

Adani Phuoc Minh Wind Power Company Limited

Financial Statements and Auditors' Report

For the year ended 31 March 2020

REPORT OF THE BOARD OF DIRECTORS

The directors have pleasure in submitting their report and audited financial statements prepared in accordance with Vietnamese accounting standards and system and comply with relevant statutory requirements for the year ended 31 March 2020.

Date of incorporation

The Company was incorporated in Ninh Thuan Province, Vietnam with limited liability on 9 May 2018.

Registered office

Quan The 1 Hamlet, Phuoc Minh Commune
Thuan Nam District, Ninh Thuan Province
Vietnam

Principal activities

The principal activities of the Company are to produce electricity from recycled energy.

Results

The results of the Company for the year ended 31 March 2020 are set out in the statement of income on page 5.

Financial indicators of the business

| Items | Unit | Year ended 31/3/2020 | Period from 9/5/2018 to 31/3/2019 (Restated) |
|---|-------|-------------------------|---|
| Assets structure and capital structure | | | |
| 1.1 Assets structure | | | |
| Non-current assets/Total assets | % | 57 | 63 |
| Current assets/Total assets | % | 43 | 37 |
| 1.2 Capital structure | | | |
| Liabilities/Total resources | % | 110 | 109 |
| Owner's equity/Total resources | % | (10) | (9) |
| Liquidity | | | |
| 2.1 Total assets to total liabilities ratio | times | 0.91 | 0.92 |
| 2.2 Current assets to current liabilities ratio | times | 0.39 | 0.34 |
| 2.3 Cash to current liabilities ratio | times | 0.12 | 0.006 |

Member's Council

The members of Member's Council during the year ended 31 March 2020 and up to the date of this report were:

1. Representative from Adani Green Energy Limited
 Mr. Abhilash Mehta
 Mr. Ashok Jagetiya
2. Representative from TSV Joint Stock Company
 Mrs. Huynh Thanh Thuy

Directors

The directors who held office during the year ended 31 March 2020 and up to the date of this report were:

Mr. Abhilash Mehta
Mr. Ajay Thakur

General Director
Deputy General Director

Auditors

Auditors of the company are NEXIA STT Co., Ltd. – Ho Chi Minh City Branch.

Statement by the Board of Directors

In the opinion of the Board of Directors, the accompanying balance sheet, statement of income and statement of cash flows, together with the notes thereto, have been properly drawn up and give a true and fair view of the financial position of the Company as at 31 March 2020 and of its results of operations and cash flows for the year ended 31 March 2020 in accordance with Vietnamese accounting standards and system and comply with relevant statutory requirements relating to the preparation and presentation of the financial statements.

On behalf of the Board

Ajay Thakur
Deputy General Director
Ninh Thuan Province, Vietnam
9 APRIL 2020



INDEPENDENT AUDITORS' REPORT

To the Investors Adani Phuoc Minh Wind Power Company Limited

We have audited the accompanying financial statements of Adani Phuoc Minh Wind Power Company Limited ("the Company"), which were prepared on 9 April 2020 and comprise the balance sheet as at 31 March 2020, the statement of income, the statement of cash flows for the year ended 31 March 2020 and the explanatory notes as set out from pages 3 to 22.

Management's Responsibility

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Vietnamese accounting standards and system, and relevant statutory requirements relating to the preparation and presentation of the financial statements, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with Vietnamese standards on auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control of the Company relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Audit Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Adani Phuoc Minh Wind Power Company Limited as at 31 March 2020, and financial performance and its cash flows for the year then ended in accordance with Vietnamese accounting standards and system and comply with relevant statutory requirements relating to the preparation and presentation of the financial statements.



