

---

**Independent Auditor's Report**  
**To the Members of Adani Renewable Energy (KA) Limited**

**Report on the audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying Standalone Financial Statements of **Adani Renewable Energy (KA) Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2024, the Statement of Profit and Loss (including other comprehensive income/loss), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and a summary of material accounting policies and other explanatory information (herein after referred to as "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the period manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2024, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

**Other Information**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Director's 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.

---

**Independent Auditor's Report**

**To the Members of Adani Renewable Energy (KA) Limited (Continue)**

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 Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance including other Comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone 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.

---

**Independent Auditor's Report**

**To the Members of Adani Renewable Energy (KA) Limited (Continue)**

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone 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, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in the paragraph 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, the Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

---

**Independent Auditor's Report**

**To the Members of Adani Renewable Energy (KA) Limited (Continue)**

- d. In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
- e. On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164(2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B';
- g. 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:
  - A. The Company does not have any pending litigations which would impact its financial position;
  - B. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - C. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - D. (i) The management of the company has represented that, to the best of it's knowledge and belief, other than as disclosed in the Notes to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries ;  
  
(ii) The management of the company has represented that, that, to the best of it's knowledge and belief, other than as disclosed in the Notes to the financial statements, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

---

**Independent Auditor's Report**

**To the Members of Adani Renewable Energy (KA) Limited (Continue)**

(iii) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

E. The company has not declared or paid any dividend during the year.

F. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that, audit trail feature is not enabled for direct changes to data when using certain access rights, as described in Note 41 to the financial statements. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software.

**3. With respect to the matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:**

According to the information and explanations given to us and on the basis of our examination of the records of the Company, managerial remuneration has not been paid /provided except for Director Sitting Fees. Accordingly, reporting under section 197(16) of the Act is not applicable.

Place: Ahmedabad  
Date: 01-05-2024

**For, DHARMESH PARIKH & CO LLP**  
Chartered Accountants  
Firm Reg. No: 112054W/W100725

**Gothi Kantilal**  
**Govabhai**  
Digitally signed by Gothi  
Kantilal Govabhai  
Date: 2024.05.01  
22:36:26 +05'30'

**Kanti Gothi**  
Partner  
Membership No. 127664  
UDIN - 24127664BKETPV5774

---

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

**RE: Adani Renewable Energy (KA) Limited**

---

(Referred to in Paragraph 1 of our Report of even date.)

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2024, we report that:

- i. a. A. According to the information and explanation given to us and the records produced to us for our verification, the company has maintained proper records showing full particulars, including quantitative details of situation of Property, Plant & Equipment including ROU Assets  
  
B. According to the information and explanation given to us and the records produced to us for our verification, the company has maintained proper records showing full particulars, including quantitative details and situation of Intangible Assets.
- b. According to the information and explanation given to us and the records produced to us for our verification, the Company has a regular programme of physical verification of its Property, Plant and Equipment's by which all Property, Plant and Equipment's are verified by the management in a phased manner. In accordance with this Programme, certain Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Based on our verification, no material discrepancies were noticed on such verification.
- c. According to the information and explanation given to us and the records produced to us for our verification, the title deeds of all the immovable properties (other than properties where the company is lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the company.
- d. According to the information and explanation given to us and the records produced to us for our verification, the company does not revalue its Property, Plant and Equipment or intangible assets or both during the year. Accordingly, the provisions of paragraph 3(i)(d) of the Order are not applicable.
- e. According to the information and explanation given to us and the records produced to us for our verification, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii. a). According to the information and explanation given to us and the records produced to us for our verification, the company has a regular programme of physical verification of its inventories. In our opinion, the coverage and procedure of verification by the management is appropriate. The discrepancies noticed on the verification between physical stock and book records were not material and have been appropriately dealt with in the books of accounts.  
  
b). According to the information and explanation given to us and the records produced to us for our verification, the company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, the provision of paragraph 3(ii)(b) of the Order are not applicable.
- iii. According to the information and explanation given to us and the records produced to us for our verification the company has not made any investment or provided any guarantee or security to companies, firms, Limited Liability Partnership or any other party. However, the company has provided unsecured loan to its Parent Company.



**Annexure - A to the Independent Auditor's Report**  
**RE: Adani Renewable Energy (KA) Limited (continue)**  
(Referred to in Paragraph 1 of our Report of even date.)

- a) According to the information and explanation given to us and the records produced to us for our verification, the company has provided unsecured loan to its holding company as under;

	Guarantees	Security	Loans	Advances in nature of loans
Aggregate amount granted / provided during the year	-	-	Rs. 74 Lakhs	-
- Subsidiaries	-	-	-	-
- Joint Ventures	-	-	-	-
- Associates	-	-	-	-
- Others (Parent Company)	-	-	Rs. 74 Lakhs	-
Balance outstanding as at balance sheet date in respect of above cases				
- Subsidiaries	-	-	-	-
- Joint Ventures	-	-	-	-
- Associates	-	-	-	-
- Others (Parent Company)	-	-	Rs. 152 Lakhs	-

- b) According to the information and explanation given to us and the records produced to us for our verification, the terms and conditions of the grant of loans to its subsidiary are not prejudicial to the company's interest.
- c) According to the information and explanation given to us and the records produced to us for our verification, in respect of unsecured loans to its subsidiary, the schedule of repayment of principal and payment of interest has been stipulated and repayments or receipts are regular. Further, unrealized interest has been capitalized to the principal amount as per ICD agreements entered between the parties.
- d) According to the information and explanation given to us and the records produced to us for our verification, there are no amounts of loan which are overdue for more than ninety days.
- e) According to the information and explanation given to us and the records produced to us for our verification, all loans granted which has fallen due during the year, has not been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties. Accordingly, the provision of paragraph 3(iii)(e) of the Order are not applicable
- f) According to the information and explanation given to us and the records produced to us for our verification, the company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment. Accordingly, the provision of paragraph 3(iii)(f) of the Order are not applicable.

