporting under clause 3(ix)(d) of the Order is not applicable.



- (e) The Company does not have investment in any subsidiary during the year and hence, reporting under clause 3(ix)(e) of the Order is not applicable.
- (f) The Company has not made any investment any subsidiary, joint venture or associate company accordingly, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint venture or associate companies.
- (x) (a) According to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. Hence, the requirement to report on clause (x)(a) of the order is not applicable to the company.
- (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Hence, the requirement to report on clause (x)(b) of the order is not applicable to the Company.
- (xi) (a) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, we have neither come across any instance of fraud by the Company or on the Company being noticed or reported during the year, nor have we been informed of such case by the management.
- (b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the management, there are no whistle-blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company as per the provisions of the Companies Act 2013. Therefore, the requirement to report on clause 3(xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given to us and based on examination of records of the Company, transactions with the related parties are in compliance with section 188 of the Act, where applicable and the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards. The provisions of Section 177 of the Act are not applicable to the Company.
- (xiv) The requirement of Internal audit as required under Section 138 of the Act is not applicable to the Company. Accordingly, the paragraph of clause 3 (xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us and based on examination of records, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the paragraph of clause 3 (xv) of the Order is not applicable to the Company.



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- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(a), (b) & (c) of the Order are not applicable.
- (d) There is no Core Investment Company as a part of the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016), hence, the requirement to report on clause 3 (xvi)(d) of the Order is not applicable to the Company.
- (xvii) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not incurred cash losses either in the current financial year or in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year and accordingly, the requirement of clause 3(xviii) is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note no. 25, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The provisions of section 135 of the Companies Act, 2013 in respect of Corporate Social Responsibility (CSR) are not applicable to the Company for the year. Accordingly, accordingly reporting under clause 3(xx)(a) and (b) of the Order is not applicable.

For **S S KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Reg. No. 000756N



Jalaj Soni

Partner

Membership No.: 528799

UDIN: 23528799BGWHWH7246



Place: New Delhi

Date: May 16, 2023

“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of Kotla Renewables Private Limited for the year ended 31 March 2023

Report on the Internal Financial Controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”) as referred to in paragraph 2(f) of ‘Report on Other Legal and Regulatory Requirements’

We have audited the internal financial controls with reference to financial statements of **Kotla Renewables Private Limited** (“the Company”) as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls with reference to financial statements.



Meaning of Internal Financial Controls with reference to financial statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2023, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **S S KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Registration No. 000756N



Jalaj Soni

Partner

Membership No.: 528799

UDIN: 23528799BGWHWH7246

Place: New Delhi

Date: May 16, 2023



Balance sheet as at 31 March 2023

	Particulars	Note No.	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
I.	EQUITY AND LIABILITIES			
	Shareholders' funds			
	(a) Share capital	2	310.00	310.00
	(b) Reserves and surplus	3	(211.49)	(169.34)
	Non current liabilities			
	(a) Long term borrowings	4	1,200.00	1,225.67
	(b) Long-term provisions	5	7.02	4.00
	Current liabilities			
	(a) Trade payable	6	-	-
	-Total outstanding dues of micro enterprises and small enterprises		-	1.16
	-Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
	(b) Other current liabilities	7	6.54	13.26
	(c) Short-term provisions	8	0.26	0.22
	TOTAL		1,312.33	1,384.97
II.	Assets			
	Non-current assets			
	(a) Property, Plants & Equipment and Intangible assets	9		
	(i) Property, Plants & Equipment		1,060.13	1,175.34
	(ii) Intangible assets		0.12	0.28
	(iii) Intangible assets under development		3.17	2.50
	(b) Deferred tax assets (net)	10	82.32	59.63
	(c) Other non-current assets	11	0.10	0.10
	Current assets			
	(a) Current investment	12	63.73	52.57
	(b) Inventories	13	24.15	23.59
	(c) Trade receivables	14	60.52	55.56
	(d) Cash and cash equivalents	15	8.55	3.34
	(e) Short term loans and advances	16	9.54	12.06
	TOTAL		1,312.33	1,384.97

Significant accounting policies

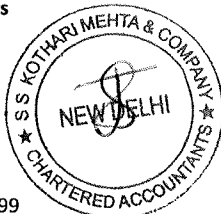
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The accounting notes 2 to 37 are integral part of the financial statements

As per our report of even date attached

For S S Kothari Mehta & Company
Chartered Accountants
FRN : 000756N

Jalaj Soni
Partner
Membership No. 528799



Place : NEW DELHI
Date: 16/05/2023

For & on behalf of the Board of Directors of
Kotla Renewables Private Limited

Ashok Kumar Gurnani
Director
DIN: 00003754

Amit Kumar Agarwal
Director
DIN: 03191700

Place : NOIDA
Date: 16/05/2023

Statement of Profit and Loss for the year ended 31 March 2023

Sr. No.	Particulars	Note No.	For the year ended 31 Mar 2023 (Rs. In lacs)	For the year ended 31 Mar 2022 (Rs. In lacs)
I.	Revenue from operations	17	266.58	284.38
II.	Other income	18	3.49	9.49
III.	Total Income (I + II)		270.07	293.87
IV	Expenses:			
	Employee benefit expenses	19	82.00	71.05
	Finance costs	20	98.21	99.28
	Depreciation and amortization expenses	9	115.41	128.43
	Other expenses	21	39.31	52.66
	Total expenses		334.93	351.42
V.	Profit before tax (III- IV)		(64.86)	(57.55)
VI.	Tax expense:			
	Current tax		-	-
	Deferred tax		(22.71)	(12.06)
	Tax adjustment for earlier years		-	-
VII.	Net profit for the year (V-VI)		(42.15)	(45.49)
VIII.	Earnings per equity share:	22		
	Basic		(42.15)	(45.49)
	Diluted		(42.15)	(45.49)

Significant Accounting Policies

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The accounting notes 2 to 37 are integral part of the financial statements