NEXIA STT Co., Ltd. – Ho Chi Minh City Branch

Le Quang Phi

Branch Director

Audit Practising Registration Certificate

No. 2073-2019-225-1



Phan Thi Bang Tuyet

Auditor

Audit Practising Registration Certificate

No. 2188-2018-225-1

Audit Report No: HCM-AU/413/2020/APMW

Ho Chi Minh City, 9 April 2020

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
BALANCE SHEET
AT 31 MARCH 2020

| | Code | Note | 31/3/2020 VND | 31/3/2019 VND (Reclassified) |
|-------------------------------------|------------|----------|-----------------------|------------------------------------|
| ASSETS | | | | |
| CURRENT ASSETS | 100 | | 16,729,201,053 | 11,372,575,958 |
| Cash and cash equivalents | 110 | 3 | 5,257,376,208 | 218,736,686 |
| Cash | 111 | | 5,257,376,208 | 218,736,686 |
| Short-term receivables | 130 | | 11,402,599,609 | 11,148,850,000 |
| Short-term prepayments to suppliers | 132 | 4 | 253,749,609 | - |
| Other short-term receivables | 136 | 5 | 11,148,850,000 | 11,148,850,000 |
| Other current assets | 150 | | 69,225,236 | 4,989,272 |
| Deductible value-added tax | 152 | | 69,225,236 | 4,989,272 |
| NON-CURRENT ASSETS | 200 | | 22,542,785,176 | 19,033,560,000 |
| Long-term assets in progress | 240 | | 3,509,225,176 | - |
| Construction in progress | 242 | 6 | 3,509,225,176 | - |
| Other long-term assets | 260 | | 19,033,560,000 | 19,033,560,000 |
| Long-term prepaid expenses | 261 | 7 | 19,033,560,000 | 19,033,560,000 |
| TOTAL ASSETS | 270 | | 39,271,986,229 | 30,406,135,958 |


The accompanying notes form an integral part of these financial statements

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
BALANCE SHEET (CONTINUED)
AT 31 MARCH 2020

| | Code | Note | 31/3/2020 VND | 31/3/2019 VND (Reclassified) |
|---|------------|-----------|------------------------|------------------------------------|
| RESOURCES | | | | |
| LIABILITIES | 300 | | 43,360,053,359 | 33,169,928,924 |
| Current liabilities | 310 | 8 | 43,360,053,359 | 33,169,928,924 |
| Short-term accrued expenses | 315 | 9 | 156,730,000 | 195,570,000 |
| Other short-term payables | 319 | | 67,390,039 | 1,000,000 |
| Short-term borrowings | 320 | 10 | 43,135,933,320 | 32,973,358,924 |
| Non-current liabilities | 330 | | - | - |
| OWNER'S EQUITY | 400 | | (4,088,067,130) | (2,763,792,966) |
| Owner's equity | 410 | 11 | (4,088,067,130) | (2,763,792,966) |
| Contributed capital | 411 | | 18,608,000 | 18,608,000 |
| Accumulated losses | 421 | | (4,106,675,130) | (2,782,400,966) |
| <i>Accumulated loss up to the end of prior period</i> | 421a | | (2,782,400,966) | - |
| <i>Accumulated losses of current year/period</i> | 421b | | (1,324,274,164) | (2,782,400,966) |
| TOTAL RESOURCES | 440 | | 39,271,986,229 | 30,406,135,958 |

Prepared by:

Approved by:

 Nguyen Huynh Phuong Thao
 Chief Accountant

 Ajay Thakur
 Deputy General Director

Ninh Thuan Province, 9 April 2020

ADANI PHUOC MINH WIND POWER COMPANY LIMITED

STATEMENT OF INCOME

YEAR ENDED 31 MARCH 2020

| | Code | Note | Year ended 31/3/2020 VND | Period from 9/5/2018 to 31/3/2019 VND |
|---|-----------|------|--------------------------------|--|
| Revenue from sales of goods and rendering of services | 01 | | - | - |
| Less deductions | 02 | | - | - |
| Net revenue from sales of goods and rendering of services | 10 | | - | - |
| Cost of goods sold and services rendered | 11 | | - | - |
| Gross profit/(loss) from sale of goods and rendering of services | 20 | | - | - |
| Finance income | 21 | | 5,913,542 | 8,201,134 |
| Finance expenses | 22 | 12 | (700,718,550) | (58,504,023) |
| <i>Including: interest expense</i> | 23 | | - | - |
| Selling expenses | 25 | | - | - |
| General and administrative expenses | 26 | 13 | (629,499,156) | (2,732,098,077) |
| Net operating losses | 30 | | (1,324,304,164) | (2,782,400,966) |
| Other income | 31 | | 30,000 | - |
| Other expenses | 32 | | - | - |
| Profit from other activities | 40 | | 30,000 | - |
| Accounting losses before tax | 50 | | (1,324,274,164) | (2,782,400,966) |
| Current corporate income tax expense | 51 | 14 | - | - |
| Deferred corporate income tax (expense)/ income | 52 | | - | - |
| Net losses after tax | 60 | | (1,324,274,164) | (2,782,400,966) |