---

**Annexure - A to the Independent Auditor's Report**  
**RE: Adani Renewable Energy (KA) Limited (continue)**

---

(Referred to in Paragraph 1 of our Report of even date.)

- iv. In our opinion and according to information and explanations given to us and representations made by the Management, the Company has not granted any loans, given any guarantees or provided any securities to the parties covered under section 185 of the Act. Accordingly, compliance under section 185 of the Act is not applicable to the company. The company has complied with the provisions of Section 186 of the Act in respect of investments made or loans provided to the parties covered under section 186 of the Act.
- v. According to information and explanations given to us, the Company has not accepted deposits from the public within the meaning of the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the relevant rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.
- vi. In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for any of the products manufactured or services rendered by the Company. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.
- vii. 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 Income-Tax, Goods and Service Tax and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of Income-Tax, Goods and Service Tax and other material statutory dues were in arrears as at 31 March 2024 for a period of more than six months from the date they became payable.

b). According to the information and explanations given to us, there are no statutory dues as referred in sub clause (a) as at 31 March 2024, which have not been deposited with the appropriate authorities on account of any dispute.

- viii. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not surrendered or disclosed transactions as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, the provisions of clause 3(viii) of the Order are not applicable to the Company.

- ix. a). According to the information and explanations given to us and based on our examination of the records of the Company, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender. Further, unpaid interest has been capitalized to the principal amount as per the terms of ICD agreements entered between the parties.

b). According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or government or any government authority or any other lender.

c). In our opinion and according to the information and explanations given to us, the company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.



---

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

**RE: Adani Renewable Energy (KA) Limited**

---

(Referred to in Paragraph 1 of our Report of even date)

- d). According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds were raised on short-term basis by the company during the year under consideration. Accordingly, the provisions of clause 3(ix)(d) of the Order are not applicable to the Company.
- e). According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken funds from entity or person on account of or to meet the obligations of its subsidiaries:
- f). According to the information and explanations given to us and based on our examination of the records of the Company, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly the requirement to report on clause 3(ix)(f) of the order is not applicable to the company.
- x. a). According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions of clause 3(x)(a) of the Order are not applicable to the Company
- b). According to the information and explanations given to us and on the basis of our examination of the records, the Company has not made any preferential allotment or private placement or not issued any fully or partly convertible debenture during the year under review. Accordingly, the provisions of paragraph 3(x)(b) of the Order are not applicable.
- xi. a). During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practice in India, and according to the information and explanation given to us, we have neither come across any instance of any fraud by the company or on the company by its officers or employees has been noticed or reported during the year.
- b). No report on any matter under sub-section (12) of section 143 of the Companies Act has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c). As represented to us by the management, there are no whistle blower complaints received by the company during the year.

---

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

**RE: Adani Renewable Energy (KA) Limited**

---

(Referred to in Paragraph 1 of our Report of even date)

- xii. In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of Clauses 3 (xii) (a) to (c) of the Order are not applicable.
- xiii. As per information and explanation given to us and on the basis of our examination of the records of the Company, all the transaction with related parties are in compliance with section 188 Companies Act 2013, wherever applicable, and all the details have been disclosed in Standalone Financial Statements as required by the applicable Indian Accounting Standards. The provision of section 177 are not applicable to the company and accordingly the requirements of reporting under clause 3(xiii) of the order is so far as it relates to section 177 of the act is not applicable to the company.
- xiv. a) In our and based on our examination the compny is not required to have an internal audit system as per the provisions of The Companies Act, 2013. However, the company has an internal audit system commensurate with the size and nature of its business as per the group practice  
b) We have considered the internal audit reports of the company issued till date of audit report , for the period under audit.
- xv. 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 any non-cash transactions, within the meaning of Section 192 of the Act, with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- xvi. a). In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.  
  
b). According to the information and explanations given to us and based on our examination of the records of the Company the company has not conducted any Non-Banking Financial or Housing Finance activities. Accordingly, paragraph 3(xvi) (b) of the order is not applicable to the company.  
  
c).In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the provisions of paragraph 3(xvi) (c) & (d) of the Order is not applicable to the Company.
- xvii. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not incurred cash losses in the financial year and also not incurred any cash losses in the immediately preceding financial year.
- xviii. According to the information and explanations given to us, there is no resignation of the statutory auditors during the year in the company. Accordingly paragraph 3(xviii) of the order is not applicable to the company.

---

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

**RE: Adani Renewable Energy (KA) Limited**

---

(Referred to in Paragraph 1 of our Report of even date)

- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence (including support letter of ultimate holding company) supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx. According to the information and explanations given to us and based on our examination of the records of the Company, section 135 is not applicable on the company. Accordingly, paragraph 3(xx) of the Order is not applicable to the Company.

Place: Ahmedabad  
Date : 01-05-2024

For, **DHARMESH PARIKH & CO LLP**  
Chartered Accountants  
Firm Reg. No: 112054W/W100725

Gothi Kantilal  
Govabhai

Digitally signed by  
Gothi Kantilal Govabhai  
Date: 2024.05.01  
22:36:53 +05'30'

**Kanti Gothi**  
Partner  
Membership No. 127664  
UDIN - 24127664BKETPV5774

---

**Annexure – B to the Independent Auditor’s Report**

**RE: Adani Renewable Energy (KA) Limited**

---

(Referred to in Paragraph 2(f) of our Report of even date)

**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 **Adani Renewable Energy (KA) Limited** (“the Company”) as of 31<sup>st</sup> March, 2024 in conjunction with our audit of the Standalone Financial Statements of the company for the year ended on that date.

