



INDEPENDENT AUDITORS' REPORT

The Members of **Spinel Energy & Infrastructure Limited**

Report on the audit of the financial statements

Opinion

We have audited the standalone financial statements of **Spinel Energy & Infrastructure Limited** ("the Company"), which comprise the balance sheet as at **March 31, 2021**, and the Statement of Profit and Loss and statement of cash flows 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 the information required by the Companies Act, 2013 ('Act') in the manner so required and 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, 2021, its Loss and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. 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 code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters

The key audit matter	How the matter was addressed in our audit
Appropriateness of recognition, measurement, presentation and disclosures of revenues and other related balances in view of adoption of Ind AS 115 "Revenue from Contracts with Customers"	
Appropriateness of recognition, measurement, presentation and disclosures of revenues and other related balances in view of adoption of Ind AS 115 "Revenue from Contracts with Customers"	The auditors have assessed the process to identify the impact of adoption of the new revenue accounting standard. The procedures performed included the

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from Contracts with Customers" (new revenue accounting standard)

The application of the new revenue accounting standard involves certain key judgements relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognised over a period. Additionally, new revenue accounting standard contains disclosures which involves collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date. (Refer Note 29 (d))

following:

- Evaluated the design of internal controls relating to implementation of the new revenue accounting standard;
- Selected samples of continuing and new contracts, and tested the operating effectiveness of the internal control, relating to identification of the distinct performance obligations and determination of transaction price. The auditors have carried out a combination of procedures involving enquiry and observation, reperformance and inspection of evidence in respect of operation of such controls; and
- Selected samples of continuing and new contracts and performed the following procedures:
 - i. Read and analysed contracts to identify the distinct performance obligations in such contracts;
 - ii. Compared such performance obligations with that identified and recorded by the Company;
 - iii. Considered the terms of the contracts to determine the transaction price including any variable consideration to verify the transaction price used to compute revenue and to test the basis of estimation of the variable consideration;
 - iv. In respect of samples relating to fixed price contracts, progress towards satisfaction of performance obligation used to compute recorded revenue was verified with the supporting documentation, validated estimates of costs to complete, mathematical appropriateness of calculations and the adequacy of project accounting; and

IT systems and controls over financial reporting

We identified IT systems and controls over financial reporting as a key audit matter for the Company because its financial accounting and reporting systems are fundamentally reliant on IT systems and IT controls to process significant transaction volumes, specifically with respect to expenses. Automated accounting procedures and IT environment controls, which include IT governance, IT general controls over changes, access to programs and data and IT operations. IT applications are required to be designed and to operate effectively to ensure accurate financial reporting.

Our procedures included and were not limited to the following:

Assessing the design and evaluation of the operating effectiveness of IT general controls over program development and changes, access to programs and data and IT operations.

Assessing the design and evaluation of the operating effectiveness of IT application controls in the key processes impacting financial reporting of the Company by engaging IT specialists.



Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but 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 standalone 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, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the financial statements

The Company's board of directors are 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 statement 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. The 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 skepticism 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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.

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, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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 the cash flow statement dealt with by this report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2021 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**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g) 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, in our opinion and to the best of our information and according to the explanations given to us;
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For Ankur Goyal and Associates
Chartered Accountants
Firm Registration No.027994N



CA Ankur Goyal
Proprietor
Membership No. 524378

UDIN: 21524378AAAABD1610

Place: Delhi
Date: 28/04/2021

Annexure "A" to the Independent Auditor's Report*

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of **Spinel Energy & Infrastructure Limited** of even date)

1. In respect of the Company's fixed assets:

- a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. All fixed assets have not been physically verified by the management during the year; however, there is a regular program of verification once in three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- c. According to information and explanations given by the management, the title deeds of immovable properties included under the head 'property, plant and equipment' are held in the name of Company.

2. In our opinion, and according to the information and explanations given to us, the company is in infrastructure sector, engaged in production of power from renewable source ie solar, and therefore does not carry any inventories. Hence, the reporting requirements under clause (ii) of paragraph 3 of the order are not applicable

3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.

4. In our opinion and according to information and explanation given to us, the Company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.

5. In our opinion, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.

6. In view of the financial information of the Company, provisions related to maintenance of cost records under sub section (1) of section 148 of the Act are not applicable to the Company for the period covered by the report.

7. In respect of statutory dues:

- a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax,



cess and other material statutory dues have been generally regularly deposited to the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.

- b. According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute
8. The Company has not defaulted in repayment of loans or borrowings to any financial institution, bank, government, or any dues to debenture holders during the year.
9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
11. Managerial remuneration has been paid and provided by the Company in accordance with the requisite approvals mandated by the provisions of Section 197 of the Act read with Schedule V to the Act.
12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. 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. Accordingly, paragraph 3(xiv) of the order is not applicable.
15. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.



16. According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Ankur Goyal and Associates
Chartered Accountants
Firm Registration No.027994N



CA Ankur Goyal
Proprietor
Membership No. 524378

UDIN: 21524378AAAABD1610

Place: Delhi
Date: 28/04/2021

Annexure "B" to the Independent Auditor's Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of Spinel Energy & Infrastructure Limited ("the Company") as at March 31, 2021, 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 board of directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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, 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 internal financial controls over financial reporting of the Company 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. 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 over financial reporting were 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 over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 in 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 control system over financial reporting.

Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting 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 over financial



reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) 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 (iii) 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.

Limitations of internal financial controls over financial reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management of 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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 and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting 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 Ankur Goyal and Associates
Chartered Accountants
Firm Registration No.027994N



CA Ankur Goyal
Proprietor
Membership No. 524378

UDIN: 21524378AAAABD1610

Place: Delhi
Date: 28/04/2021

Spinel Energy & Infrastructure Limited
Balance Sheet as at 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

	Notes	As at 31 March 2021	As at 31 March 2020
ASSETS			
Non-current assets			
Property, plant and equipment	5	9,466.06	10,373.37
Intangibles assets	5	0.16	0.33
Financial assets			
(i) Loans	6	6.06	5.61
(ii) Other financial assets	7	-	-
Current tax assets (net)	8	3.02	0.78
Deferred tax assets (net)	9	859.11	794.48
Other non-current assets	10	43.41	45.23
		10,377.82	11,219.80
Current assets			
Financial assets			
(ii) Cash and cash equivalents	12	26.18	79.98
(iii) Other bank balances	13	-	12.08
(iv) Loans	6	-	226.80
(v) Other financial assets	7	269.17	491.55
Other current assets	10	966.37	13.47
		1,261.72	823.88
		11,639.54	12,043.68
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14	5.00	5.00
Instruments entirely equity in nature	15	3,400.52	3,400.52
Other equity	16	(3,198.18)	(2,466.05)
		207.34	939.47
LIABILITIES			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	17	6,963.52	7,342.30
Other non-current liabilities	18	2,947.13	2,128.16
		9,910.65	9,470.46
Current liabilities			
Financial Liabilities			
(i) Trade payables	19		
(a) total outstanding dues to micro and small enterprises		-	-
(b) total outstanding dues of creditors other than micro and small enterprises		22.45	43.85
(ii) Other financial liabilities	20	1,498.75	1,589.58
Other current liabilities	18	0.35	0.32
		1,521.55	1,633.75
		11,639.54	12,043.68

Accompanying notes form an integral part of these financial statements.

This is the Balance Sheet referred to in our report of even date.