As per our report of even date attached

For S S Kothari Mehta & Company
Chartered Accountants
FRN : 000756N

Jalaj Soni
Partner
Membership No. 528799



For & on behalf of the Board of Directors of
Kotla Renewables Private Limited

Ashok Kumar Gurnani
Director
DIN: 00003754

Amit Kumar Agarwal
Director
DIN: 03191700

Place: NEW DELHI
Date: 16/05/2023

Place: Noida
Date: 16/05/2023

Cash flow statement for the year ended 31 March 2023

S. No.	Particulars		For the year ended 31 Mar 2023 (Rs. In lacs)	For the year ended 31 Mar 2022 (Rs. In lacs)
A	Cash flow from Operating Activities			
	Net profit / (loss) before tax		(64.86)	(57.55)
	Adjustments:			
	Depreciation		115.41	128.43
	Interest and finance charges		98.21	99.28
	Net (gain) / loss from sale of investment		(3.16)	(1.45)
	Operating profit before working capital changes		145.60	168.71
	(Increase) / Decrease in Trade receivables		(4.96)	26.66
	(Increase) / Decrease in loans and advances		2.52	34.26
	(Increase) / Decrease in inventories		(0.56)	(5.05)
	Increase / (Decrease) in provisions		3.06	(3.84)
	Increase / (Decrease) in Trade and other payables		(7.86)	(64.93)
	Cash generated from / (used in) operations		137.80	155.82
	Income taxes paid/(refund)		-	(0.23)
	NET CASH FROM / (USED IN) OPERATING ACTIVITIES	(A)	137.80	155.59
B	CASH FLOW FROM INVESTING ACTIVITIES			
	Purchase of property, plant and equipment		(0.05)	(2.17)
	Addition intangible assets under development		(0.67)	(2.50)
	Sale of investment		237.16	233.27
	Purchase of investment		(245.15)	(284.38)
	NET CASH FROM / (USED IN) INVESTING ACTIVITIES	(B)	(8.71)	(55.79)
C	CASH FLOW FROM FINANCING ACTIVITIES			
	Repayment of borrowings		(25.67)	-
	Interest expense paid		(98.21)	(99.28)
	NET CASH FROM / (USED IN) FINANCING ACTIVITIES	(C)	(123.88)	(99.28)
	NET INCREASE IN CASH AND CASH EQUIVALENTS	(A+B+C)	5.21	0.52
	Cash and cash equivalent at beginning of year		3.34	2.82
	Cash and cash equivalent at end of year		8.55	3.34
	Cash and cash equivalents of closing balance comprise of (Refer Note 15)			
	Cash in hand		1.89	0.67
	Balance with bank in current account		6.66	2.67
			8.55	3.34

Significant accounting policies

1

The accounting notes 2 to 37 are integral part of the financial statements

As per our report of even date attached

For S S Kothari Mehta & Company
Chartered Accountants
FRN : 000756N



Jalaj Soni
Partner
Membership No. 528799



For & on behalf of the Board of Directors of
Kotla Renewables Private Limited



Ashok Kumar Gurnani
Director
DIN: 00003754



Amit Kumar Agarwal
Director
DIN: 03191700

Place: NEW DELHI
Date: 16/05/2023

Place: Noida
Date: 16/05/2023

Place: Noida
Date: 16/05/2023

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023**Note: 1****1A. Corporate Information**

Kotla Renewables Private Limited (hereinafter referred to as 'the company') is a private limited company domiciled in India and was incorporated under the provisions of the Companies Act, 2013 on September 23, 2016. The company has been leased three Mini Hydroelectric Projects (MHP) by M/s Punjab State Power Corporation Limited ("PSPCL") namely MHP Daudhar (1.50 MW), MHP Nidampur (0.80 MW) and MHP Thuhi (0.80 MW) on Lease, Renovate, Operate and Transfer in the State of Punjab for a period of 35 years post renovation Commercial Operation Date (COD) of each respective Projects. The Company has entered into long term Power Purchase Agreements with PSPCL for sale of power for a period of 35 years from the date of post renovation COD of each of the respective Projects.

1B. Significant Accounting Policies**A. Basis of accounting**

The Financial Statements are prepared under the historical cost convention on a going concern concept and in accordance with applicable accounting standards and generally accepted accounting principles in India (Indian GAAP) except where otherwise stated. The company follows the mercantile system of accounting and recognizes Income and Expenditure on accrual basis. The company has prepared these financials to comply with the Accounting Standards specified under section 133 of Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016.

B. Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affects the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for that year. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

C. Current versus Non-Current Classification

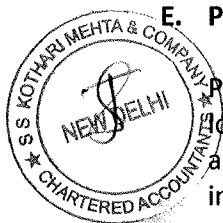
All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division I of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

D. Revenue Recognition:

Revenue from sales of energy is accounted for on the basis of transfer of electric energy on net basis to customers as per the terms of the PPA executed thereof.

E. Property, plant & equipment

Property, plants & equipment are stated at cost less accumulated depreciation and impairment losses, if any. The cost of assets comprises of purchase price and any attributed cost of bringing the assets to present working condition for its intended use i.e. cost of acquisition of assets and incidental expenditure incurred up-to the date of installation / use.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

F. Depreciation / amortization:

Depreciation on lease hold improvement comprising of Property, plant and equipment is provided on basis using the rates arrived based on lower of the useful life prescribed under Schedule II of the Companies Act, 2013 or lease hold period. Depreciation on Property, Plant & equipment under leasehold improvement is provided on Written Down Method (WDV) based on estimated useful life as per Schedule II of Companies Act, 2013.

G. Expenditure during renovation Period

Expenditure (net) incurred on Project(s) is carried forward as Expenditure during Renovation Period (pending capitalization / allocation) and shall be allocated to fixed assets on completion of Project(s) or on the commencement of commercial operation.

H. Inventories

Inventories of stores and spares are valued at lower of cost and net realizable value. Cost of these is ascertained on weighted average cost basis.