**Management’s Responsibilities for Internal Financial Controls**

The Company’s management 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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system 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 judgment, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error

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

**Annexure – B to the Independent Auditor’s Report**

**RE: Adani Renewable Energy (KA) Limited**

(Referred to in Paragraph 2(f) of our Report of even date)

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls 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 the company has, in all material aspects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2024, 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.

Place: Ahmedabad  
Date: 01-05-2024

For, **DHARMESH PARIKH & CO. LLP**  
Chartered Accountants  
Firm Reg. No: 112054W/W100725

**Gothi  
Kantilal  
Govabhai**

Digitally signed by  
Gothi Kantilal  
Govabhai  
Date: 2024.05.01  
22:37:12 +05'30'

**Kanti Gothi**  
Partner  
Membership No. 127664  
UDIN - 24127664BKETPV5774

Particulars	Notes	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
(a) Property, Plant and Equipment	4.1	7,117	6,657
(b) Right Of Use Assets	4.2	640	666
(c) Capital Work-In-Progress	4.3	-	1
(d) Intangible Assets	4.4	0	0
(e) Financial Assets			
(i) Loans	5	152	581
(ii) Other Financial Assets	6	570	532
(f) Income Tax Assets (net)		8	16
(g) Other Non - Current Assets	7	-	10
<b>Total Non - Current Assets</b>		<b>8,487</b>	<b>8,463</b>
<b>Current Assets</b>			
(a) Inventories	8	13	9
(b) Financial Assets			
(i) Trade Receivables	9	98	51
(ii) Cash and Cash Equivalents	10	74	253
(iii) Bank balances other than (ii) above	11	241	378
(iv) Other Financial Assets	12	512	11
(c) Other Current Assets	13	8	5
<b>Total Current Assets</b>		<b>946</b>	<b>707</b>
<b>Total Assets</b>		<b>9,433</b>	<b>9,170</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	14	1,007	1,007
(b) Other Equity	15	1,172	993
<b>Total Equity</b>		<b>2,179</b>	<b>2,000</b>
<b>LIABILITIES</b>			
<b>Non - Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	16	4,502	4,854
(ia) Lease Liabilities	30	708	693
(ii) Other Financial Liabilities	17	365	278
(b) Provisions	18	28	26
(c) Deferred Tax Liabilities (Net)	19	334	283
<b>Total Non - Current Liabilities</b>		<b>5,937</b>	<b>6,133</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	20	358	358
(ia) Lease Liabilities	30	58	51
(ii) Trade Payables	21		
- Total outstanding dues of micro enterprises and small enterprises		0	2
- Total outstanding dues of creditors other than micro enterprises and small enterprises		60	547
(iii) Other Financial Liabilities	22	756	2
(b) Other Current Liabilities	23	85	76
<b>Total Current Liabilities</b>		<b>1,317</b>	<b>1,037</b>
<b>Total Liabilities</b>		<b>7,254</b>	<b>7,170</b>
<b>Total Equity and Liabilities</b>		<b>9,433</b>	<b>9,170</b>

The accompanying notes are an integral part of these Financial Statements.

In terms of our report attached

For Dharmesh Parikh & Co LLP

Chartered Accountants

Firm Registration Number : 112054W/W100725

Gothi Kantilal  
Govabhai

Digitally signed by Gothi  
Kantilal Govabhai  
Date: 2024.05.01  
22:31:22 +05'30'

Kanthi Gothi

Partner

Membership No. 127664

For and on behalf of the board of directors of  
ADANI RENEWABLE ENERGY (KA) LIMITED

RAJ  
KUMAR  
JAIN

Digitally signed by  
RAJ KUMAR  
JAIN  
Date: 2024.05.01  
20:39:44 +05'30'

Raj Kumar Jain  
Director  
DIN:- 07414460

KETAN  
DAVE

Digitally signed by  
KETAN DAVE  
Date: 2024.05.01  
20:40:08 +05'30'

Ketan Dave  
Director  
DIN:- 08658614

SHALIN  
PANKAJBHAI  
ISHAH

Digitally signed by  
SHALIN  
PANKAJBHAI SHAH  
Date: 2024.05.01  
20:47:18 +05'30'

Shalin Pankajbhai Shah  
Chief Financial Officer

ISHEETA  
SHARMA

Digitally signed by  
ISHEETA  
SHARMA  
Date: 2024.05.01  
20:47:41 +05'30'

Isheetta Sharma  
Company Secretary

Place : Ahmedabad  
Date : 1st May, 2024

Place : Ahmedabad  
Date : 1st May, 2024



Particulars	Notes	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
<b>Income</b>			
Revenue from Operations	24	1,188	1,064
Other Income	25	396	131
<b>Total Income</b>		<b>1,584</b>	<b>1,195</b>
<b>Expenses</b>			
Finance costs	26	536	561
Depreciation and Amortisation Expenses	4.1, 4.2 and 4.4	345	335
Other Expenses	27	473	139
<b>Total Expenses</b>		<b>1,354</b>	<b>1,035</b>
<b>Profit before tax</b>		<b>230</b>	<b>160</b>
<b>Tax Charge:</b>			
Current Tax Charge	28	-	-
Tax relating to earlier years		-	8
Deferred Tax Charge		51	40
<b>Total Tax Charge</b>		<b>51</b>	<b>48</b>
<b>Profit for the year</b>	<b>Total (A)</b>	<b>179</b>	<b>112</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to profit or loss in subsequent periods:		-	-
Items that will be reclassified to profit or loss in subsequent periods:		-	-
<b>Total Other Comprehensive Income (Net of Tax)</b>	<b>Total (B)</b>	<b>-</b>	<b>-</b>
<b>Total Comprehensive Income for the year (Net of Tax)</b>	<b>Total (A+B)</b>	<b>179</b>	<b>112</b>
<b>Earnings Per Equity Share (EPS)</b> (Face Value ₹ 10 Per Share)			
Basic and Diluted EPS (₹)	34	1.77	1.11

The accompanying notes are an integral part of these Financial Statements.