Prepared by:

Approved by:

 Nguyen Huynh Phuong Thao
 Chief Accountant

 Ajay Thakur
 Deputy General Director

Ninh Thuan Province, 9 April 2020

The accompanying notes form an integral part of these financial statements

ADANI PHUOC MINH WIND POWER COMPANY LIMITED

STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2020

| | Code | Note | Year ended 31/3/2020 VND | Period from 9/5/2018 to 31/3/2019 VND (Reclassified) |
|--|-----------|------|--------------------------------|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | |
| Losses before tax | 01 | | (1,324,274,164) | (2,782,400,966) |
| Adjustments for | | | | |
| Foreign exchange losses arisen from revaluation of monetary accounts denominated in foreign currency | 04 | | 700,718,185 | 58,504,023 |
| Profit from investing activities | 05 | | (44,085) | - |
| Operating losses before changes in working capital | 08 | | (623,600,064) | (2,723,896,943) |
| Increase in receivables and other assets | 09 | | (317,985,573) | (11,153,839,272) |
| Increase in payables and other liabilities | 11 | | 27,550,039 | 196,570,000 |
| Increase in prepaid expenses | 12 | | - | (19,033,560,000) |
| Net cash used in operating activities | 20 | | (914,035,598) | (32,714,726,215) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | |
| Payments for additions to fixed assets and other long-term assets | 21 | | (3,509,225,176) | - |
| Receipts of interests | 27 | | 44,085 | - |
| Net cash generated from investing activities | 30 | | (3,509,181,091) | - |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | |
| Proceeds from contributed capital | 31 | | - | 18,608,000 |
| Proceeds from short-term borrowings | 33 | | 9,381,288,238 | 32,914,863,724 |
| Net cash generated from financing activities | 40 | | 9,381,288,238 | 32,933,471,724 |

The accompanying notes form an integral part of these financial statements

ADANI PHUOC MINH WIND POWER COMPANY LIMITED

STATEMENT OF CASH FLOWS (CONTINUED)

YEAR ENDED 31 MARCH 2020

| | Code | Note | Year ended 31/3/2020 VND | Period from 9/5/2018 to 31/3/2019 VND (Reclassified) |
|--|-----------|----------|--------------------------------|--|
| Net cash flows during the year/period | | | 4,958,071,549 | 218,745,509 |
| Cash and cash equivalents at the beginning of the year/period | 60 | | 218,736,686 | - |
| Impact of exchange rate fluctuations | 61 | | 80,567,973 | (8,823) |
| Cash and cash equivalents at the end of the year/period | 70 | 3 | 5,257,376,208 | 218,736,686 |

Prepared by:

Approved by:

 Nguyen Huynh Phuong Thao
Chief Accountant

 Ajay Thakur
Deputy General Director

Ninh Thuan Province, 9 April 2020

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. COMPANY BACKGROUND AND PRINCIPAL ACTIVITIES

Adani Phuoc Minh Wind Power Company Limited ("the Company") is a limited liability company with two or more members incorporated in Vietnam under the Law on Enterprise of Vietnam pursuant to the Investment Registration Certificate No. 9860687255 issued by the Department of Planning and Investment of Ninh Thuan Province on 26 January 2018 and the Business Registration Certificate No. 45006246895 issued by the Department of Planning and Investment of Ninh Thuan Province on 9 May 2018.

| | |
|---|-----------------|
| Amended Business Registration Certificate No. 45006246895 | Date |
| 1 st amendment | 24 October 2018 |
| 2 nd amendment | 24 March 2020 |

The Investment Registration Certificate is valid for 50 years from 22 January 2018.