I. Investments

Long-term investments are stated at cost less provision, if any, for permanent diminution in the value of such investments. Current investments are stated at lower of cost and net realisable value. Investments are recorded at cost on the date of purchase, which include acquisition charges such as brokerage, stamp duty, taxes, etc.

J. Borrowing costs

Borrowing costs attributable to acquisition/ construction of qualifying assets are capitalized with the respective assets, till the date of commercial use of the assets. A qualifying asset is an asset that necessary takes a substantial period of time to get ready for intended use.

K. Provision for tax

- Current tax determined as the amount of tax payable in respect of estimated taxable income for the year and in accordance with the provisions of Income Tax Act 1961.
- Deferred tax is recognized using the enacted/ substantively enacted tax rates and laws as on the Balance Sheet date, subject to the consideration of virtual/ reasonable certainty of realization in respect of deferred tax assets, on all timing differences, between taxable income and accounting income that originates from one or more subsequent periods.

L. Retirement benefits:

(a) Defined contribution plan

Provident Fund

Contributions towards employee's provident fund for eligible employees is charged to Statement of profit and loss.



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

(b) Defined benefit plans

Gratuity

The Company has a Defined benefit plan namely Gratuity for all its employees. The liability for the defined benefit plan of Gratuity is determined on the basis of an actuarial valuation by an independent actuary at the year end, which is calculated using projected unit credit method.

Actuarial gains and losses are recognized immediately in the Statement of profit and loss. The fair value of the plan assets is reduced from the gross obligation under the defined plan, to recognize the obligation on net basis.

Employee leave entitlement

The employees of the Company are entitled to leave as per the leave policy of the Company. The liability in respect of unutilized leave balances is provided based on an actuarial valuation carried out by an independent actuary as at the year-end which is calculated using projected unit credit method and charged to the Statement of profit and loss.

M. Impairment

The carrying amount of the Company's assets is reviewed at each balance sheet date to determine whether there is any indication of impairment of asset. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is greater of Net selling price and value in use.

Post Impairment, depreciation is provided on the revised carrying value of the assets over the remaining useful life of asset. Reversal of impairment loss recognized in prior period is recorded when there is an indication that the impairment loss recognized from the assets no longer exists or has deceased.

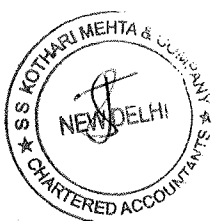
N. Provisions, Contingent Liabilities and Contingent Assets:

A Provision is made / recognized, based on the management estimate required to settle the obligation at Balance Sheet date, when the Company has a present obligation as a result of past event and it is possible that an outflow embodying economic benefit will be required to settle the obligation. Contingent liabilities are not recognized but are disclosed by way of notes. Contingent assets are neither recognized nor disclosed in the financial statements.

O. Leases

Leases where lessor effectively retains substantially all the risks and benefits of ownership of the leased assets, are classified as operating leases. Lease rentals with respect to assets taken on operating lease are charged to statement of profit and loss on a straight line basis over the lease term.

Leases which effectively transfer to the company substantially all the risk and benefits incidental to ownership of the leased assets are classified as finance lease. Assets acquired on 'finance lease' which transfer risks and rewards of ownership to the company are capitalized as assets at the lower of fair value of the leased property or the present value of the minimum lease payments.



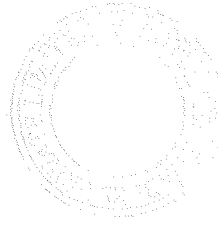
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

P. Cash and cash equivalents

Cash and cash equivalents comprise cash at bank, cash balance & cheques in hand.

Q. Earnings per share

The basic earnings per share ("EPS") is computed by dividing the net profit / (loss) after tax for the year available for the equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, net profit / (loss) after tax for the year available for equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



Notes to financial statements for the year ended 31 March 2023

2 SHARE CAPITAL

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Authorized		
1,00,000 equity shares of Rs.10 each	10.00	10.00
3,00,000 preference shares of Rs.100 each	300.00	300.00
	310.00	310.00
Issued, subscribed and paid-up		
1,00,000 Nos.(previous year 1,00,000 Nos.) equity shares of Rs.10 each fully paid up	10.00	10.00
3,00,000 Nos.(previous year 3,00,000 Nos.) 3% non-cumulative convertible preference shares of Rs.100 each fully paid up	300.00	300.00
Total	310.00	310.00

a) Details of reconciliation of the number of equity shares outstanding:

i) Equity shares

Particulars	As at 31-Mar-23		As at 31-Mar-22	
	Number	(Rs. In lacs)	Number	(Rs. In lacs)
Shares outstanding at the beginning of the year	1,00,000	10.00	1,00,000	10.00
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	1,00,000	10.00	1,00,000	10.00

ii) 3% Non-cumulative convertible preference shares

Particulars	As at 31-Mar-23		As at 31-Mar-22	
	Number	(Rs. In lacs)	Number	(Rs. In lacs)
Shares outstanding at the beginning of the year	3,00,000	300.00	3,00,000	300.00
Add: shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	3,00,000	300.00	3,00,000	300.00

b) Terms / rights attached to shares

i) Equity shares

Particulars	As at 31-Mar-23		As at 31-Mar-22	
	Number	(Rs. In lacs)	Number	(Rs. In lacs)
M/s Kotla Hydro Power Private Limited Equity shares of Rs.10 each*	1,00,000	10.00	1,00,000	10.00

*Out of above 100,000 equity shares, 100 equity shares are held by Mr. Ashok Kumar Gurnani as nominee of beneficial interest holder of M/s Kotla Hydro Power Private Limited

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividend in Indian Rupees. The dividend proposed by Board of Directors is subject to the approval of shareholders in ensuing Annual General Meeting.

In the event of the liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



ii) **3% Non-cumulative convertible preference shares**

3% non-cumulative convertible preference shares are convertible between 5 to 7 years from the date of allotment at the highest of the following:

- a) P/E multiple based on the latest audited financial statements and Power Sector PE (BSE Power Index);
- b) Book Value multiple;
- c) Price applicable under FEMA Regulations.