For Ankur Goyal & Associates

Chartered Accountants

FRN No. 027994N

Ankur Goyal
 Digitally signed by Ankur Goyal
 Date: 2021.04.28 23:12:13 +05'30'

Proprietor

M.No.: 524378

For and on behalf of the Board of Directors of
Spinel Energy & Infrastructure Limited

VIJAY PARSOTTAM VADHIA
 Digitally signed by VIJAY PARSOTTAM VADHIA
 Date: 2021.04.28 22:09:24 +05'30'

Vijay Parsottam Vadhia

Director

DIN: 09036219

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 Date: 2021.04.28 22:09:46 +05'30'

Rajiv Naresh Jain

Director

DIN: 09036233

Place: New Delhi
 Date: 28/04/2021

Ahmedabad
 28/04/2021

Ahmedabad
 28/04/2021

Spinel Energy & Infrastructure Limited
Statement of Profit and Loss for the year ended 31 March 2021
(All amounts in Rs. lakhs, unless stated otherwise)

	Notes	For the year ended 31 March 2021	For the year ended 31 March 2020
Income:			
Revenue from operations	21	1,755.75	1,598.95
Other income	22	30.70	14.27
Total income		1,786.45	1,613.22
Expenses:			
Employee benefits expense	23	2.07	5.46
Finance costs	24	939.75	993.88
Depreciation expense	25	907.48	1,021.87
Other expenses	26	733.92	234.26
Total expenses		2,583.22	2,255.47
Loss before tax		(796.77)	(642.25)
Tax expense	27		
- Current tax		-	-
- Deferred tax expense / (Income)		(64.64)	(166.02)
Total tax expense		(64.64)	(166.02)
Loss for the year		(732.13)	(476.23)
Other comprehensive income		-	-
Total comprehensive loss for the year		(732.13)	(476.23)
Loss per share (basic and diluted) (in Rs.)	28	(2.15)	(1.40)

Accompanying notes form an integral part of these financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

For Ankur Goyal & Associates

Chartered Accountants

FRN No. 027994N

Ankur Goyal
Digitally signed by Ankur Goyal
Date: 2021.04.28 23:12:58 +05'30'

Proprietor

M.No.: 524378

Place: New Delhi

Date: 28/04/2021

For and on behalf of the Board of Directors of

Spinel Energy & Infrastructure Limited

VIJAY PARSOTTAM VADHIA
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Date: 2021.04.28 22:10:13 +05'30'

Vijay Parsottam Vadhia

Director

DIN: 09036219

Ahmedabad

28/04/2021

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Rajiv Naresh Jain

Director

DIN: 09036233

Ahmedabad

28/04/2021

Spinel Energy & Infrastructure Limited
Cash flow statement for the year ended 31 March 2021
(All amounts in Rs. lakhs, unless stated otherwise)

	For the year ended 31 March 2021	For the year ended 31 March 2020
A. Cash flows from operating activities		
Loss before tax	(796.77)	(642.25)
Adjustment for:		
Depreciation and amortisation expense	907.48	1,021.87
Interest income	(30.30)	(8.72)
Advances written off	539.55	-
Finance costs	939.76	993.28
Operating profit before working capital changes	1,559.72	1,364.18
Movements in working capital:		
Trade receivables	-	82.62
Financial and other assets	(1,339.50)	35.65
Trade payables	(21.40)	0.22
Financial and other liabilities	723.29	1,258.38
Cash generated from operations	922.11	2,741.05
Income tax refunded/(paid) (net)	(2.24)	(0.05)
Net cash generated from operating activities	919.87	2,740.99
B. Cash flows from investing activities		
Purchase of property, plant and equipment including capital advances	-	(466.93)
Investment sold		
Realisation from deferred consideration		
Realisation from assets held for sale		
Investment in bank deposits (net)	83.34	(90.16)
Loan matured/(given)	226.35	(227.22)
Interest received	30.31	8.73
Net cash generated/(used in) from investing activities	340.00	(775.58)
C Cash flows from financing activities:		
Repayment of short term borrowings	-	-
Repayment of long term borrowings	(353.89)	(886.00)
Repayment of finance lease obligations	(28.12)	(24.46)
Finance costs paid	(931.66)	(980.12)
Net cash generated from/(used in) financing activities	(1,313.67)	(1,890.58)
D Net decrease in cash and cash equivalent (A+B+C)	(53.80)	74.83
E Cash and cash equivalent at the beginning of the year	79.98	5.15
Cash and cash equivalent at the end of the year (D+E) {refer note 12}	26.18	79.98

Accompanying notes form an integral part of these financial statements.

This is the Cash Flow Statement referred to in our report of even date.

For Ankur Goyal & Associates

Chartered Accountants

FRN No. 027994N

Ankur Goyal
per Ankur Goyal
Proprietor
M.No.: 524378

Place: New Delhi

Date: 28/04/2021

For and on behalf of the Board of Directors of

Spinel Energy & Infrastructure Limited

VIJAY PARSOTTAM VADHIA
Digitally signed by VIJAY PARSOTTAM VADHIA
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Vijay Parsottam Vadhia
Director
DIN: 09036219

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28/04/2021

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Rajiv Naresh Jain
Director
DIN: 09036233

Ahmedabad

28/04/2021

Spinel Energy & Infrastructure Limited
Statement of Changes in Equity for the year ended 31 March 2021
(All amounts in Rs. lakhs, unless stated otherwise)

A Equity share capital:

	Amount
Balance as at 01 April 2019	5.00
Changes in equity share capital during the year	-
Balance as at 31 March 2020	5.00
Changes in equity share capital during the year	-
Balance as at 31 March 2021	5.00

B Instruments entirely equity in nature

a. Compulsorily convertible preference shares (CCPS)

	Amount
Balance as at 01 April 2019	0.52
Changes in CCPS during the year	-
Balance as at 31 March 2020	0.52
Changes in CCPS during the year	-
Balance as at 31 March 2021	0.52

b. Optionally convertible preference share capital (OCPS)- Class B

	Amount
Balance as at 01 April 2019	45.00
Changes in OCPS during the year	-
Balance as at 31 March 2020	45.00
Changes in OCPS during the year	-
Balance as at 31 March 2021	45.00

c. Compulsory convertible debentures (CCD)

	Amount
Balance as at 01 April 2019	3,355.00
Changes in OCPS during the year	-
Balance as at 31 March 2020	3,355.00
Changes in OCPS during the year	-
Balance as at 31 March 2021	3,355.00

C Other equity:

Particulars	Reserves and surplus		Total
	Securities premium account	Deficit	
Balance as at 01 April 2019	44.63	(2,034.44)	(1,989.82)
Loss for the year	-	(476.23)	(476.23)
Balance as at 31 March 2020	44.63	(2,510.67)	(2,466.05)
Loss for the year	-	(732.13)	(732.13)
Balance as at 31 March 2021	44.63	(3,242.80)	(3,198.18)

Accompanying notes form an integral part of these financial statements.

This is the Statement of Changes in Equity referred to in our report of even date.

For Ankur Goyal & Associates

Chartered Accountants

FRN No. 027994N

Digitally signed by
Ankur Goyal
Date: 2021.04.28
23:13:59 +05'30'

per Ankur Goyal

Proprietor

M.No.: 524378

Place: New Delhi

Date: 28/04/2021

For and on behalf of the Board of Directors of

Spinel Energy & Infrastructure Limited

Digitally signed by VIJAY
PARSOTTAM VADHIA
Date: 2021.04.28 22:10:55
+05'30'

Vijay Parsottam Vadhia

Director

DIN: 09036219

Ahmedabad

28/04/2021

Digitally signed
by RAJIV NARESH
JAIN
Date: 2021.04.28
22:10:45 +05'30'

Rajiv Naresh Jain

Director

DIN: 09036233

Ahmedabad

28/04/2021

1. Corporate information and statement of compliance with Indian Accounting Standard (Ind AS)

Spinel Energy & Infrastructure Limited (Formerly Moser Baer Energy & Infrastructure Limited) (“the Company”) was incorporated under the provisions of Companies Act, 1956. The Company is domiciled in India with its registered office situated at 239, Okhla Industrial Estate, Phase-III, New Delhi-110020. The Company is in infrastructure sector, engaged in production of power from renewable source i.e. solar, and is exploring opportunities in the field of setting up of Power Project.