The current principal activities of the Company are to produce electricity from recycled energy.

The Company's normal course of business cycle is 12 months.

The total investment and charter capital amounts of the Company as stipulated in the Investment Registration Certificate, Business Registration Certificate and defined under the Law on Enterprise of Vietnam are VND964,885,000,000 (equivalent to USD43,858,000) and VND192,997,000,000 (equivalent to USD8,772,000), respectively.

During the year, the charter capital amount of the Company was decreased from VND192,997,000,000 to VND14,110,500,000 under Amended Business Registration Certificate No. 45006246895 dated 24 March 2020.

As at 31 March 2020, the Company had no employee (31/3/2019: nil).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies have been adopted by the Company in the preparation of these financial statements.

Basis of financial statement preparation

The financial statements, expressed in Vietnamese Dong ("VND"), have been prepared in accordance with Vietnamese accounting standards, the Vietnamese accounting system and relevant statutory requirements on preparation and presentation of the financial statements.

The financial statements are prepared on the historical cost basis and on an accruals basis. The accounting policies have been consistently applied by the Company during the year and are consistent with those used in the previous period.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

Fiscal year

The fiscal year of the Company is from 1 April to 31 March.

Use of estimates

The preparation of financial statements in conformity with Vietnamese accounting standards, Vietnamese accounting system and relevant statutory requirements on preparation and presentation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses in the reported periods. Actual results may differ from those estimates.

Foreign currency transactions

Transactions in currencies other than the Company's reporting currency of VND are recorded at the actual transaction exchange rates at transaction dates which are determined as follows:

- transactions resulting in receivables are recorded at the buying exchange rates of the commercial banks designated for collection;
- transactions resulting in liabilities are recorded at the selling exchange rates of the commercial banks designated for payment;
- capital contributions are recorded at the buying exchange rates of the banks designated for capital contribution; and
- payments for assets or expenses without liabilities initially being recognised is recorded at the buying exchange rates of the commercial banks that process these payments.

At the end of the year, monetary balances denominated in foreign currencies are translated at the actual transaction exchange rates at the balance sheet dates which are determined as follows:

- monetary assets are translated at buying exchange rate of the commercial bank where the Company conduct transactions regularly;
- monetary liabilities are translated at selling exchange rate of the commercial bank where the Company conduct transactions regularly.

All foreign exchange differences are taken to the income statement in the year in which they are incurred.

Accounts receivable

Receivables are stated at cost less provision for doubtful debts. The provision for doubtful debts represents amounts of outstanding receivables at the balance sheet date which are doubtful of being recovered.

Payables and accruals

Payables and accruals are recognised as amounts to be paid in the future for goods and services received, whether or not billed to the Company.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

Taxation

Current income tax

Current income tax assets and liabilities for the current year are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted at the balance sheet date.

Current income tax is charged or credited to the income statement, except when it relates to items recognised directly to equity, in which case the current income tax is also dealt with in equity.

Deferred income tax

Deferred income tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset realised or the liability is settled based on tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date.

Deferred income tax liabilities are always provided for in full. Deferred income tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which these assets can be utilised. Deferred income tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred income tax is charged or credited to the income statement, except when it relates to items recognised directly to equity, in which case the deferred tax is also dealt with in the equity account.

Provision

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, and it is probable that the Company will be required to settle that obligation. Provisions are measured at the management's best estimate of the expenditures required to settle the obligation at the balance sheet date. Where the effect of the time value of money is material, the amount of a provision shall be the present value of the expenditures expected to be required to settle the obligation.

Financial instruments

Financial instruments – initial recognition and preparation

Financial assets

Under Circular 210/2009/TT-BTC issued by the Ministry of Finance on 6 November 2009 providing guidance for the adoption in Vietnam of the International Financial Reporting Standards on presentation and disclosures of financial instruments ("Circular 210"), financial assets are classified, for the purpose to the notes to the financial statements, to financial assets recognized at fair value through profit or loss statement, loans and receivables, held-to-maturity investments and available-for-sale financial assets. Financial assets are classified by the entity into this category upon initial recognition.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

At initial recognition, financial assets are stated at cost plus direct transaction costs.