The details of allotment of shares are as under:

Date of Allotment	Numbers	(Rs. In lacs)
07-Dec-18	3,00,000	300.00
Total	3,00,000	300.00

c) **Details of shares in the company held by its holding company and ultimate holding company**

Name of Holding Company	As at 31-Mar-23		As at 31-Mar-22	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity shares of Rs. 10 each M/s Kotla Hydro Power Private Limited	1,00,000	100.00%	1,00,000	100.00%
Preference shares of Rs. 100 each M/s Bhilangana Hydro Power Limited (ultimate Holding Company)	3,00,000	100.00%	3,00,000	100.00%

d) **Details of shares in the company held by each shareholder holding more than 5 percent shares:**

Name of Shareholder	As at 31-Mar-23		As at 31-Mar-22	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity shares of Rs. 10 each M/s Kotla Hydro Power Private Limited	1,00,000	100.00%	1,00,000	100.00%
Preference shares of Rs. 100 each M/s Bhilangana Hydro Power Limited	3,00,000	100.00%	3,00,000	100.00%

e) **Details of Equity Shares held by promoters at the end of the year**

March 31, 2023

Promoter's Name	No. of Shares	% of total of shares	% change during the year
M/s Kotla Hydro Power Private Limited	1,00,000	100%	-

March 31, 2022

Promoter's Name	No. of Shares	% of total of shares	% change during the year
M/s Kotla Hydro Power Private Limited	1,00,000	100%	-

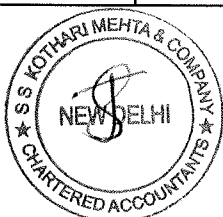
f) **Details of 3% non-cumulative convertible preference shares held by promoters at the end of the year**

March 31, 2023

Promoter's Name	No. of Shares	% of total of shares	% change during the year
M/s Bhilangana Hydro Power Limited	3,00,000	100%	-

March 31, 2022

Promoter's Name	No. of Shares	% of total of shares	% change during the year
M/s Bhilangana Hydro Power Limited	3,00,000	100%	-



Notes to financial statement for the year ended 31 March 2023

3 RESERVES AND SURPLUS

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Surplus		
Balance at the beginning of the year	(169.34)	(123.85)
Addition during the year	(42.15)	(45.49)
Closing Balance	(211.49)	(169.34)
Total	(211.49)	(169.34)

4 LONG TERM BORROWINGS

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Loans and advances from related parties		
Unsecured loan	1,200.00	1,225.67
Total	1,200.00	1,225.67

The loan is repayable in 35 structured quarterly instalments. Interest is due half yearly on 30 Sep and 31 Mar. The rate of interest on unsecured loan is floating in nature and has been within a range of 7.85% p.a to 9.00% p.a. The company has met its principal repayment obligation due for FY 2023-24 and hence current maturity is not being disclosed separately.

5 LONG TERM PROVISIONS

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Provision for employee benefits (Refer Note 23)		
Leave encashment	1.76	1.98
Gratuity	5.52	2.24
	7.28	4.22
Less: Current portion (Refer Note 8)		
Leave encashment	0.08	0.08
Gratuity	0.18	0.14
	0.26	0.22
Total	7.02	4.00

6 TRADE PAYABLE

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Total outstanding dues of micro enterprises and small enterprises	-	1.16
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
Total	-	1.16



Notes to financial statement for the year ended 31 March 2023

6.1 Trade payable - ageing - March 31, 2023

Particulars	(Rs. In lacs) Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	-	-	-	-	-

Trade payable - ageing - March 31, 2022

Particulars	(Rs. In lacs) Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	1.16	-	-	-	1.16
(ii) Others	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	1.16	-	-	-	1.16

6.2 Details of dues of Micro and Small Enterprises as per MSMED Act, 2006 to the extent of information available with the Company:

Particulars	As at 31-Mar-23	As at 31-Mar-22
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	-	1.16
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	-	-
Total	-	1.16



Notes to financial statement for the year ended 31 March 2023

7 OTHER CURRENT LIABILITIES

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Other payables:		
Statutory dues	1.40	6.21
Retention money payable	-	0.91
Expenses payable	5.14	6.14
Total	6.54	13.26

8 SHORT TERM PROVISIONS

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Provision for employee benefits (Refer Note 23)		
Provision for leave encashment (refer note 5)	0.08	0.08
Provision for gratuity (refer note 5)	0.18	0.14
Total	0.26	0.22



Notes to financial statement for the year ended 31 March 2023

9 PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSETS

a) Property, plant & equipment

As at March 31, 2023

Particulars	Gross Carrying Amount				Accumulated Depreciation				Net Carrying Amount
	As at 01-Apr-22	Addition during the year	Deduction/adjustment during the year	As at 31-Mar-23	As at 01-Apr-22	Charge for the year	Deduction/adjustment during the year	As at 31-Mar-23	
	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	
Building	48.13	-	-	48.13	13.79	3.79	-	17.58	30.55
Furniture and fixtures	1.04	-	-	1.04	0.75	0.07	-	0.82	0.22
Plant and machinery	1,421.62	-	-	1,421.62	364.88	100.80	-	465.68	955.94
Hydraulic mechanical equipment	116.80	-	-	116.80	35.59	8.96	-	44.55	72.25
Office equipment	7.27	0.05	-	7.32	5.65	0.88	-	6.53	0.79
Data processing machine	2.23	-	-	2.23	1.09	0.75	-	1.84	0.38
Total (a)	1,597.09	0.05	-	1,597.14	421.75	115.25	-	537.00	1,060.13