The financial statements of the Company have been prepared to comply in all material respects with accounting principles generally accepted in India, including Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 under Section 133 of the Companies Act, 2013 (the “Act”) and other relevant provisions of the Act.

2. Basis of preparation and significant accounting policies

a. Overall consideration

The financial statements have been prepared on accrual and going concern basis under historical cost convention except for certain financial instruments and plan assets, which are measured at fair values. The accounting policies are applied consistently to all the periods presented in the financial statements.

The significant accounting policies and measurement bases have been summarised below.

Current versus non-current classification

The Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of its assets and liabilities. Deferred tax assets and liabilities are classified as non-current assets and non-current liabilities, as the case may be.

b. Revenue recognition

Revenue arises mainly from the sale of power. To determine whether to recognise revenue, the Company follows a 5-step process:

- (i) Identifying the contract with a customer
- (ii) Identifying the performance obligations
- (iii) Determining the transaction price
- (iv) Allocating the transaction price to the performance obligations
- (v) Recognising revenue when/as performance obligation(s) are satisfied.

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

The Company considers the terms of the contract and its customary business practices to determine the transaction price. The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties (for example, indirect taxes). The consideration promised in a contract with a customer may include fixed consideration, variable consideration (if reversal is less likely in future), or both. Revenue is measured at fair value of consideration received or receivable, after deduction of any trade discounts, volume rebates.

The Company recognises contract liabilities for consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the statement of financial position. Similarly, if the Company satisfies a performance obligation before it receives the consideration, the Company recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due.

Interest income

Interest income is recognised on time proportion basis taking into account the amount outstanding and rate applicable. For all financial assets measured at amortised cost, interest income is recorded using the effective interest rate (EIR) i.e. the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial assets. The future cash flows include all other transaction costs paid or received, premiums or discounts if any, etc.

c. Income taxes

Tax expense recognised in the statement of profit and loss comprises the sum of deferred tax and current tax not recognised in Other Comprehensive Income (OCI) or directly in equity.

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. Current income tax relating to items recognised outside statement of profit and loss is recognised outside statement of profit and loss (i.e. in OCI or equity depending upon the treatment of underlying item).

Deferred tax liabilities are generally recognised in full for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that the underlying tax loss, unused tax credits or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Company's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date. Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside statement of profit and loss (in OCI or equity depending upon the treatment of underlying item).

d. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

e. Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of a financial instrument.

Financial assets

Initial recognition and measurement

Financial instruments are recognised when the Company becomes a party to the contractual provisions of the instrument and are measured initially at fair value adjusted for transaction costs, except for those carried at fair value through profit or loss, which are measured initially at fair value.

If the Company determines that the fair value at initial recognition differs from the transaction price, the Company accounts for that instrument at that date as follows:

- i. at the measurement basis mentioned above if that fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a level 1 input) or based on a valuation technique that uses only data from observable markets. The Company recognises the difference between the fair value at initial recognition and the transaction price as a gain or loss.
- ii. in all other cases, at the measurement basis mentioned above, adjusted to defer the difference between the fair value at initial recognition and the transaction price. After initial recognition, the Company recognises that deferred difference as a gain or loss only to the extent that it arises from a change in a factor (including time) that market participants would take into account when pricing the asset or liability.

Spinel Energy & Infrastructure Limited (Formerly Moser Baer Energy & Infrastructure Limited)
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

Subsequent measurement of financial assets and financial liabilities is described below.

Subsequent measurement

For the purpose of subsequent measurement, financial assets are classified into the following categories upon initial recognition:

- i. Financial assets at amortised cost
- ii. Financial assets at fair value

Financial assets are measured at the amortised cost if both the following conditions are met:

- i. The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- ii. Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

De-recognition of financial assets

A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

Financial liabilities

Initial recognition and measurement

All financial liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial liabilities is also adjusted. These liabilities are classified as amortised cost.

Subsequent measurement

Subsequent to initial recognition, all financial liabilities are measured at amortised cost using the effective interest method.

Amortised cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of the Effective Interest Rate (EIR). The effect of EIR amortisation is included as finance costs in the statement of profit and loss.

De-recognition of financial liabilities

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

f. Property, plant and equipment ('PPE')

Recognition and initial measurement

Property, plant and equipment are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price. Subsequent costs are included in the

Spinel Energy & Infrastructure Limited (Formerly Moser Baer Energy & Infrastructure Limited)
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and definition of asset is met. All other repair and maintenance costs are recognised in the statement of profit or loss as incurred.

In case an item of property, plant and equipment is acquired on deferred payment basis, interest expenses included in deferred payment is recognised as interest expense and not included in cost of asset.

Subsequent measurement (depreciation and useful lives)

Depreciation is provided using written-down value method from the date the asset is available for use and is computed on the basis of useful life as per technical assessment made by the management or as prescribed in Schedule II to the Companies Act, 2013, as follows:

Assets category	Useful life (in years)
Buildings	3-25
Plant and equipment	1-25
Office equipment	5-15
Computers	3-6
Furniture and fixtures	10
Vehicles	8

The residual value is estimated to be 10% of cost for project assets and 5% of cost for other assets. The residual values, useful lives and method of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

Assets costing Rs. 5,000 or less are fully depreciated in the year of purchase itself.

De-recognition

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

g. Borrowing Costs

Borrowing costs directly attributable to the acquisitions, construction or production of a qualifying asset are capitalised during the period of time that is necessary to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed in the period in which they are incurred and reported in finance costs.

A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Capitalisation of borrowing costs is suspended in the period during which the active development is delayed due to, other than temporary, interruption.

h. Provisions, contingent liabilities and contingent assets

Provisions are recognised when present obligations as a result of a past event will probably lead to an outflow of economic resources and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. A present obligation arises when there is a presence of a legal or constructive commitment that has resulted from past events, for example, legal disputes or onerous contracts. Provisions are not recognised for future operating losses.

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material. Any reimbursement that the Company can be virtually certain to collect from a third party with respect to the obligation is recognised as a separate asset. However, this asset may not exceed the amount of the related provision.

All provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

Spinel Energy & Infrastructure Limited (Formerly Moser Baer Energy & Infrastructure Limited)
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

In those cases where the possible outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognised.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
-

Contingent assets are not recognised. However, when inflow of economic benefits is probable, related asset is disclosed.

i. Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events including a bonus issue.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

j. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting done to the chief operating decision maker. The Company operates in a single business segment and geographical segment. i.e. generation and sale of power in India only.

3. Recent accounting pronouncement

The Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2020.

4. Significant accounting judgements, estimates and assumptions

When preparing the financial statements management undertakes a number of judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results are likely to differ from the judgments, estimates and assumptions made by management, and will seldom equal the estimated results. Information about significant judgments, estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses are discussed below:

Sources of estimation uncertainty:

(i) Useful lives of Property, plant and equipment

The assessment of useful lives of property, plant and equipment requires judgment. Depreciation is charged to the Statement of profit and loss based on these useful lives. This assessment requires estimation of the period over which the Company will benefit from these assets.

Management reviews its estimate of the useful lives of depreciable/amortisable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of certain software, IT equipment and other plant and equipment.

(ii) Provisions

At each balance sheet date, basis the management judgment, changes in facts and legal aspects, the Company assesses the requirement of provisions against the outstanding warranties and guarantees. However, the actual future outcome may be different from this judgement.