In terms of our report attached

For Dharmesh Parikh & Co LLP

Chartered Accountants

Firm Registration Number : 112054W/W100725

Gothi Kantilal  
Govabhai

Digitally signed by Gothi Kantilal Govabhai  
Date: 2024.05.01 22:31:57 +05'30'

Kanthi Gothi

Partner

Membership No. 127664

For and on behalf of the board of directors of  
**ADANI RENEWABLE ENERGY (KA) LIMITED**

RAJ  
KUMAR  
JAIN

Digitally signed by RAJ KUMAR JAIN  
Date: 2024.05.01 20:40:23 +05'30'

**Raj Kumar Jain**  
Director  
DIN:- 07414460

SHALIN  
PANKAJB  
HAI SHAH

Digitally signed by SHALIN PANKAJBHAI SHAH  
Date: 2024.05.01 20:48:07 +05'30'

**Shalin Pankajbhai Shah**  
Chief Financial Officer

KETAN  
DAVE

Digitally signed by KETAN DAVE  
Date: 2024.05.01 20:40:34 +05'30'

**Ketan Dave**  
Director  
DIN:- 08658614

ISHEETA  
SHARMA

Digitally signed by ISHEETA SHARMA  
Date: 2024.05.01 20:48:21 +05'30'

**Isheeta Sharma**  
Company Secretary

Place : Ahmedabad

Date : 1st May, 2024

Place : Ahmedabad

Date : 1st May, 2024

Particulars	Equity Share Capital		Other Equity		Total
	No. of Shares	Amount	Retained Earnings		
Balance as at 1st April, 2022	10,070,000	1,007	881		1,888
Profit for the year	-	-	112		112
Other comprehensive income (net of tax)	-	-	-		-
Total comprehensive income	-	-	-		-
Balance as at 31st March, 2023	-	-	112		112
Profit for the year	10,070,000	1,007	993		2,000
Other comprehensive income (net of tax)	-	-	179		179
Total comprehensive income	-	-	-		-
Balance as at 31st March, 2024	-	-	179		179
	10,070,000	1,007	1,172		2,179

(₹ in Lakhs)

The accompanying notes are an integral part of these Financial Statements.

In terms of our report attached

For Dharmesh Parikh & Co LLP

Chartered Accountants

Firm Registration Number : 112054W/W100725

Gothi

Kantilal

Govabhai

Digitally signed  
by Gothi Kantilal  
Govabhai  
Date: 2024.05.01  
22:32:36 +05'30'

Kanthi Gothi

Partner

Membership No. 127664

RAJ  
KUMAR  
JAIN

Digitally signed  
by RAJ KUMAR  
JAIN  
Date: 2024.05.01  
20:40:52 +05'30'

Raj Kumar Jain

Director

DIN:- 07414460

KETAN  
DAVE

Digitally signed  
by KETAN DAVE  
Date: 2024.05.01  
20:41:05 +05'30'

Ketan Dave

Director

DIN:- 08658614

SHALIN  
PANKAJB  
HAISHAH

Digitally signed  
by SHALIN  
PANKAJBHAI  
SHAH  
Date: 2024.05.01  
20:48:47 +05'30'

Shalin Pankajbhai Shah

Chief Financial Officer

ISHEETA  
SHARM  
A

Digitally signed  
by ISHEETA  
SHARMA  
Date: 2024.05.01  
20:49:05 +05'30'

Isheeta Sharma

Company Secretary

Place : Ahmedabad

Date : 1st May, 2024

Place : Ahmedabad

Date : 1st May, 2024

For and on behalf of the board of directors of  
ADANI RENEWABLE ENERGY (KA) LIMITED

Particulars	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
<b>(A) Cash flow from operating activities</b>		
Profit before tax	230	160
<b>Adjustment to reconcile the Profit before tax to net cash flows:</b>		
Depreciation and amortisation Expenses	345	335
Finance Cost	536	561
Unrealised Foreign Exchange Fluctuation Gain (net)	(1)	(3)
Interest income	(119)	(128)
Insurance claim received	(250)	-
<b>Operating Profit before working capital Changes</b>	<b>741</b>	<b>925</b>
Working Capital Changes:		
<b>(Increase) / Decrease in Operating Assets</b>		
Other Non - Current Assets	10	0
Trade Receivables	(48)	89
Inventories	(3)	7
Other Current Assets	(3)	(2)
Other Current Financial Asset	-	(0)
<b>Increase / (Decrease) in Operating Liabilities</b>		
Trade Payables	(488)	1
Other Current Liabilities	9	(1)
<b>Net Working Capital Changes</b>	<b>(523)</b>	<b>94</b>
<b>Cash generated from operations</b>	<b>218</b>	<b>1,019</b>
(Less) : Income Tax Refund / (Paid) (Net)	8	(54)
<b>Net cash generated from operating activities (A)</b>	<b>226</b>	<b>965</b>
<b>(B) Cash flow from investing activities</b>		
Expenditure on construction and acquisition of Property, Plant and Equipment and Intangible assets (including capital advances, capital creditors and capital work-in-progress)	(518)	(8)
Proceeds from Sale of Property, Plant and Equipment	250	-
Bank / Margin Money Deposits withdraw / (placed) (net)	100	(72)
Loans given to related parties	(69)	-
Loans received back from related parties	502	20
Interest received	107	153
<b>Net cash generated from investing activities (B)</b>	<b>372</b>	<b>93</b>
<b>(C) Cash flow from financing activities</b>		
Proceeds from Non Current Borrowing	6	-
Repayment of Non Current Borrowing	(361)	(361)
Payment of Lease Liabilities	(51)	(51)
Finance Costs Paid	(371)	(400)
<b>Net cash (used in) financing activities (C)</b>	<b>(777)</b>	<b>(812)</b>
<b>Net (decrease) / Increase in cash and cash equivalents (A)+(B)+(C)</b>	<b>(179)</b>	<b>246</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>253</b>	<b>7</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>74</b>	<b>253</b>
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents (refer note 10)	74	253
	<b>74</b>	<b>253</b>