As at March 31, 2022

Particulars	Gross Carrying Amount				Accumulated Depreciation				Net Carrying Amount
	As at 01-Apr-21	Addition during the year	Deduction/adjustment during the year	As at 31-Mar-22	As at 01-Apr-21	Charge for the year	Deduction/adjustment during the year	As at 31-Mar-22	
	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	
Building	48.13	-	-	48.13	9.54	4.26	-	13.79	34.33
Furniture and fixtures	0.62	0.42	-	1.04	0.30	0.45	-	0.75	0.29
Plant and machinery	1,421.62	-	-	1,421.62	253.45	111.43	-	364.88	1,056.75
Hydraulic mechanical equipment	116.80	-	-	116.80	25.52	10.07	-	35.59	81.22
Office equipment	6.34	0.93	-	7.27	4.21	1.43	-	5.65	1.62
Data processing machine	1.41	0.82	-	2.23	0.46	0.63	-	1.09	1.13
Total (a)	1,594.92	2.17	-	1,597.09	293.48	128.27	-	421.74	1,175.34

b) INTANGIBLE ASSETS

As at March 31, 2023

Particulars	Gross Carrying Amount				Accumulated Depreciation				Net Carrying Amount
	As at 01-Apr-22	Addition during the year	Deduction/adjustment during the year	As at 31-Mar-23	As at 01-Apr-22	Charge for the year	Deduction/adjustment during the year	As at 31-Mar-23	
	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	
Software	0.47	-	-	0.47	0.19	0.16	-	0.35	0.12
Total (b)	0.47	-	-	0.47	0.19	0.16	-	0.35	0.12

As at March 31, 2022

Particulars	Gross Carrying Amount				Accumulated Depreciation				Net Carrying Amount
	As at 01-Apr-21	Addition during the year	Deduction/adjustment during the year	As at 31-Mar-22	As at 01-Apr-21	Charge for the year	Deduction/adjustment during the year	As at 31-Mar-22	
	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	
Software	0.47	-	-	0.47	0.03	0.16	-	0.19	0.28
Total (b)	0.47	-	-	0.47	0.03	0.16	-	0.19	0.28
Total (a+b)	1,595.38	-	-	1,597.55	293.51	128.43	-	421.92	1,175.62
Figures for the previous year	1,622.32	2.39	29.33	1,595.38	155.21	144.40	6.10	293.51	1,301.88

There are no proceedings initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

c) Intangible assets under development

Particulars	As at 01-Apr-22	Addition during the year	Realized / Allocated and Capitalized during the year	As at 31-Mar-23
	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)
Software	2.50	0.67	-	3.17
Total	2.50	0.67	-	3.17
Previous year	-	2.50	-	2.50

a) Intangible assets under development aging schedule

Particulars	Amount in intangible asset under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 year	
Project in progress	0.67	2.50	-	-	3.17
Project temporarily suspended	-	-	-	-	-



Notes to financial statement for the year ended 31 March 2023

10 DEFERRED TAX ASSETS/ (LIABILITIES)

In accordance with the Accounting Standard (AS)-22 "Accounting for Taxes on Income" notified by the Central Government of India, the Deferred tax Asset (Liability) pertaining to timing difference arising for the year ended 31 March 2023 of Rs. 82.32 lacs (previous year Rs.59.63 lacs) have been determined. Major components of deferred tax assets and liabilities arising on account of timing differences as at year end are as under:

Particulars	As at 31-Mar-2023 (Rs. In lacs)	As at 31-Mar-2022 (Rs. In lacs)
Deferred tax assets on account of:		
Provision for employee benefit		
Leave encashment	0.46	0.52
Gratuity	1.44	0.59
Bonus	1.63	1.17
Provision for bad and doubtful debts	0.71	0.72
Expenses disallowed under section 40(a)(ia) of Income Tax Act	0.06	0.20
Unabsorbed depreciation and business losses	181.83	167.08
Sub-total (a)	186.13	170.29
Deferred tax liabilities on account of:		
Provision for employee benefit		
Depreciation	103.81	110.66
Sub-total (b)	103.81	110.66
Total (a)-(b)	82.32	59.63

The Company has unabsorbed depreciation and business losses as at the Balance Sheet date on which net deferred tax assets of Rs 181.83 lacs (previous year Rs. 167.08 lacs) has been recognized. Based on long term Power Purchase Agreements with PSPCL for sale of power for a period of 35 years (Refer Note 1 (1A) Corporate Information) and the technical viability report of the projects prepared by experts , the Company is virtually certain that there would be sufficient taxable income in future to offset the deferred tax asset.

11 OTHER NON-CURRENT ASSETS

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
(Unsecured, considered good)		
Security Deposits	0.10	0.10
Total	0.10	0.10



12 CURRENT INVESTMENTS

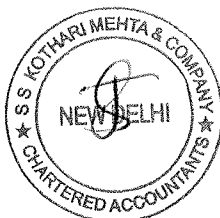
Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Investment in Mutual fund	63.73	52.57
Total	63.73	52.57
The market value of investment as on 31 March 2023 Rs. 64.48 lacs (31st March 2022 was Rs 52.82)		

*Details of market value (NAV) of mutual funds as on 31st March 2023 are as under :

Fund Name	Cost (Rs in Lacs)	Market Value (Rs in Lacs)
Axis Liquid Fund - Direct Growth (2234.510 units)	63.73	64.48
Total Amount	63.73	64.48

13 INVENTORIES (Valued at lower of cost and net realizable value)

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Store & spares	24.15	23.59
Total	24.15	23.59



Notes to financial statement for the year ended 31 March 2023

14 TRADE RECEIVABLES

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
(Unsecured, considered doubtful)		
Outstanding for a period exceeding six months from the due date for payment	2.74	2.74
Less : Provision for bad and doubtful debts	2.74	2.74
	-	-
(Unsecured, considered good)		
Outstanding for a period less than six months from the date they are due for payment	60.52	55.56
Less : Provision for bad and doubtful debts	-	-
	60.52	55.56
Total	60.52	55.56