(iii) Recoverability of advances/receivables

At each balance sheet date, based on historical default rates observed over expected life, the management assesses the expected credit loss on outstanding receivables and advances.

Significant judgements

(i) Evaluation of indicators for impairment of assets

The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors, which could result in deterioration of recoverable amount of the assets.

(ii) Recognition of deferred tax assets

The extent to which deferred tax assets can be recognised is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilised. The recognition of deferred tax assets and reversal thereof is also dependent upon management decision relating to timing of availment of tax holiday benefits available under the Income Tax Act, which in turn is based on estimates of future taxable profits.

(iii) Contingent liabilities

The cases and claims against the Company often raise difficult and complex factual and legal issues, which are subject to many uncertainties, including but not limited to the facts and circumstances of each particular case and claim, the jurisdiction and the differences in applicable law. In the normal course of business management consults with legal counsel and certain other experts on matters related to litigation and taxes. The Company accrues a liability when it is determined that an adverse outcome is probable and the amount of the loss can be reasonably estimated.

Spinel Energy & Infrastructure Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021
(All amounts in Rs. lakhs, unless stated otherwise)

5 Property, plant and equipment

	Freehold land	Leasehold land	Buildings	Plant and equipment	Furniture and fixtures	Office equipment	Computers	Total tangible assets	Intangible assets	Total intangible assets
Gross carrying amount										
Balance as at 01 April 2019	3.63	-	557.73	12,821.91	1.78	1.49	0.98	13,387.52	0.83	0.83
Additions	2.14	464.78	-	-	-	-	-	466.93	-	-
Disposals/Adjustments	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2020	5.77	464.78	557.73	12,821.91	1.78	1.49	0.98	13,854.45	0.83	0.83
Additions	-	-	-	-	-	-	-	-	-	-
Disposals/Adjustments	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2021	5.77	464.78	557.73	12,821.91	1.78	1.49	0.98	13,854.45	0.83	0.83
Accumulated depreciation										
Balance as at 01 April 2019	-	-	264.28	2,192.62	1.29	0.35	0.84	2,459.38	0.33	0.33
Charge for the year	-	18.39	59.90	942.87	0.20	0.26	0.09	1,021.70	0.17	0.17
Balance as at 31 March 2020	-	18.39	324.18	3,135.48	1.49	0.61	0.93	3,481.08	0.50	0.50
Charge for the year	-	18.39	32.02	856.61	0.02	0.26	0.00	907.31	0.17	0.17
Disposals/Adjustments	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2021	-	36.78	356.20	3,992.10	1.52	0.87	0.93	4,388.39	0.66	0.67
Net carrying amount										
Balance as at 31 March 2020	5.77	446.39	233.55	9,686.43	0.29	0.89	0.05	10,373.37	0.33	0.33
Balance as at 31 March 2021	5.77	428.00	201.53	8,829.81	0.26	0.62	0.05	9,466.06	0.16	0.16

Notes:

- (i) Refer note 30 for information on property, plant and equipment pledged as security by the Company.
- (ii) Refer note 25 for details of depreciation charged to statement of profit and loss.
- (iii) Refer note 38 for leasehold land.

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Spinel Energy & Infrastructure Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

6 Loans

(Unsecured, considered good unless otherwise stated)

Loans to related parties

Security deposits

As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
Non-current		Current	
-	-	-	226.80
6.06	5.61	-	-
6.06	5.61	-	226.80

7 Other financial assets

Other bank deposits (refer note (i))

Unbilled revenue

Other receivables

Cash seized by income tax department

As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
Non-current		Current	
-	-	7.69	91.04
-	-	261.38	244.10
-	-	-	156.31
-	-	0.10	0.10
-	-	269.17	491.55

Note:

(i) This balance is earmarked for security against guarantees.

8 Current tax assets (net)

Advance income tax (net of provision)

As at 31 March 2021	As at 31 March 2020
3.02	0.78
3.02	0.78

Spinel Energy & Infrastructure Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

9 Deferred tax assets/(liabilities) (net)		As at 31 March 2021	As at 31 March 2020
Tax effect of items constituting deferred tax liabilities			
Difference between accounting base and tax base of property, plant and equipment		(148.21)	(124.09)
Financial liabilities measured at amortised cost		(10.22)	(12.26)
		(158.43)	(136.35)
Tax effect of items constituting deferred tax assets			
Unabsorbed depreciation		142.83	271.92
Deferred income		741.73	535.62
Future leasehold obligations		126.51	121.68
Financial assets measured at amortised cost		1.06	0.89
43B		4.73	-
Others		0.68	0.72
		1,017.54	930.83
		859.11	794.48
Notes:			
(i) Movement in deferred tax assets/(liabilities) for year ended 31 March 2021			
Particulars	As at 01 April 2020	Recognised in statement profit or loss	As at 31 March 2021
Tax effect of items constituting deferred tax liabilities			
Difference between accounting base and tax base of property, plant and equipment	(124.09)	(24.11)	(148.21)
Financial liabilities measured at amortised cost	(12.26)	2.04	(10.22)
Deferred tax liabilities (a)	(136.35)	(22.07)	(158.42)
Tax effect of items constituting deferred tax assets			
Unabsorbed depreciation	271.92	(129.09)	142.83
Deferred income	535.62	206.12	741.73
Future leasehold obligations	121.68	4.82	126.51
Financial assets measured at amortised cost	0.89	0.17	1.06
43B		4.73	4.73
Others	0.72	(0.04)	0.68
Deferred tax assets (b)	930.83	86.71	1,017.54
Net deferred tax assets (a - b)	794.48	64.64	859.12
(ii) Movement in deferred tax assets/(liabilities) for year ended 31 March 2020			
Particulars	Balance as at 01 April 2019	Recognised in statement profit or loss	As at 31 March 2020
Tax effect of items constituting deferred tax liabilities			
Difference between accounting base and tax base of property, plant and equipment	(13.64)	(110.45)	(124.09)
Financial liabilities measured at amortised cost	(10.27)	(1.97)	(12.26)
Deferred tax liabilities (a)	(23.92)	(112.42)	(136.35)
Tax effect of items constituting deferred tax assets			
Unabsorbed depreciation	277.62	(5.70)	271.92
Deferred income	373.89	161.73	535.62
Future leasehold obligations	-	121.68	121.68
Financial assets measured at amortised cost	0.82	0.06	0.89
Others	0.04	0.67	0.72
Deferred tax assets (b)	652.38	278.44	930.83
Net deferred tax assets (a - b)	628.46	166.02	794.48
(iii) Refer note 27 for other tax related disclosures.			

Spinel Energy & Infrastructure Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

10 Other assets

	As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
	Non-current		Current	
Prepaid expenses	-	-	2.67	0.94
Prepayments- Leasehold Land	43.41	45.23	2.03	2.03
Balance with Government Authorities	-	-	955.61	3.89
Other advances	-	-	6.06	6.61
	43.41	45.23	966.37	13.47

11 Trade receivables

Trade receivables:

Unsecured, considered good;

which have significant increase in credit risk; and credit impaired

As at 31 March 2021	As at 31 March 2020
-	-
-	-

12 Cash and cash equivalents

Balances with banks:

- in current accounts

Cash on hand

As at 31 March 2021	As at 31 March 2020
26.18	79.98
-	-
26.18	79.98

13 Other bank balances

Balances with banks:

- in deposit accounts- original maturity more than 3 months but upto 12 months

As at 31 March 2021	As at 31 March 2020
-	12.08
-	12.08

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Spinel Energy & Infrastructure Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

14 Equity share capital

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Amount	No. of shares	Amount
Authorised share capital				
Equity shares of Rs. 10 each	50,000	5.00	50,000	5.00
	50,000	5.00	50,000	5.00
	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Amount	No. of shares	Amount
Issued, subscribed, called and fully paid up				
Equity shares of Rs. 10 each	50,000	5.00	50,000	5.00
	50,000	5.00	50,000	5.00

a) Reconciliation of the number of equity shares and amount outstanding at the beginning and at the end of the year

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Amount	No. of shares	Amount
Opening balance	50,000	5.00	50,000	5.00
Add: Changes during the year	-	-	-	-
Closing balance	50,000	5.00	50,000	5.00

b) Rights, preferences and restrictions attached

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The holder of equity shares are entitled to receive dividends as declared from time to time.