**Notes:**

- 1 Accrued Interest for the year of ₹ 0 Lakh (For the year ended 31st March, 2023 ₹ 25 Lakh ) and ₹ 5 Lakhs (For the year ended 31st March, 2023 ₹ Nil Lakhs) on Inter Corporate Deposit ("ICD") taken and given respectively from / to related parties, have been converted to the ICD balances as on reporting date as per the terms of the Contract.
- 2 Disclosure of changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes under Para 44A as set out in Ind AS 7 "Statement of Cash flows" under Companies (Indian Accounting Standards) Rules, 2017 (as amended) is as under.

Particulars	As at 1st April, 2023	Others (refer note 1 above)	Net Cash Flows	Changes in fair values ( including Accruals and Reclassification)	As at 31st March, 2024
Borrowings (refer note 16 and 20)	5,212	0	(355)	3	4,860
Lease Liabilities (refer note 30)	744	-	(51)	73	766
Interest Accrued (refer note 22)	-	(0)	(371)	371	-

Particulars	As at 1st April, 2022	Others (refer note 1 above)	Net Cash Flows	Changes in fair values ( including Accruals and Reclassification)	As at 31st March, 2023
Borrowings (refer note 16 and 20)	5,569	25	(361)	(21)	5,212
Lease Liabilities (refer note 30)	457	-	(51)	338	744
Interest Accrued (refer note 22)	191	(25)	(400)	234	-

- 3 The Cash flow statement has been prepared under the indirect method as set out in the "Indian Accounting Standard (Ind AS) 7 - Statement of Cash Flows" issued by the Institute of Chartered Accountants of India.

**The accompanying notes are an integral part of these Financial Statements.**

**In terms of our report attached**

**For Dharmesh Parikh & Co LLP**

Chartered Accountants

Firm Registration Number : 112054W/W100725

**Gothi Kantilal**  
**Govabhai**  
Digitally signed by Gothi  
Kantilal Govabhai  
Date: 2024.05.01 22:33:47  
+05'30'

**Kanthi Gothi**

Partner

Membership No. 127664

**For and on behalf of the board of directors of**  
**ADANI RENEWABLE ENERGY (KA) LIMITED**

**RAJ**  
**KUMAR**  
**JAIN**  
Digitally signed  
by RAJ KUMAR  
JAIN  
Date: 2024.05.01  
20:41:22 +05'30'

**Raj Kumar Jain**

Director

DIN:- 07414460

**SHALIN**  
**PANKAJBH**  
**AI SHAH**  
Digitally signed by  
SHALIN  
PANKAJBHAI SHAH  
Date: 2024.05.01  
20:49:23 +05'30'

**Shalin Pankajbhai Shah**

Chief Financial Officer

**KETAN**  
**DAVE**  
Digitally signed  
by KETAN DAVE  
Date: 2024.05.01  
20:41:34 +05'30'

**Ketan Dave**

Director

DIN:- 08658614

**ISHEETA**  
**SHARMA**  
**A**  
Digitally signed  
by ISHEETA  
SHARMA  
Date: 2024.05.01  
20:49:38 +05'30'

**Isheeta Sharma**

Company Secretary

**Place : Ahmedabad**

**Date : 1st May, 2024**

**Place : Ahmedabad**

**Date : 1st May, 2024**

**Adani Renewable Energy (KA) Limited**  
**Notes to financial statements as at and for the year ended 31st March 2024**

**1. Corporate Information**

Adani Renewable Energy (KA) Limited (the Company) is a public company domiciled in India and is incorporated under the provisions of the Companies Act, 2013 having its registered office at "Adani Corporate House", Shantigram, Near Vaishno Devi Circle, S. G. Highway, Khodiyar, Ahmedabad-382421, Gujarat. (CIN: U40108GJ2018PLC102097).

The Company has installed capacity of 12 MW at Mundra to augment renewable power supply in the state of Gujarat. The Company sells power generated from 12 MW Wind power project under long term Power Purchase Agreement (PPA).

**2. Basis of Preparation and presentation**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) read with section 133 of Companies Act, 2013 and presentation requirements of Division II of schedule III to the Companies Act, 2013 (as amended). The Financial Statements have been prepared on the historical cost basis except for the following assets and liabilities which have been measured at fair value (as explained in the accounting policies below):

- i. Derivative Financial Instruments
- ii. Certain financial assets and liabilities
- iii. Defined Benefit Plan's – Plan Assets

The Company's financial statements are presented in INR (₹) (Indian Rupees), and all values are rounded to the nearest lakhs, except when otherwise indicated. Amounts less than ₹ 50,000 have been presented as "0".

**3. Material accounting policies**

**a. Property, plant and equipment**

**i. Recognition and measurement**

Property, plant and equipment are stated at acquisition cost grossed up with the amount of tax / duty benefits availed, less accumulated depreciation and accumulated impairment losses, if any.

All Directly Attributable costs, including borrowing costs incurred up to the date the asset is ready for its intended use and for qualifying assets, are capitalised along with the respective asset.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, directly attributable cost of bringing the item to its working condition for its intended use, cost of testing whether the asset is functioning properly, after deducting the net proceeds from selling power generated while ensuring the asset at that location and condition are properly operational, and estimated costs of dismantling and removing the items and restoring the site on which it is located. Excess of net sale proceeds if power

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

generated over the cost of testing, if any, have been deducted from the directly attributable costs considered as part of cost of item of property, plant and equipment. The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, any other costs directly attributable to bringing the item to working condition for its intended use, cost of testing whether the asset is functioning properly, after deducting the net proceeds from selling any power generated while ensuring the asset to that location and condition are properly operational and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The residual values, useful lives and method of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives and they are accounted for as separate items (major components) of property, plant and equipment.