Financial assets of the Company include cash and other receivables.

Financial liabilities

Under Circular 210, financial liabilities are classified for the purpose of notes to the financial statements, to financial liabilities recognized at fair value through profit or loss statement and amortised financial liabilities. Financial liabilities are classified by the entity into this category upon initial recognition.

At initial recognition, financial liabilities are stated at cost plus direct transaction costs.

Financial liabilities of the Company include other payables and short-term borrowings.

Subsequent recognition

There is currently no guidance in Circular 210 for determining the value of financial instruments for subsequent recognition. Therefore, the value for subsequent recognition of financial instruments is stated at cost.

Related parties

Related parties of the Company include enterprises and individual that directly or indirectly through one or more intermediaries control or controlled by, or are under common control with the Company, including holding companies, subsidiaries and fellow subsidiaries. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel including directors and officers of the Company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship attention is directed to the substance of the relationship and not merely the legal form.

Subsequent events

Post-year-end events that provide additional information about a company's position at the balance sheet date (adjusting events) are reflected in the financial statements. Post-year-end events that are not adjusting events are disclosed in the notes when material.

Nil balance

Items or balances required by the standard Vietnamese accounting system format that are not shown in these financial statements indicate nil balances.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

3. CASH

| | 31/3/2020 VND | 31/3/2019 VND |
|--------------|--------------------------------|--------------------------------|
| Cash in bank | 5,257,376,208 | 218,736,686 |

Cash at 31 March 2020 included amounts denominated in currencies other than local currency – Vietnamese Dong (“VND”) amounting to VND5.2 billion (31/3/2019: VND204 million).

4. SHORT-TERM PREPAYMENT TO SUPPLIERS

| | 31/3/2020 VND | 31/3/2019 VND |
|-------------------------|--------------------------------|--------------------------------|
| TSV Joint Stock Company | 230,110,000 | - |
| Other | 23,639,609 | - |
| TOTAL | 253,749,609 | - |

5. OTHER SHORT-TERM RECEIVABLES

Other short-term receivables represent amount paid to the Department of Planning and Investment of Ninh Thuan Province as an escrow amount for project implementation.

6. CONSTRUCTION IN PROGRESS

At 31 March 2020, construction in progress represents the cost of compensation and site clearance for project implementation in Thuan Nam District.

7. LONG-TERM PREPAID EXPENSES

At 31 March 2020, long-term prepaid expenses represent expenses waiting for allocation relating to service for entering the Power Purchase Agreement with Vietnam Electricity.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

8. CURRENT LIABILITIES

Current liabilities denominated in currencies other than VND at 31 March 2020 amounted to VND43,136 million (31/3/2019: VND32,973 million).

9. SHORT-TERM ACCRUED EXPENSES

| | 31/3/2020 VND | 31/3/2019 VND |
|---------------------------|--------------------------------|--------------------------------|
| Professional service fees | 156,730,000 | 195,570,000 |

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

SHORT-TERM BORROWINGS

| | 31/3/2019 | | In the year | | 31/3/2020 | |
|--|-----------------------|-------------------------------|-------------------------|-------------------------|-----------------------|-------------------------------|
| | Amount VND | Amount payable VND | Increase VND | Decrease VND | Amount VND | Amount payable VND |
| Borrowings | 32,973,358,924 | 32,973,358,924 | 10,162,574,396 | - | 43,135,933,320 | 43,135,933,320 |
| <hr/> | | | | | | |
| Short-term borrowings in foreign currencies at 31 March 2020 amounted to VND43,136 million (31/3/2019: VND32,973 million). | | | | | | |
| <hr/> | | | | | | |
| Short-term borrowings | | | | | 31/3/2020 | 31/3/2019 |
| Loan from Adani Green Energy Pte. Ltd. | | | | | VND | VND |
| Loan from Adani Green Energy (Vietnam) Pte. Ltd. | | | | | 21,803,925,285 | 21,432,461,244 |
| | | | | | 21,332,008,035 | 11,540,897,680 |
| <hr/> | | | | | | |
| TOTAL | | | | | 43,135,933,320 | 32,973,358,924 |
| <hr/> | | | | | | |