In the event of liquidation of the Company, the holders 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.

c) Shares held by holding company/ultimate holding company and/or their subsidiaries/associates:

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Percentage	No. of shares	Percentage
Adani Green Energy Limited	50,000	100.00%	-	0.00%
Hindustan Cleanenergy Limited	-	0.00%	25,505	51.01%
Peridot Power Venture Limited	-	0.00%	24,495	48.99%

d) Details of shareholders holding more than 5% shares in the Company:

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Percentage	No. of shares	Percentage
Adani Green Energy Limited	50,000	100.00%	-	0.00%
Hindustan Cleanenergy Limited	-	0.00%	25,505	51.01%
Peridot Power Venture Limited	-	0.00%	24,495	48.99%

e) The Company has not issued equity shares pursuant to contract without payment being received in cash, any bonus shares nor has there been any buy-back of shares in the current year and five years immediately preceding the balance sheet date.
15 Instruments entirely equity in nature
a. Compulsorily convertible preference shares (CCPS)

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Amount	No. of shares	Amount
Authorised share capital				
Compulsorily convertible preference shares of Rs. 10 each	5,232	0.52	5,232	0.52
	5,232	0.52	5,232	0.52
	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Amount	No. of shares	Amount
Issued, subscribed, called and fully paid up				
Compulsorily convertible preference shares of Re. 10 each	5,232	0.52	5,232	0.52
	5,232	0.52	5,232	0.52

Spinel Energy & Infrastructure Limited
Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

(i) Reconciliation of the number of compulsorily convertible preference shares and amount outstanding at the beginning and at the end of the year

	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
Compulsorily convertible preference shares				
Opening balance	5,232	0.52	5,232	0.52
Add: Shares issued during the year	-	-	-	-
Closing balance	5,232	0.52	5,232	0.52

(ii) Terms of compulsorily convertible preference shares

The Compulsorily Convertible Preference Shares are issued at a premium of Rs. 990/- per share and will be compulsorily converted into equity shares within a period of 18 years from the issue date at the option of the Company or the Shareholder. The Compulsorily Convertible Preference Shares will be converted into equity shares in the ratio of 100:1(100 equity shares in lieu of 1 Compulsorily Convertible Preference Share) or as may be determined by the company at any time before such conversion and such share shall rank pari-passu with the equity share outstanding as on date of conversion. The entire lot carry a preference dividend of Re 1.

(iii) Shares held by holding company/ultimate holding company and/or their subsidiaries/associates:

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Percentage	No. of shares	Percentage
Adani Green Energy Limited	5,232	100.00%	-	0.00%
Hindustan Cleanenergy Limited	-	0.00%	2,669	51.01%
Peridot Power Venture Limited	-	0.00%	2,563	48.99%

(iv) Details of shareholders holding more than 5% shares in the Company:

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Percentage	No. of shares	Percentage
Adani Green Energy Limited	5,232	100.00%	-	0.00%
Hindustan Cleanenergy Limited	-	0.00%	2,669	51.01%
Peridot Power Venture Limited	-	0.00%	2,563	48.99%

b. Optionally convertible preference shares (OCPS)

	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
Authorised share capital				
Optionally convertible preference shares of Rs. 10 each	469,536	46.95	469,536	46.95
Class B Optionally convertible preference shares of Rs. 10 each	450,000	45.00	450,000	45.00
	919,536	91.95	919,536	91.95

	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
Issued, subscribed, called and fully paid up				
Optionally convertible preference shares- Class B of Rs. 10 each	450,000	45.00	450,000	45.00
	450,000	45.00	450,000	45.00

(i) Reconciliation of the number of optionally convertible preference shares and amount outstanding at the beginning and at the end of the year

	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
Optionally convertible preference shares- Class B				
Opening balance	450,000	45.00	450,000	45.00
Add: Changes during the year	-	-	-	-
Closing balance	450,000	45.00	450,000	45.00

(ii) Terms of optionally convertible preference shares- Class B:

The Optionally Convertible Preference Shares were issued at face value of Rs. 10/- per share and (i) shall have the option to be converted into equity shares within a period of 18 years from the issue date at the option of the Company or the Shareholder ; or(ii) shall have the option to be redeemed at the option of the company within a period of 18 years from the issue date; and (iii) if not converted till 18 years, the Class B OCPS shall be compulsorily redeemed with in 60 days from the end of 18 years at a price as may be determined by the Board at the time of redemption (including redemption premium, if any). The Optionally Convertible Preference Shares will be converted into equity shares in the ratio of 1:1 (one equity shares in lieu of 1 Class B Optionally Convertible Preference Share) and such share shall rank pari-passu with the equity share outstanding as on date of conversion and on such conversion company shall pay all stamp duty and indemnify the other parties against any liabilities for such duties to pay the same. The entire lot carry a preference dividend of Re 1. Class B Optionally Convertible Preference Share have priority over equity share capital of the Company in the event of winding up of company but shall not carry a right for participation in surplus fund and participation in surplus asset and profits on winding up. Further Optionally Convertible Preference Shares, subject to the provisions of Companies Act 2013, shall not carry any Voting rights.

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(All amounts in Rs. lakhs, unless stated otherwise)

(iii) Shares held by holding company/ultimate holding company and/or their subsidiaries/associates:

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Percentage	No. of shares	Percentage
Optionally convertible preference shares- Class B				
Adani Green Energy Limited	450,000	100.00%	-	0.00%
Hindustan Cleanenergy Limited		0.00%	229,500	51.00%
Peridot Power Venture Limited		0.00%	220,500	49.00%

(v) Details of shareholders holding more than 5% shares in the Company:

	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Percentage	No. of shares	Percentage
Optionally convertible preference shares- Class B				
Adani Green Energy Limited	450,000	100.00%	-	0.00%
Hindustan Cleanenergy Limited	-	0.00%	229,500	51.00%
Peridot Power Venture Limited	-	0.00%	220,500	49.00%

c. Compulsory convertible debentures (CCD)

	As at 31 March 2021	As at 31 March 2020
Opening balance	3,355.00	3,355.00
Add: Addition during the year	-	-
Closing balance	3,355.00	3,355.00

As at 31 March 2021 335,500 (31 March 2020: 335,500) Compulsory convertible debentures ('CCD') with face value of Rs 1,000 each are held by Adani Green Energy Limited (Previously by Hindustan Cleanenergy Limited and Peridot Power Ventures Limited) and carry a coupon rate of nine percent per annum or such other rate as may be decided by the parties from time to time on cumulative. In view of restrictive covenants on payment of interest under financing document, the Company has not accrued any interest and treated them as equity. In accordance with CCD agreement, these debenture shall be converted into equity shares at the conversion ratio of CCD shall be 100:1 (i.e. 100 equity shares shall be allotted in lieu of 1 CCD).