#### ii. Subsequent measurement

Subsequent costs are included in the 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 the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred. Subsequent costs are depreciated over the residual life of the respective assets.

#### iii. Depreciation

Depreciation is recognised so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using Straight Line method. The useful life of property, plant and equipment is considered based on life prescribed in part C of Schedule II to the Companies Act, 2013, except in case of the Plant and Equipment in the nature of Wind equipments, in whose case the life of the assets has been estimated at 25 years based on technical assessment taking into account the nature of assets, the estimated usage of the assets, the operating condition of the assets, anticipated technical changes, manufacturer warranties and maintenance support. In case of major components identified, depreciation is provided based on the useful life of each such component based on technical assessment, if materially different from that of the main asset.

#### iv. Derecognition



## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

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 to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss.

#### **b. Capital Work in Progress**

Directly attributable Expenditure related to and incurred during implementation (net of incidental income from selling power generated while bringing the asset to that location and condition) of capital projects to get the assets ready for intended use and for a qualifying asset is included under "Capital Work in Progress (including related inventories)". The same is allocated to the respective items of property plant and equipment on completion of construction (development of infrastructure) / erection of the capital project / property plant and equipment. Capital work in progress is stated at cost, net of accumulated impairment loss, if any.

#### **c. Financial Instruments**

A Financial Instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A financial asset (except for trade receivable) and financial liability is initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit and loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognised immediately in the Statement of Profit and Loss.

#### **Offsetting**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a legally enforceable right (not contingent on future events) to off-set the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

#### **d. Financial assets**

##### **Initial recognition and measurement**

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis i.e. the date that the Company commits to purchase or sell the assets. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades).

##### **Subsequent measurement**

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

#### **Classification of Financial Assets:**

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

#### **Financial assets measured at amortised cost**

Financial assets that meet the criteria for subsequent measured at amortised cost using effective interest rate (EIR) method (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

Amortised Cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR.

#### **Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)**

Financial assets that meet the criteria for initial recognition at FVTOCI are remeasured at fair value at the end of each reporting date through other comprehensive income (OCI).

#### **Financial Assets at Fair Value through Profit or Loss (FVTPL)**

Financial assets that do not meet the amortised cost criteria or FVTOCI criteria are remeasured at fair value at the end of each reporting date through profit and loss.

#### **Derecognition of financial assets**

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in the Statement of Profit and Loss if such gain or loss would have otherwise been recognised in the Statement of Profit and Loss on disposal of that financial asset.

#### **Impairment of Financial assets**

The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, trade receivables and other contractual rights to receive cash or other financial asset.

The Company measures the loss allowance for a trade receivable and contract assets by following 'simplified approach' at an amount equal to the lifetime expected credit losses. In the case of other financial assets, 12-month ECL is used to provide for impairment loss and where credit risk has increased, significantly, lifetime ECL is used.

#### **e. Financial liabilities and equity instruments**

##### **Classification as debt or equity**

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

##### **Financial liabilities**

##### **Initial recognition and measurement**

Financial liabilities are recognised initially at fair value and in the case of financial liabilities at amortised cost, net of directly attributable transaction costs.

##### **Subsequent measurement**

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

For the purposes of subsequent measurement, financial liabilities are classified under two categories:

- Financial liabilities at amortised cost
- Financial liabilities at fair value through profit or loss

#### **Classification of Financial liabilities:**

##### **Financial liabilities at amortised cost**

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item in the Statement of Profit and Loss.

##### **Financial liabilities at fair value through profit or loss (FVTPL)**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as FVTPL. Financial liabilities are classified as held for trading if these are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company those are not designated as hedging instruments in hedge relationships as defined by Ind AS 109.

Gains or losses on liabilities held for trading are recognised in the statement of profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. Subsequent changes in fair value of liabilities are recognised in the statement of profit and loss.

#### **Derecognition of financial liabilities**

On derecognition, the difference between the carrying amount of the financial liabilities derecognized and the consideration paid / payable is recognised in the statement of profit and loss. In case of derecognition of financial liabilities relating to promoters contribution, the difference between the carrying amount of the financial liability derecognised and the consideration paid / payable is recognised in other equity.

#### **Offsetting Financial Instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a legally enforceable right (not contingent on future events) to off-set the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

#### **f. Current and non-current classification**

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle for determining current and non-current classification of assets and liabilities in the Balance sheet other than deferred tax

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

assets and liabilities which are classified as non-current assets and liabilities respectively.

#### g. Taxation

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Current income tax relating to items recognised outside the Statement of Profit or Loss is recognised outside the Statement of Profit or Loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

#### Deferred tax

Deferred tax is recognized for the future tax consequences of deductible temporary differences between the carrying values of assets and liabilities and their respective tax bases at the reporting date. Deferred tax liabilities are generally recognised for all taxable temporary differences except when the deferred tax liability arises at the time of transaction that affects neither the accounting profit or loss nor taxable profit or loss.

Deferred tax assets are generally recognized for all deductible temporary differences, carry forward of unused tax credits and any unused tax losses, to the extent that it is probable that future taxable income will be available against which the deductible temporary differences and carry forward of unused tax credit and unused tax losses can be utilised, except when;

- (a) The deferred tax asset relating to temporary differences arising at the time of transaction that affects neither the accounting profit or loss nor the taxable profit or loss.
- (b) In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint venture entities, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future and, When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination.

#### h. Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) (net off distribution on Unsecured Perpetual Securities whether declared or not) after tax by the weighted average number of equity shares outstanding during the year.