TRADE RECEIVABLES AGEING SCHEDULE

As at 31 March 2023	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More than 3 years	
(i) Undisputed Trade Receivables- considered good	60.52	-	-	-	-	60.52
(ii) Undisputed Trade Receivables- considered doubtful	-	-	-	2.74	-	2.74
(iii) Disputed Trade Receivables- considered Good	-	-	-	-	-	-
(iv) Disputed Trade Receivables- considered doubtful	-	-	-	-	-	-

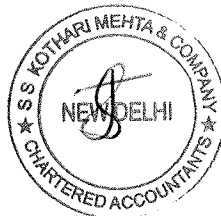
As at 31 March 2022	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months-1 Year	1-2 Years	2-3 Years	More than 3 years	
(i) Undisputed Trade Receivables- considered good	55.56	-	-	-	-	55.56
(ii) Undisputed Trade Receivables- considered doubtful	-	-	2.74	-	-	2.74
(iii) Disputed Trade Receivables- considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables- considered doubtful	-	-	-	-	-	-

15 CASH AND CASH EQUIVALENT

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Cash in hand	1.89	0.67
Balance with bank in current account	6.66	2.67
Total	8.55	3.34

16 SHORT TERM LOAN AND ADVANCES

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
(Unsecured, considered good)		
Advances receivable in cash or kind or the value to be received	0.99	1.52
Advances to supplier	0.68	0.53
Other advances	0.49	1.11
Prepaid expenses	7.11	8.67
Advance tax, TDS and self assessment tax (Net of Provisions)	0.27	0.23
Total	9.54	12.06



Notes to financial statement for the year ended 31 March 2023

17 REVENUE FROM OPERATION

Particulars	For the year ended 31-Mar-23 (Rs. In lacs)	For the year ended 31-Mar-22 (Rs. In lacs)
Sale of energy	266.58	284.38
Total	266.58	284.38

18 OTHER INCOME

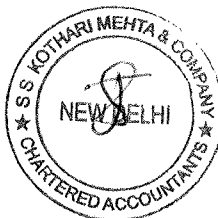
Particulars	For the year ended 31-Mar-23 (Rs. In lacs)	For the year ended 31-Mar-22 (Rs. In lacs)
Profit from sale of investment	3.16	1.45
Bad and doubtful debts written off	-	3.51
Interest on income tax refund	0.01	-
Balances/provisions written back	0.32	4.53
Total	3.49	9.49

19 EMPLOYEE BENEFIT EXPENSES

Particulars	For the year ended 31-Mar-23 (Rs. In lacs)	For the year ended 31-Mar-22 (Rs. In lacs)
Salary wages and allowances	71.40	62.55
Contribution to provident and other funds	7.58	6.49
Staff welfare expenses	3.02	2.00
Total	82.00	71.05

20 FINANCE COST

Particulars	For the year ended 31-Mar-23 (Rs. In lacs)	For the year ended 31-Mar-22 (Rs. In lacs)
Interest expenses	98.21	99.28
Total	98.21	99.28



Notes to financial statement for the year ended 31 March 2023

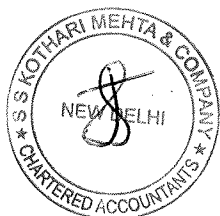
21 OTHER EXPENSES

Particulars	For the year ended 31-Mar-23 (Rs. In lacs)	For the year ended 31-Mar-22 (Rs. In lacs)
Repair and maintenance		
- Civil	2.09	0.72
- Machinery	4.34	10.89
- Others	1.77	2.59
Rate, taxes and fees	1.29	1.42
Store/ Spares consumption	9.17	7.19
Freight and transportation	0.28	0.91
Legal and professional	1.61	4.50
Auditor remuneration (Refer note 27)	1.06	0.41
Bank charges	0.05	0.08
Printing and stationery	0.37	0.13
Travelling and conveyance	3.36	4.11
Insurance cost	7.25	6.73
Other expenses	6.67	12.98
Total	39.31	52.66

22 EARNING PER SHARE

Particulars	As at 31-Mar-23 (Rs. In lacs)	As at 31-Mar-22 (Rs. In lacs)
Net profit / (loss) as per statement of profit and loss	(42.15)	(45.49)
Less: Adjustment for dividend on 3% non cumulative preference shares	-	-
Profit attributable to equity share holders	(42.15)	(45.49)
Weighted average number of equity shares outstanding during the period (Nos. in lacs)	1.00	1.00
Basic earnings per share (In Rs.)	(42.15)	(45.49)
Diluted earnings per share* (In Rs.)	(42.15)	(45.49)
Nominal value of share (In Rs.)	10.00	10.00

* Potential equity shares are anti dilutive, hence its effect in diluted earnings per share is ignored.



Notes to financial statement for the year ended 31 March 2023

23 DISCLOSURE UNDER (AS) -15 (REVISED 2005)

Retirement benefits in the form of Provident Fund are defined contribution scheme and the contributions are charged to the Statement of Profit and Loss for the year when the contributions to the respective funds are due.

Gratuity and leave encashment liability are defined benefit obligation and are provided for on the basis of an actuarial valuation made at the end of each financial year. The present value of the obligation under Gratuity and Leave Encashment is determined based on actuarial valuation using the Projected Unit Credit Method, which recognize each period of service as giving rise to additional unit of employees benefits entitlement and measures each unit separately to build up the final obligation.

The Company has classified the various benefits provided to employees as under:

(I) Defined Contribution Plan

The following contribution made by the company towards a recognized and defined plan has been charged to the Statement of Profit and Loss for the year.