(i) Details of debenture holders holding more than 5% debentures in the Company:

	As at 31 March 2021		As at 31 March 2020	
	No. of CCD	Amount	No. of CCD	Amount
Compulsory convertible debentures (CCD)				
Adani Green Energy Limited	335,500	100.00%	-	0.00%
Hindustan Cleanenergy Limited	-	0.00%	171,105	51.00%
Peridot Power Venture Limited	-	0.00%	164,395	49.00%

16 Other equity
A. Securities premium account

	As at 31 March 2021	As at 31 March 2020
Opening balance	44.63	44.63
Add: Addition during the year	-	-
Closing balance	44.63	44.63

Securities premium account represents premium received on issue of shares. It is utilised in accordance with the provisions of the Companies Act, 2013.

B. Deficit

	As at 31 March 2021	As at 31 March 2020
Opening balance	(2,510.67)	(2,034.44)
Add : Net loss for the year	(732.13)	(476.23)
Closing balance	(3,242.80)	(2,510.67)
Total	(3,198.16)	(2,466.05)

17 Borrowings

	As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
	Non-current		Current	
Long term borrowings				
Secured				
Term loans from financial institutions [refer note below]	6,963.52	7,342.30	995.00	962.00
Less: Amount disclosed under other financial liabilities as current maturities	-	-	(995.00)	(962.00)
	6,963.52	7,342.30	-	-

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Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

(i) Details of repayment, rate of interest and security for loans from financial institutions:

a) The long-term borrowing carries an interest at rate of 10.20% p.a., repayable in quarterly instalments starting from June 30, 2020 till September 30, 2028. This loan is secured by following securities and all the term loans ranked pari passu:

1. Mortgage and charge over all immovable properties, both present & future, and assignment of leasehold rights of project land;
2. Hypothecation and charge over all movable properties and assets, including moveable plant and machinery, machinery spares, tools and accessories, furniture and fixtures, vehicles, both present and future of the project;
3. Pledge of 51% of the share capital (including preference shares(CCPS & OCPS) and compulsorily convertible debentures(CCD).
4. DSRA as security for 2 quarters of principal and interest amount.
5. Post dated cheques of borrower entity.
6. Creation of charge on the following, relating to the project:
 - (i) all the right, title, interest, benefit, claims and demands in the project documents, varied or supplemented from time to time.
 - (ii) all the right, title, interest, benefit, claims and demands in the clearances as amended, varied or supplemented from time to time.
 - (iii) all the right, title, interest, benefit, claims and demands in any LC, guarantee, performance bond provided by any party to the project documents.
 - (iv) all Insurance contracts/Insurance proceeds; relating to the project.

18 Other liabilities

	As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
	Non-current		Current	
Deferred revenue	2,947.13	2,128.16	-	-
Statutory dues	-	-	0.35	0.32
Other payables	-	-	-	-
	2,947.13	2,128.16	0.35	0.32

19 Trade payables

	As at 31 March 2021	As at 31 March 2020
Outstanding dues of creditors other than Micro Enterprises and Small Enterprises	22.45	43.85
	22.45	43.85

20 Other financial liabilities

	As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
Current maturities of long-term borrowings	-	-	995.00	962.00
Other payable to:				
- Employees	-	-	0.74	-
- Related parties	-	-	0.04	144.00
Future lease obligations	-	-	502.65	483.49
Other financial liabilities	-	-	0.32	0.09
	-	-	1,498.75	1,589.58

	For the year ended 31 March 2021	For the year ended 31 March 2020
21 Revenue from operations		
Sale of power	1,755.75	1,598.95
	<u>1,755.75</u>	<u>1,598.95</u>

Note:

a. Disaggregation of revenue from contracts with customers

Set out below is the disaggregation of the Company's revenue from contracts with customers:

Type of goods/services	For the year ended 31 March 2021	For the year ended 31 March 2020
Sale of power	1,755.75	1,598.95
Total revenue from contracts with customers	<u>1,755.75</u>	<u>1,598.95</u>
Revenue by geography		
India	1,755.75	1,598.95
Outside India	-	-
Total revenue from contracts with customers	<u>1,755.75</u>	<u>1,598.95</u>
Revenue by time		
Revenue recognised at point in time	1,755.75	1,598.95
Revenue recognised over time	-	-
Total revenue from contracts with customers	<u>1,755.75</u>	<u>1,598.95</u>

b. Reconciliation of revenue recognised with contract price

	For the year ended 31 March 2021	For the year ended 31 March 2020
Contract price	1,775.43	1,621.73
Adjustments for:		
Rebates and discounts	(19.67)	(22.78)
Revenue from contracts with customers	<u>1,755.75</u>	<u>1,598.95</u>

c. Assets and liabilities related to contracts with customers

	As at 31 March 2021	As at 31 March 2020
Assets		
Trade receivables	-	-
Unbilled revenue	261.38	244.10
Liabilities		
Deferred income	2,947.13	2,128.16

d. Indian Accounting Standard 115 Revenue from Contracts with Customers ("Ind AS 115"), establishes a framework for determining whether, how much and when revenue is recognised and requires disclosures about the nature, amount, timing and uncertainty of revenues and cash flows arising from customer contracts. Under Ind AS 115, revenue is recognised through a 5-step approach:

- Identify the contract(s) with customer;
- Identify separate performance obligations in the contract;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations; and
- Recognise revenue when a performance obligation is satisfied.

The Company has adopted the standard on 1 April 2018 on a modified retrospective basis with a cumulative catch-up adjustment booked to retained earnings as at 1 April 2018 as if the standard had always been in effect. The standard is applied only to contracts that are not completed as at 1 April 2018. Comparative information has not been restated and continues to be reported under the accounting standards in effect for those periods. The adoption of the new standard did not result in any material adjustments to the Company's revenue.

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	For the year ended 31 March 2021	For the year ended 31 March 2020
22 Other income		
Interest income on:		
Bank deposits	29.85	8.28
Others	0.45	0.45
Liabilities written back	-	5.22
Insurance claims	-	0.21
Miscellaneous income	0.40	0.11
	30.70	14.27
23 Employee benefits expense		
Salaries, wages and bonus	1.52	5.30
Compensated absences	0.55	0.16
	2.07	5.46
24 Finance costs		
Interest expense on borrowings		
Financial institutions	884.05	947.41
Interest on future lease obligations (refer note 38)	47.28	45.87
Interest on payment of statutory dues	8.42	
Other borrowing cost	-	0.60
	939.75	993.88
25 Depreciation expense		
Depreciation charge for the year (refer note 5)	888.92	1,003.31
Depreciation on leasehold land (refer note 5 and 38)	18.39	18.39
Amortisation for the year (refer note 5)	0.17	0.17
	907.48	1,021.87
26 Other expenses		
Operation and maintenance expenses	150.71	212.34
Consumption of stores and spares	4.86	0.47
Repairs and maintenance - plant and equipment	-	5.40
Repairs and maintenance - others	0.04	1.96
Rent and hire charges	-	1.59
Duties and taxes	10.80	1.00
Insurance expenses	10.03	3.88
Application and processing fees	6.92	0.86
Travelling expenses	0.72	0.20
Communication expenses	0.24	0.27
Printing and stationery	0.05	0.06
Legal, professional and consultancy charges	8.48	1.84
Director's sitting fee	0.60	0.39
Advances written off	539.53	-
Payment to auditors:		
- As statutory auditors fee	0.74	0.71
- In other capacity (certification)	-	-
Stamp duty and filing fees	0.14	0.05
Land compensation	-	3.10
Bank charges	0.04	0.14
Miscellaneous expenses	0.02	(0.00)
	733.92	234.26

	For the year ended 31 March 2021	For the year ended 31 March 2020
27 Tax expense		
Current tax expense	-	-
Deferred tax expense	(64.64)	(166.02)
	(64.64)	(166.02)

The reconciliation of tax expense based on the domestic effective tax rate of at 29.12% and the reported tax expense in statement of profit or loss is as follows:

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
Loss before tax	(796.77)	(642.25)
Income tax using the Company's domestic tax rate *	25.17%	25.17%
Expected tax expense [A]	(200.53)	(161.64)
Tax effect of adjustment to reconcile expected income tax expense to reported income tax expense		
Non-deductible expenses	13,589,086.03	(0.53)
Change in tax rates during the year	-	99.51
Deferred tax reversed, since company is not eligible to claim 80IA benefit	-	(104.78)
Deferred tax not recognised on temporary differences reversing during the tax holiday period**	-	-
Tax expense related to earlier years	-	1.42
Total adjustments [B]	13,589,086.03	(4.38)
Actual tax expense [C=A+B]	13,588,885.50	(166.02)
Tax expense comprises:		
Current tax expense (related to earlier years)	-	-
Deferred tax credit	(64.64)	(166.02)
Tax expense recognized in profit or loss [D]	(64.64)	(166.02)

* Domestic tax rate applicable to the Company has been

Base tax rate	22.00%	22.00%
Surcharge (% of tax)	10.00%	10.00%
Cess (% of tax)	4.00%	4.00%
Applicable rate	25.17%	25.17%

** Includes effect of change in assumption that the Company intends to avail tax holiday benefits.

	For the year ended 31 March 2021	For the year ended 31 March 2020
28 Loss per share		
Loss after tax	(732.13)	(476.23)
Nominal value per share (Rs.)	10.00	10.00
Weighted average number of equity shares for basic earnings per share	50,000	50,000
Add: Weighted average number of equity shares which would be issued on conversion of mandatorily convertible CCPSs	523,200	523,200
Add: Weighted average number of equity shares which would be issued on conversion of CCDs	33,550,000	33,550,000
Weighted average number of equity shares for calculation basic and dilutive loss per share*	34,123,200	34,123,200
Loss per share (basic and diluted)	(2.15)	(1.40)

*Optionally convertible preference shares (OCPS) that could potentially dilute basic earnings per share in the future, but were not included in the calculation of diluted earnings per share because they are antidilutive for the year ended 31 March 2021 and 31 March 2020.

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Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

29 Related party disclosures

The nature of relationship and summary of transactions with related parties as defined in Ind AS 24 - Related Party Disclosures are summarised below:

a) Nature of relationships

Name of the related party	Nature of relationship
Hindustan Powerprojects Private Limited (till 26/03/2021)	Ultimate holding company
Adani Green Energy Limited	Holding company
Hindustan Cleanenergy Limited (till 26/03/2021)	Holding company
Hindustan EPC Company Limited (till 26/03/2021)	Fellow subsidiary
Hindustan EPC-Co Private Limited (till 26/03/2021)	Fellow subsidiary
Solitaire BTN Solar Private Limited (till 26/03/2021)	Fellow subsidiary
MB Power (Madhya Pradesh) Ltd (till 26/03/2021)	Fellow subsidiary
Name of key managerial personnel (KMP)	
Mr. Kiran Kesavan Ramachandran (appointed w.e.f. 26/03/2021)	Non-executive director
Mr. Vijay Parsottam Vadhia (appointed w.e.f. 26/03/2021)	Non-executive director
Mr. Rajiv Naresh Jain (appointed w.e.f. 26/03/2021)	Non-executive director
Mr. Sanjay Narula (resigned w.e.f. 26/03/2021)	Non-executive director
Ms. Sujitha Surendran (resigned w.e.f. 26/03/2021)	Non-executive director
Mr. Bhopal (resigned w.e.f. 26/03/2021)	Non-executive director

b) The following transactions were carried out with related parties:-

Description	Holding company		Fellow subsidiaries		Ultimate holding company	
	For the year ended 31 March 2021	For the year ended 31 March 2020	For the year ended 31 March 2021	For the year ended 31 March 2020	For the year ended 31 March 2021	For the year ended 31 March 2020
Expense incurred by related party on behalf of the Company (net)	123,990.00	1.87	-	-	-	-
Unsecured loan received	-	-	-	-	-	-
Unsecured loan (refunded)	-	-	-	-	-	-
Intercompany settlement	6.66	-	-	-	-	-
Hindustan EPC-CO Private Limited						
Expense incurred by related party on behalf of Company	-	-	-	-	-	-
Expense incurred by Company on behalf of the related party	-	-	-	-	-	-
Intercompany settlement	-	-	-	-	-	-
Unsecured loan given by company to related party	-	-	286.25	226.80	-	-
Loans and advances written off	-	-	534.27	-	-	-
Payment made by related party on behalf of Company	-	-	15.00	0.39	-	-
Operation and maintenance expenses	-	-	121.29	212.34	-	-
Peridot Power Ventures Limited						
Intercompany settlement	-	-	144.01	-	-	-
Payment made	-	-	-	-	-	-
Expenses incurred by related party on behalf of company	-	-	0.01	-	-	-
Amount paid back by the Company to related party	-	-	88.00	88.00	-	-
Solitaire Powertech Pvt Ltd						
Intercompany settlement	-	-	150.58	-	-	-
Loans and advances written off	-	-	5.26	-	-	-
Payment made by related party on behalf of Company	-	-	-	1.17	-	-
MB Power (Madhya Pradesh) Ltd						
Expense incurred by Company on behalf of related party	-	-	-	-	-	-
Payment made by related party on behalf of Company	-	-	0.05	-	-	-
Solitaire BTN Solar Private Limited						
Intercompany settlement	-	-	0.09	-	-	-
Expense incurred by Company on behalf of related party	-	-	-	-	-	-

Spinel Energy & Infrastructure Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021**

(All amounts in Rs. lakhs, unless stated otherwise)

29 Related party disclosures (Continued)**c) Outstanding balances:-**

Description	As at 31 March 2021	As at 31 March 2020
Holding company		
- Trade payables	-	5.46
Fellow subsidiaries		
Hindustan EPC-Co Private Limited		
- Other advances	-	0.18
- Trade payables	-	35.54
- Unsecured loan given	-	226.80
Solitaire Powertech Pvt Ltd		
- Other advances	-	155.84
Peridot Power Ventures Limited		
- Other payables	-	144.00
MB Power (Madhya Pradesh) Ltd		
- Other advances	-	0.20
Solitaire BTN Solar Private Limited		
- Other advances	-	0.09

d) The following transactions were carried out with KMP :-

Description	For the year ended 31 March 2021	For the year ended 31 March 2020
Mr. Vivek Kumar Sinha		
-Sitting fee	-	0.08
Mr. Bhopal		
-Sitting fee	0.25	0.10
Ms. Sujitha Surendran		
-Sitting fee	0.30	0.15

e) Outstanding balances of KMP:-

Description	As at 31 March 2021	As at 31 March 2020
Mr. Vivek Kumar Sinha		
-Sitting fee	-	-
Mr. Bhopal		
-Sitting fee	0.15	0.05
Ms. Sujitha Surendran		
-Sitting fee	0.20	0.05

Spinel Energy & Infrastructure Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021**

(All amounts in Rs. lakhs, unless stated otherwise)

30 Assets pledged as security

The carrying amounts of assets pledged as security are:

Particulars	As at 31 March 2021	As at 31 March 2020
Non-current		
Property, plant and equipment	9,038.06	10,373.37

31 Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act") is as under:

Particulars	As at 31 March 2021	As at 31 March 2020
i) Principal amount due to suppliers under MSMED Act	Nil	Nil
ii) Interest accrued and due to suppliers under MSMED Act on the above amount	Nil	Nil
iii) Payment made to suppliers (other than interest) beyond appointed day during the year	Nil	Nil
iv) Interest paid to suppliers under MSMED Act	Nil	Nil
v) 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.	Nil	Nil
vi) Interest due and payable to suppliers under MSMED Act towards payments already made	Nil	Nil
vii) Interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil

*The details of amounts outstanding to micro enterprises and small enterprises under the Micro, Small and Medium Enterprises Development Act (MSMED), 2006 are as per available information with the Company.