The short-term borrowings were due to related companies and were unsecured. The borrowings are free of interest and have no fixed term of repayment.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

11. OWNER'S EQUITY

The changes in owner's equity of the Company during the period/year are as follows:

| | Contributed capital VND | Accumulated losses VND | Total VND |
|---------------------------------|--|---------------------------------------|----------------------|
| Balance at 9 May 2018 | - | - | - |
| Net loss for the period | - | (2,782,400,966) | (2,782,400,966) |
| Contributed capital | 18,608,000 | - | 18,608,000 |
| Balance at 1 April 2019 | 18,608,000 | (2,782,400,966) | (2,763,792,966) |
| Net loss for the year | - | (1,324,274,164) | (1,324,274,164) |
| Balance at 31 March 2020 | 18,608,000 | (4,106,675,130) | (4,088,067,130) |

The Company's authorised and contributed charter capital is:

| | Authorised | | Contributed Equivalent | | |
|----------------------------|-------------------|----------|-----------------------------------|------------|----------|
| | VND | % | USD | VND | % |
| Adani Green Energy Limited | 11,288,400,000 | 80 | 800 | 18,608,000 | 0.16 |
| TSV Joint Stock Company | 2,822,100,000 | 20 | - | - | - |
| | 14,110,500,000 | 100 | 800 | 18,608,000 | 0.13 |

The Company's authorised charter capital has not yet been fully contributed by Adani Green Energy Limited and TSV Joint Stock Company, which is incorporated in India and Vietnam, respectively.

12. FINANCIAL EXPENSES

| | Year ended 31/3/2020 VND | Period from 9/5/2018 to 31/3/2019 VND |
|--|---|--|
| Foreign exchange losses arisen from revaluation of monetary accounts denominated in foreign currency | 700,718,185 | 58,504,023 |
| Foreign exchange loss | 365 | - |
| TOTAL | 700,718,550 | 58,504,023 |

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

13. GENERAL AND ADMINISTRATIVE EXPENSES

| | Year ended 31/3/2020 VND | Period from 9/5/2018 to 31/3/2019 VND |
|-------------------|---|--|
| External services | 558,918,000 | 2,652,735,724 |
| Others | 70,581,156 | 79,362,353 |
| TOTAL | 629,499,156 | 2,732,098,077 |

14. CURRENT CORPORATE INCOME TAX EXPENSE

Applicable tax rates

Under the terms of its Investment Registration Certificate and applicable tax regulations, the Company has an obligation to pay the government Corporate Income Tax ("CIT") as follows:

- *For the business activities:* the CIT is at the rate of 10% of taxable profits for the first 15 years starting from the first year it generates revenue and 20% for the succeeding years. However, the provisions of the Company's Investment Registration Certificate allow the Company to be exempt from CIT for 4 years starting from the first year it generates a taxable profit, and entitled to a 50% reduction in CIT for the 9 succeeding years.
- *For other activities:* the CIT is at the rate of 20% of taxable profits.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

Current tax expense

A reconciliation between the losses before tax and tax losses is presented below:

| | Year ended 31/3/2020 VND | Period from 9/5/2018 to 31/3/2019 VND |
|---|---|--|
| Accounting losses before tax | (1,324,304,164) | (2,782,400,966) |
| Adjustments | | |
| <i>Adjustments to increase</i> | | |
| Accruals | - | 195,570,000 |
| Expenses not deductible for tax effect | 4,521,236 | 2,475,518,724 |
| Foreign exchange loss arisen from revaluation of monetary accounts denominated in foreign currency | - | 8,823 |
| <i>Adjustments to decrease</i> | | |
| Reversal of accruals for the previous period | (195,570,000) | - |
| Foreign exchange gain arisen from revaluation of monetary accounts denominated in foreign currency | (80,567,973) | - |
| Reversal for foreign exchange loss arisen from revaluation of monetary accounts denominated in foreign currency of the previous period | (8,823) | - |
| Estimated current tax losses | (1,595,929,724) | (111,303,419) |
| Estimated current CIT expenses at CIT rate applicable | | |
| <i>Tax at CIT rate applicable</i> | 10% (159,592,972) | 10% (11,130,342) |
| <i>Deferred tax assets not recognised</i> | 159,592,972 | 11,130,342 |
| Current corporate income tax expense | - | - |