#### i. Provisions, Contingent Liabilities and Contingent Assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of amount cannot be made. Contingent liabilities may arise from litigation, taxation and other claims against the Company. The contingent liabilities are disclosed where it is management's assessment that the outcome of any litigation and other claims against the Company is uncertain or cannot be reliably quantified, unless the likelihood of an adverse outcome is remote.

#### j. Revenue recognition

The accounting policies for the specific revenue streams of the Company are summarized below:

##### a) Revenue from power supply

The Company's contracts with customers for the sale of electricity generally include one performance obligation. The Company has concluded that revenue from sale of electricity, net of discounts, incentives / disincentives, if any, should be recognised at the point in time when electricity is supplied to the customers.

b) Interest income is recognised on time proportion basis at Effective Interest Rate (EIR). Interest income is included in finance income in the Statement of Profit and Loss.

##### c) Sale of traded goods

The Company's revenue from the sale of goods is recognised at the point in time when control of the goods is transferred to the customers, which generally coincide with the delivery of goods.

#### k. Leases

At inception of a contract, the Company assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

##### Right of Use Assets:

The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received. The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lessor transfers ownership of the underlying asset to the lessee by the end of the lease term or the cost of the right-of-use asset reflects that the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset.

##### Lease Liability

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

The lease liability is initially measured at the present value of the lease payments to be paid over the lease term at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate. Subsequently, the lease liability is measured at amortised cost using the effective interest method. The carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

For a lease modification that is not a separate lease, at the effective date of the modification, the lessee accounts for the lease modification by remeasuring the lease liability using a discount rate determined at that date and the lessee makes a corresponding adjustment to the right-of-use asset.

#### **I. Impairment of non-financial assets**

At the end of each reporting period, the Company reviews the carrying amounts of non-financial assets, assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

The Company bases its impairment calculation on detailed budget and forecast calculations, which are prepared separately for each of the Company's cash-generating unit to which the individual assets are allocated. For longer periods, a long term growth rate is calculated and applied to project future cash flows. To estimate cash flow projections beyond periods covered by the most recent budget / forecasts, the Company estimates cash flow projections based on estimated growth rate.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised immediately in the Statement of Profit and Loss.

When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the Statement of Profit or Loss.



## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

Assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised. A reversal of an impairment loss is recognised immediately in the Statement of Profit and Loss.

Assets (other than goodwill) for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised. A reversal of an impairment loss is recognised immediately in the Statement of Profit and Loss.

#### **m. Borrowing costs**

Borrowing costs are interest and other costs incurred in connection with the borrowing of funds. Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale, based on borrowings incurred specifically for financing the asset or the weighted average rate of all other borrowings, if no specific borrowings have been incurred for the asset. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing cost.

#### **n. Cash and Cash Equivalents**

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

Cash and cash equivalents for the purpose of Statement of Cash Flow comprise cash and cheques in hand, bank balances, demand deposits with banks where the original maturity is three months or less.

#### **o. Asset retirement obligations**

Upon the expiration of the PPA or, if later, the expiration of the lease agreement, the Company is required to remove the solar power plants located on leasehold land and restore the land to its original condition.

An amount equivalent to the asset retirement obligation is recognised along with the cost of solar power plants and is depreciated over the useful life of plant and

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

equipment. The amount recognised is the present value of the estimated future expenditure determined using existing technology at current prices and escalated using appropriate inflation rate till the expected date of restoration and discounted up to the reporting date using the appropriate risk adjusted interest rate specific to the liability. Any change in the present value of the estimated asset retirement obligation other than the periodic unwinding of discount is adjusted to the asset retirement provision and the carrying value of the corresponding plant and equipment. In case reversal of the provision exceeds the carrying amount of the related asset, the excess amount is recognised in the Statement of Profit or Loss and is included in 'Other income'. The unwinding of discount on provision is recognised in the Statement of Profit or Loss and is included in 'Finance costs'.

#### p. Fair Value Measurement

The Company measures financial instruments, such as, derivatives and mutual funds at fair value at each balance sheet date.

The Company's management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as unquoted financial assets and financial liabilities and derivatives.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

### 3.1 Use of estimates and judgements

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures including contingent liabilities. The estimates and associated assumptions are based on experience and other factors that management considers to be relevant. Actual results may significantly differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis by the management of the Company. Revisions to

## Adani Renewable Energy (KA) Limited

### Notes to financial statements as at and for the year ended 31st March 2024

accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### **Key Sources of Estimation uncertainty:**

The key assumptions concerning the future and other key sources of estimation uncertainty and judgements at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. Existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

#### **i. Useful lives and residual value of property, plant and equipment**

In case of the wind power generation equipments (assets), in whose case the life of the assets has been estimated at 25 years based on technical assessment, taking into account the nature of the assets, the estimated usage of the asset, the operating condition of the asset, anticipated technological changes, manufacturer warranties and maintenance support, except for some major components identified during the year, depreciation on the same is provided based on the useful life of each such component based on technical assessment, if materially different from that of the main asset.

#### **ii. Fair value measurement of financial instruments**

In estimating the fair value of financial assets and financial liabilities, the Company uses market observable data to the extent available. Where such Level 1 inputs are not available, the Company establishes appropriate valuation techniques and inputs to the model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

#### **iii. Taxes**

Significant management judgment is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of

## **Adani Renewable Energy (KA) Limited**

### **Notes to financial statements as at and for the year ended 31st March 2024**

future taxable profits together with future tax planning strategies and future recoverability of deferred tax assets. The amount of the deferred income tax assets considered realisable could reduce if the estimates of the future taxable income are reduced. In assessing the recoverability of deferred tax assets, the Company relies on the same forecast assumptions used elsewhere in the financial statements.

#### **iv. Impairment of Non-Financial Assets**

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a discounted future cash flows model. The recoverable amount is sensitive to the discount rate used for the discounted future cash flows model as well as the expected future cash-inflows.