Particulars	Current Year 2022-23 (Rs. In lacs)	Previous Year 2021-22 (Rs. In lacs)
Employers' contribution to provident fund	5.56	5.13

(II) Defined Benefit Plan

The following table sets out the amounts recognized in the Company's financial statements as at 31 March 2023

Particulars	Current Year			Previous Year		
	Gratuity (funded)	Gratuity (unfunded)	Leave encashment (unfunded)	Gratuity (funded)	Gratuity (unfunded)	Leave encashment (unfunded)
	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)	(Rs. In lacs)
Change in present value of obligation						
Present value of obligation at the beginning of the	6.14	2.32	1.98	5.12	1.10	1.82
Interest cost	0.44	0.17	0.14	0.36	0.08	0.13
Service cost	0.67	0.94	0.22	0.62	0.85	0.23
Benefits paid	(1.74)	-	(0.87)	-	-	-
Acquisition adjustment	-	-	-	-	-	-
Actuarial (gain)/loss on obligation	1.53	(0.32)	0.28	0.04	0.29	(0.20)
Present value of obligation at end of the year	7.03	3.11	1.76	6.14	2.32	1.98
Change in fair value plan assets						
Fair value of plan assets at the beginning of the year	6.22	-	-	-	-	-
Expected return on plan assets	0.13	-	-	-	-	-
Contributions	-	-	-	6.22	-	-
Benefits paid	(1.74)	-	-	-	-	-
Actuarial gain / (loss) on plan assets	-	-	-	-	-	-
Fair value of plan assets at the end of the year	4.61	-	-	6.22	-	-
Amount recognised in the Balance Sheet						
Present value of obligation at the end of the year	7.03	3.11	1.76	6.14	2.32	1.98
Fair value of plan assets at the end of the year	4.61	-	-	6.22	-	-
Assets/Liabilities recognised in the Balance Sheet	(2.42)	(3.11)	(1.76)	0.08	(2.32)	(1.98)
Expenses recognized in the statement of profit &						
Service cost	0.67	0.94	0.22	0.62	0.85	0.23
Interest cost	0.44	0.17	0.14	0.36	0.08	0.13
Expected return on plan assets	(0.46)	-	-	-	-	-
Net actuarial (gain)/loss to be recognised	1.85	(0.32)	0.28	0.04	0.29	(0.20)
Net cost (included in salary and wages)	2.50	0.79	0.64	1.02	1.22	0.16
	% (p.a.)	% (p.a.)	% (p.a.)	% (p.a.)	% (p.a.)	% (p.a.)
Assumptions used in accounting						
Discount rate	7.36	7.36	7.36	7.18	7.18	7.18
Salary escalation rate	5.50	5.50	5.50	5.50	5.50	5.50
Expected rate of return on plan assets	3.10	-	-	-	-	-

(III) Amounts for the current and previous years are as follows:

Gratuity (funded)

As on	31-03-2019	31-03-2020	31-03-2021	31-03-2022	31-03-2023
PBO (C)	3.22	3.65	5.12	6.14	7.03
Plan Assets	-	-	-	6.22	4.61
Net Assets /(Liability)	(3.22)	(3.65)	(5.12)	0.08	(2.42)
Experience adjustment on Plan PBO gain/ (loss)	-	(0.45)	(0.92)	(0.26)	(1.70)

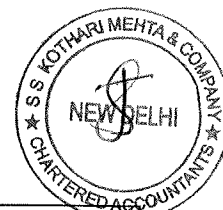
Gratuity (unfunded)

As on	31-03-2019	31-03-2020	31-03-2021	31-03-2022	31-03-2023
PBO (C)	0.46	0.56	1.10	2.32	3.11
Plan Assets	-	-	-	-	-
Net Assets /(Liability)	(0.46)	(0.56)	(1.10)	(2.32)	(3.11)
Experience adjustment on Plan PBO gain/ (loss)	-	0.44	0.08	(0.40)	0.23

Leave encashment (unfunded)

As on	31-03-2019	31-03-2020	31-03-2021	31-03-2022	31-03-2023
PBO (C)	0.95	1.16	1.82	1.98	1.76
Plan Assets	-	-	-	-	-
Net Assets /(Liability)	(0.95)	(1.16)	(1.82)	(1.98)	(1.76)
Experience adjustment on Plan PBO gain/ (loss)	-	0.12	(0.14)	0.12	(0.33)

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.



Notes to financial statement for the year ended 31 March 2023

24 RELATED PARTY DISCLOSURES:

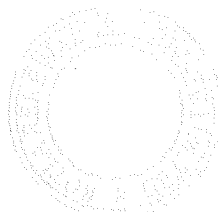
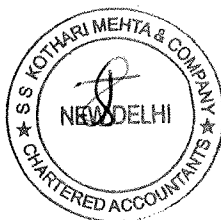
i) Related party relationships:

a	Ultimate Holding Company	M/s Stanplast Limited - (Ultimate Holding Company)
b	Holding Company	M/s Bhilangana Hydro Power Limited M/s Kotla Hydro Power Private Limited
c	Fellow subsidiary	M/s Uttarakhand Hydro Power Private Limited M/s Sikkim Green Energy Private Limited
d	Key managerial personnel	Nil
e	Individual owning directly or indirectly an interest in the voting power	Mr. Sanjiv Saraf
f	Relative of person described in (d) and (e)	Nil
g	Enterprises over which any person described in (d) and (e) have significant influence and have transactions during the year	M/s Punjab Hydro Power Private Limited

S.No.	Particulars	For Year ended 31-Mar-23 (Rs. In lacs)	For Year ended 31-Mar-22 (Rs. In lacs)
I	Transactions during the year		
i	Interest paid/accrued on unsecured loan M/s Kotla Hydro Power Private Limited	98.21	99.28
ii	Principal repayment of unsecured loan M/s Kotla Hydro Power Private Limited	25.67	-
iii	Reimbursement of expenses received from other enterprises M/s Bhilangana Hydro Power Limited	-	0.32
iv	Reimbursement of expenses paid to other enterprises M/s Punjab Hydro Power Private Limited	-	0.51
II	Balance at the end of the year		
i	Loan outstanding M/s Kotla Hydro Power Private Limited	1,200.00	1,225.67

Notes:

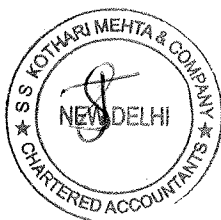
- The related party relationships have been determined on the basis of the requirements of the Accounting Standard (AS) - 18 'Related Party Disclosures' and the same have been relied upon by the auditors.
- The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year.