No provision for CIT has been made for the year as the Company incurred loss.

Tax losses can be carried forward to offset future years' taxable profit of up to five years from the year in which they were incurred. The actual amount of accumulated losses that can be carried forward is subject to the result of a tax audit which will be carried out by the tax authorities.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

Tax losses available for offset against future taxable profit are as follows:

| Year incurred | Tax losses amount (*) | Utilised up to 31/3/2020 | Forfeited | Tax losses carried forward at 31/3/2020 | Year of expiration |
|----------------------|------------------------------|---------------------------------|------------------|--|---------------------------|
| | VND | VND | VND | VND | |
| 31/3/2019 | 111,303,419 | - | - | 111,303,419 | 31/3/2024 |
| 31/3/2020 | 1,595,929,724 | - | - | 1,595,929,724 | 31/3/2025 |
| TOTAL | 1,707,233,143 | - | - | 1,707,233,143 | |

(*) Estimated tax losses as per the Company's CIT declaration for the years have not been audited by the tax authorities as of the date of these financial statements.

No deferred tax asset is recorded in the accompanying financial statements for the above tax losses as it is not probable that the Company will have sufficient future taxable profit to which said tax losses can be applied.

Beside, deferred taxes liabilities have not been recorded in the balance sheet as at 31 March 2020 because the Company has no significant temporary differences.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

15. SIGNIFICANT TRANSACTIONS WITH RELATED PARTIES

During the year/period the following significant transactions were carried out with related parties:

| Related party | Relationship | Nature of transaction | Year ended 31/3/2020 VND | Period from 9/5/2018 to 31/3/2019 VND |
|--|-------------------------|---|---|--|
| Adani Green Energy Limited | Parent company | Capital were contributed | - | 18,608,000 |
| Adani Green Energy Pte. Ltd. | Related company | Borrowing received | - | 21,422,476,044 |
| Adani Green Energy (Vietnam) Pte. Ltd. | Related company | Borrowing received Amounts were paid on behalf | 9,381,288,238 66,390,039 | 11,492,387,680 - |
| Mr. Ajay Thakur | Deputy General Director | Money received | - | 1,000,000 |
| TSV Joint Stock Company | Shareholder | Payment made in advance for consulting service | 230,110,000 | - |

16. FINANCIAL RISK MANAGEMENT

Financial risk factors

The Company's activities expose it to market risk (including currency risk and interest rate risk) credit risk and liquidity risk.

The Board of Directors is responsible for setting the objectives and underlying principles of financial risk management for the Company. They establish the detailed policies such as risk identification and measurement, exposure limits and hedging strategies. Financial risk management is carried out by finance personnel.

The finance personnel measure actual exposures against the limits set and prepare regular reports for the review of the management team and the Board of Directors. The information presented below is based on information received by the Board of Directors.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****YEAR ENDED 31 MARCH 2020****(a) Market risk****(i) *Currency risk***

The Company's business is exposed to the United States Dollar ("USD") as significant borrowings are denominated in USD.

The Company's currency exposure to the USD is as follows:

| | 31/3/2020 | | 31/3/2019 | |
|------------------------------|--------------------|-------------------------|--------------------|-------------------------|
| | USD | Equivalent VND | USD | Equivalent VND |
| Financial assets | | | | |
| Cash | 223,283 | 5,246,028,681 | 8,823 | 204,270,096 |
| Financial liabilities | | | | |
| Short-term borrowings | (1,823,544) | (43,135,933,320) | (1,418,087) | (32,973,358,924) |
| Currency exposure | (1,600,261) | (37,889,904,639) | (1,409,264) | (32,769,088,828) |

At 31 March 2020, if the USD had strengthened by 1.61% (31/03/2019: strengthened by 0.7%) against the VND with all other variables including tax rate being held constant, the Company's loss after tax for the financial year would have been VND548 million (31/3/2019: VND209 million) higher as a result of currency translation losses on the remaining USD-denominated financial instruments.