32 Segment Report

The Company's primary business segment is reflected based on principal business activities carried on by the Company i.e. generation and distribution of power and all other related activities, which as per Ind AS 108 on "Operating Segments" as specified under Section 133 of Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended) is considered to be the only reportable operating segment. The Company is primarily operating in India which is considered as a single geographical segment. The entire revenue of the company is derived from a single external customer and the Company operates in one geography.

33 Information under Section 186 (4) of the Companies Act, 2013

The Company is engaged in the business of providing infrastructural facilities as per Section 186(ii) read with Schedule VI of the Act, Accordingly, disclosures under Section 186 of the Act, are not applicable to the Company.

34 Contingent liabilities and capital commitments

There is a capital commitment of Rs. Nil (Previous year: Rs. Nil). There are no contingent liabilities as on 31 March 2021 and 31 March 2020.

(This space has been left blank intentionally)

Spinel Energy & Infrastructure Limited**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021**

(All amounts in Rs. lakhs, unless stated otherwise)

35 Financial instruments**i) Financial instruments by category measured at amortised cost:**

Particulars	As at 31 March 2021	As at 31 March 2020
Financial assets		
Cash and cash equivalents	26.18	79.98
Other bank balances	-	12.08
Loans	6.06	5.61
Other financial assets	269.17	491.55
Total	301.41	589.22
Financial liabilities		
Borrowings	7,958.52	8,304.30
Trade payable	22.45	43.85
Other financial liabilities	503.75	627.58
Total	8,484.72	8,975.73

The carrying amounts of current financial assets and liabilities are considered a reasonable approximation of their fair values. Other non-current financial assets and non-current borrowings bear a market interest rate and hence their carrying amounts are also considered a reasonable approximation of their fair values.

ii) Fair value hierarchy

The Company does not have any financial assets or financial liabilities carried at fair value.

36 Financial risk management**i) Risk management**

The Company is exposed to various risks in relation to financial instruments. The Company's financial assets and liabilities by category are summarized in Note 35(i). The main types of risks are credit risk, liquidity risk and market risk.

The Company's risk management is coordinated in close co-operation with the Board of Directors, and focuses on securing the Company's short to medium term cash flows. The Company does not engage in trading of financial assets for speculative purposes.

A) Credit risk

Particulars	As at 31 March 2021	As at 31 March 2020
Trade receivables	-	-
Cash and cash equivalents	26.18	79.98
Other bank balances	-	12.08
Loans	6.06	5.61
Other financial assets	269.17	491.55
	301.41	589.21

The credit risk for cash and cash equivalents and other bank balances (grouped under other financial assets) is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

B) Liquidity risk

Ultimate responsibility for liquidity risk management rests with the Board of Directors. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows.

Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for all non-derivative financial liabilities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

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(All amounts in Rs. lakhs, unless stated otherwise)

31 March 2021	Less than 1 year	1-5 year	More than 5 years	Total
Non-derivatives				
Borrowings	1,742.67	6,531.78	1,670.66	9,945.11
Trade payable	22.45	-	-	22.45
Other financial liabilities	503.75	-	-	503.75
Total	2,268.87	6,531.78	1,670.66	10,471.31

31 March 2020	Less than 1 year	1-5 year	More than 5 years	Total
Non-derivatives				
Borrowings	1,789.30	6,805.50	3,177.16	11,771.96
Trade payable	43.85	-	-	43.85
Other financial liabilities	627.58	-	-	627.58
Total	2,460.72	6,805.50	3,177.16	12,443.38

C) Market risk
Interest rate risk

The Company's policy is to minimise interest rate and cash flow risk exposures on long-term financing. At 31 March 2021 and 31 March 2020, the Company is exposed to changes in market interest rates as all of the borrowings from financial institution is at variable rate of interest. The Company's unsecured Short term borrowings are interest free and is not exposed to changes in market interest rates.

The Company's fixed deposits are carried at amortised cost and are fixed rate deposits. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

Interest rate risk exposure

Below is the overall exposure of the Company to interest rate risk from Long term borrowings:

Particulars	31 March 2021	31 March 2020
Variable rate:		
Borrowing	7,958.52	8,304.30
Total variable rate exposure	7,958.52	8,304.30

Sensitivity

Below is the sensitivity of profit or loss and equity due to changes in interest rates, assuming no change in other variables:

Particulars	31 March 2021	31 March 2020
Interest sensitivity		
Interest rates – increase by 100 basis points (Previous year: 100 basis points)	(79.59)	(83.04)
Interest rates – decrease by 100 basis points (Previous year: 100 basis points)	79.59	83.04

37 Capital management policies and procedures

For the purpose of the Company's capital management, capital includes issued equity share capital, instruments entirely equity in nature and all other equity reserves attributable to the equity holders of the Company.

The Company's capital management objectives are

- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

- A** Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure. This takes into account the subordination levels of the Company's various classes of debt. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

The amounts managed as capital by the Company for the reporting periods under review are summarised as follows:

Particulars	As at 31 March 2021	As at 31 March 2020
Long-term borrowings	6,963.52	7,342.30
Current maturities of long-term borrowings	995.00	962.00
Total borrowings	7,958.52	8,304.30
Less:		
Cash and cash equivalents	26.18	79.98
Other bank balances	7.69	12.08
Net debts	7,924.65	8,212.24
Total equity*	207.34	939.47
Net debt to equity ratio	3822.03% in times	874.14% in times

*Equity includes equity share capital and other equity of the Company that are managed as capital.

- 38** Ind AS 116 was notified by Ministry of Corporate Affairs on 30 March 2019 and it is applicable for annual reporting periods beginning on or after 1 April 2019. The Company intends to apply simplified transition approach and will not restate comparative information in the financial statements for the year ending 31 March 2020 to show the impact of adopting Ind AS 116.
- Company has recognised lease liability and leasehold land of Rs. 462.08 lakhs as on April 1, 2019 and recognised depreciation on right to use an asset amounting to Rs. 18.39 lakhs (Previous year 18.39 lakhs) and Interest expenses amounting to Rs. 47.28 lakhs (Previous year 45.87 lakhs).

Spinel Energy & Infrastructure Limited

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2021

(All amounts in Rs. lakhs, unless stated otherwise)

39 Authorisation of financial statements

These standalone financial statements for the year ended 31 March 2021 (including comparatives) were approved by the board of directors on the date of signing.

This is the Summary of significant accounting policies and other explanatory information referred to in our report of even date

For Ankur Goyal & Associates

Chartered Accountants

FRN No. 027994N

Ankur Goyal
Digitally signed by Ankur Goyal
Date: 2021.04.28 23:15:10
+05'30'

per Ankur Goyal

Proprietor

M.No.: 524378

Place: New Delhi

Date: 28/04/2021

For and on behalf of the Board of Directors of

Spinel Energy & Infrastructure Limited

**VIJAY
PARSOTTAM
VADHIA**
Digitally signed by
VIJAY PARSOTTAM
VADHIA
Date: 2021.04.28
22:11:14 +05'30'

Vijay Parsottam Vadhia

Director

DIN: 09036219

Ahmedabad

28/04/2021

**RAJIV
NARESH
JAIN**
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by RAJIV
NARESH JAIN
Date: 2021.04.28
22:11:26 +05'30'

Rajiv Naresh Jain

Director

DIN: 09036233

Ahmedabad

28/04/2021