Notes to financial statement for the year ended 31 March 2023

Note 24 A - Other Statutory Information:

- a. The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period.
- b. The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- c. The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- d. The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (i) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or
 - (ii) Provide any Guarantee, Security, or the like to or on behalf of the Ultimate Beneficiaries.
- e. The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- f. The company has not been sanctioned working capital limit in excess of Rs. 5 Crore, in aggregate, at points of time during the year, from bank or financial institutions on the basis of security of current assets, accordingly there are no quarterly returns/ statements filed by the company with the bank or financial institutions.
- g. The Company have not been declared willful defaulter by any Banks or any other Financial Institution at any time during the financial year.
- h. The company has not taken any borrowings from any banks or any financial institutions during the financial year.
- i. The Company did not have any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 during the financial year.



Notes to financial statement for the year ended 31 March 2023

25 Ratio Analysis and its elements

Ratio	Numerator	Denominator	Unit	31-Mar-23	31-Mar-22	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	Times	24.47	10.05	143.51%	Change in Ratio is attributes to reduction in Current Liabilities
Debt- Equity Ratio	Total Debt	Shareholder's Equity	Times	12.18	8.71	39.80%	Change is due to current year loss
Debt Service Coverage ratio	Net profit before taxes + Non-cash operating expenses	Interest & Principal Repayments	Times	1.51	1.71	-11.62%	Not Required - Change less than 25%
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	Percentage	-0.35%	-0.28%	26.63%	Increased due to increase in current year loss.
Trade Receivable Turnover Ratio	Revenue	Average Trade Receivable	Times	4.59	4.13	11.26%	Not Required - Change less than 25%
Net Capital Turnover Ratio	Net sales	Average Working Capital	Percentage	1.82%	3.45%	-47.09%	Change in Ratio attributes to increase in average working capital on account of payment to capital creditors in preceding years
Net Profit ratio	Net Profit	Net sales	Percentage	-0.16%	-0.16%	-1.14%	Not Required - Change less than 25%
Return on Capital Employed	Earnings before interest and taxes	Tangible Net Worth + Total Debt	Percentage	0.03%	0.03%	-15.90%	Not Required - Change less than 25%
Return on Investment	Interest (Finance Income)	Investment	Percentage	4.96%	1.38%	100.00%	Increase due to higher investment income as compared to last year.
Inventory Turnover ratio	Cost of goods sold	Average Inventory	Percentage	Not applicable*			
Trade Payable Turnover Ratio	Gross credit purchases - purchase return	Average Trade Payables	Times	Not applicable*			

*The company does not have direct purchases w.r.t. to its primary business activity

26 CONTINGENT LIABILITIES AND COMMITMENTS (TO THE EXTENT NOT PROVIDED FOR)

Particulars	For the year ended 31-Mar-23 (Rs. In lacs)	For the year ended 31-Mar-22 (Rs. In lacs)
Contingent Liabilities	-	-
Total (a)	-	-
Estimated amount of contracts remaining to be executed on capital account and not provided for	0.63	1.30
Total (b)	0.63	1.30

27 AUDITOR REMUNERATION (Inclusive of Taxes)

Particulars	For the year ended 31-Mar-23 (Rs. In lacs)	For the year ended 31-Mar-22 (Rs. In lacs)
Statutory Audit fees*	0.77	0.41
Reimbursement of expenses	0.29	-
Total	1.06	0.41

* Current year figure includes incremental Audit fee of FY 2021-22 of Rs. 0.17 lacs



Notes to financial statement for the year ended 31 March 2023

28 Other Commitments

M/s Punjab State Power Corporation Limited ("PSPCL") has leased three Mini Hydroelectric Projects (MHP) namely MHP Daudhar (1.50 MW), MHP Nidampur (0.80 MW) and MHP Thuhi (0.80 MW) on Lease, Renovate, Operate and Transfer in the state of Punjab by for a period of 35 years post renovation Commercial Operation Date (COD) of respective Projects. The Company has entered into long term Power Purchase Agreements with PSPCL for sale of power for a period of 35 years from the date of post renovation COD of the respective Projects.

29 Expenditure in foreign currency

The Company has not incurred any foreign currency expenditure during the reporting period.

30 The company has only one reportable segment hence, disclosure requirements as required by AS-17 "Segment Reporting" is not applicable to the Company.

31 The Company has no transactions and outstanding balance with struck-off companies under section 248 of Companies Act, 2013.

32 There is no immovable property whose title deeds are not held in the name of the company

33 In accordance with the provisions of Accounting Standard on Impairment of Assets (AS – 28), the management has made assessment of assets considering the business prospects related thereto and, accordingly, no provision on account of impairment of assets is considered necessary in these accounts.

34 The company has not taken any hedging instrument like forward contract, derivative contract etc and there are no hedged or unhedged foreign currency exposures outstanding at the year end.

35 There are no present obligations requiring provisions in accordance with the guiding principles as enunciated in accounting standard (AS)-29 'provisions, contingent liabilities & contingent assets.

36 Additional regulatory information, pursuant to amendment in Schedule III dated 24 March 2021, has been given to the extent applicable to the Company.

37 Previous year figures have been regrouped / rearranged wherever necessary to conform to the current year classification.

Significant accounting policies and notes to accounts

1

The accounting notes 2 to 37 are integral part of the financial statements

As per our report of even date attached

For S S Kothari Mehta & Company
Chartered Accountants
FRN : 000756N


Jalaj Soni

Partner

Membership No. 528799



For & on behalf of the Board of Directors of
Kotla Renewables Private Limited


Ashok Kumar Gurnani

Director

DIN: 00003754



Amit Kumar Agarwal

Director

DIN: 03191700

Place: NEW DELHI

Date: 16/05/2023

Place: NOIDA

Date: 16/05/2023

Place: NOIDA

Date: 16/05/2023