(ii) *Interest rate risk*

The Company is exposed to significant interest rate risk on its borrowings. The Company's policy is to maintain fixed- rate borrowings of 0%.

(b) Credit risk

The Company adopts the policy of dealing only with customers of appropriate credit history, and obtaining sufficient security where appropriate to mitigate credit risk. For other financial assets, the Company adopts the policy of dealing with financial institutions and other counterparties with high credit ratings.

The maximum exposure to credit risk for each class of financial assets is the carrying amount of that class of financial instruments presented on the balance sheet. The Company's major classes of financial assets are bank deposits and other receivables.

(i) *Financial assets that are neither past due nor impaired*

Bank deposits that are neither past due nor impaired are mainly deposits with banks which have high credit-ratings as determined by international credit-rating agencies. Other receivables are neither past due nor impaired are substantially companies with good collection track records with the Company.

The Company's other receivables not past due include receivables amounting to VND11,148,850,000 (31/3/2019: VND11,148,850,000).

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

(ii) *Financial assets that are past due and/or impaired*

There is no other class of financial assets that is past due and/or impaired.

(c) Liquidity risk

The table below analyses the Company's non-derivative financial liabilities into relevant maturity groupings based on the remaining period from the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

| | Less than 1 year VND |
|------------------|----------------------------|
| At 31 March 2020 | |
| Other payables | 224,120,039 |
| Borrowings | 43,135,933,320 |
| | <hr/> |
| At 31 March 2019 | |
| Other payables | 196,570,000 |
| Borrowings | 32,973,358,924 |
| | <hr/> |

(d) Fair value measurements

The carrying value less provision of current trade receivables, deposits and trade and other payables are approximate to their fair values.

The Company does not disclose fair values of financial assets and financial liabilities as at the year ended due to lack of specific guidance on fair value measurement of these financial instruments under Circular 210/2009/TT-BTC issued by Ministry of Finance dated 6 November 2009 and Vietnamese accounting standards and system.

17. OFF-BALANCE SHEET ITEMS

Cash included foreign currencies other than VND as follows:

| | 31/3/2020 | 31/3/2019 |
|---------------------------|-----------|-----------|
| Foreign currencies | | |
| USD | 223,283 | 8,823 |
| | <hr/> | <hr/> |

18. SUBSEQUENT EVENTS

There is no matter or circumstance that has arisen since the balance sheet date that requires adjustment or disclosure in the financial statements of the Company.

ADANI PHUOC MINH WIND POWER COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED 31 MARCH 2020

19. CORRESPONDING FIGURES

Certain corresponding figures have been reclassified to conform with the current year's presentation.

Balance sheet

| | 31/3/2019 (As previously reported) VND | Reclassification VND | 31/3/2019 (Reclassified) VND |
|------------------------------------|---|---------------------------------------|---|
| Short-term prepayment to suppliers | 19,033,560,000 | (19,033,560,000) | - |
| Long-term prepaid expenses | - | 19,033,560,000 | 19,033,560,000 |

Statement of cash flows

| | Period from 9/5/2018 to 31/3/2019 (As previously reported) VND | Reclassification VND | Period from 9/5/2018 to 31/3/2019 (Reclassified) VND |
|--|---|---------------------------------------|---|
| Increase in receivables and other assets | (30,187,399,272) | 19,033,560,000 | (11,153,839,272) |
| Increase in prepaid expenses | - | (19,033,560,000) | (19,033,560,000) |

Prepared by:

Approved by:

 Nguyen Huynh Phuong Thao
Chief Accountant

 Ajay Thakur
Deputy General Director

Ninh Thuan Province, 9 April 2020