#### **v. Impairment of Financial Assets**

The impairment provisions for trade receivables are made considering simplified approach based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation based on the Company's past history and other factors at the end of each reporting period. In case of other financial assets, the Company applies general approach for recognition of impairment losses wherein the Company uses judgement in considering the probability of default upon initial recognition and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period.

#### **vi. Recognition of Revenue from Power Supply**

In case of pending tariff regulatory matters, the recognition of revenue is a matter of judgement based on facts and circumstances. The Company evaluates the fact pattern and circumstances, for each such regulatory matters. The revenue is recognised only when there is probability that the Company is entitled to the collection of consideration, as per the principles enunciated under Ind AS 115.

4.1 Property, Plant and Equipment

Particulars	(₹ in Lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
<b>Net Carrying Amount of: Property, Plant and Equipment</b>		
Land (Free Hold)	0	0
Building	72	86
Plant & Equipment	7,041	6,568
Computer Hardware	1	1
Office Equipments	2	2
Furniture & Fixtures	1	-
<b>Total</b>	<b>7,117</b>	<b>6,657</b>

  

Description of Assets	Property, Plant and Equipment					Total
	Land (Free Hold)	Building	Plant & Equipment	Computer Hardware	Office Equipments	Furniture & Fixtures
<b>I. Cost</b>						
Balance as at 1st April, 2022	0	144	7,773	1	2	-
Additions for the year	-	-	32	-	-	32
Disposals for the year	-	-	-	-	-	-
<b>Balance as at 31st March, 2023</b>	<b>0</b>	<b>144</b>	<b>7,805</b>	<b>1</b>	<b>2</b>	<b>-</b>
Additions for the year	-	-	1,522	-	-	1
Disposals for the year	-	-	(910)	-	-	-
<b>Balance Sheet as at 31st March, 2024</b>	<b>0</b>	<b>144</b>	<b>8,417</b>	<b>1</b>	<b>2</b>	<b>1</b>
<b>II. Accumulated depreciation</b>						
Balance as at 1st April, 2022	-	44	942	0	0	-
Depreciation expense for the year	-	14	295	0	0	309
Disposals for the year	-	-	-	-	-	-
<b>Balance as at 31st March, 2023</b>	<b>-</b>	<b>58</b>	<b>1,237</b>	<b>0</b>	<b>0</b>	<b>-</b>
Depreciation expense for the year	-	14	305	0	0	319
Disposals for the year	-	-	(166)	-	-	(166)
<b>Balance Sheet as at 31st March, 2024</b>	<b>-</b>	<b>72</b>	<b>1,376</b>	<b>0</b>	<b>0</b>	<b>0</b>

Notes:

- (i) For charges created refer note 16
- (ii) Asset Retirement Obligation of ₹ 24 Lakhs have been capitalized in Property Plant and Equipment during the previous year.

4.2 Right-of-Use Assets

Particulars	(₹ in Lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
Net Carrying Amount of: Lease hold Land	640	666
Total	640	666

Description of Assets	(₹ in Lakhs)	
	Lease hold land	Total
I. Cost		
Balance as at 1st April, 2022	471	471
Additions for the year	-	-
Alteration / Modification in Lease Arrangements	268	268
Disposals for the year	-	-
Balance as at 31st March, 2023	739	739
Additions for the year	-	-
Disposals for the year	-	-
Balance Sheet as at 31st March, 2024	739	739
II. Accumulated depreciation		
Balance as at 1st April, 2022	47	47
Depreciation expense for the year	26	26
Disposals for the year	-	-
Balance as at 31st March, 2023	73	73
Depreciation expense for the year	26	26
Disposals for the year	-	-
Balance Sheet as at 31st March, 2024	99	99

Note :  
For charges created refer note 16



4.3 Capital Work-in-Progress				
Particulars	₹ in Lakhs)			
	As at 31st March, 2024	As at 31st March, 2023		
Opening	1	11		
Addition during the year	1,522	23		
Capitalisation During the year	(1,523)	(32)		
Transferred to Inventory	-	(0)		
<b>Total</b>	<b>-</b>	<b>1</b>		

**Notes:**

(i) For charges created refer note 16

(ii) Ageing Schedule

a. Balance as at 31st March, 2024

Capital Work In Progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

b. Balance as at 31st March, 2023

Capital Work in Progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	0	0	1	-	1
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>0</b>	<b>0</b>	<b>1</b>	<b>-</b>	<b>1</b>

(iii) The Company does not have any capital-work-in progress whose completion is overdue or has exceeded its cost compared to its original plan.

4.4 Intangible Assets

Particulars	(₹ in Lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
Net Carrying Amount of:		
Computer software	0	1
Total	0	1

Description of Assets	(₹ in Lakhs)	
	Computer software	Total
I. Cost		
Balance as at 1st April, 2022	2	2
Additions for the year	0	0
Disposals for the year	-	-
Balance as at 31st March, 2023	2	2
Additions for the year	-	-
Disposals for the year	-	-
Balance as at 31st March, 2024	2	2
II. Accumulated Amortisation		
Balance as at 1st April, 2022	1	1
Amortisation expense for the year	0	0
Disposals for the year	-	-
Balance as at 31st March, 2023	1	1
Amortisation expense for the year	1	1
Disposals for the year	-	-
Balance as at 31st March, 2024	2	2

**Note:**  
For charges created refer note 16

**5 Non - Current Loan**  
**(Unsecured, considered good)**

Loan to Related parties (refer note 35 and note below)

**Total**

As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
152	581
<b>152</b>	<b>581</b>

**Notes:**

- (i) Loans to related parties are receivable within period of five years from the financial year 2021-22 and carry an interest rate of 10.60% p.a.  
(ii) For charges created refer note 16  
(iii) For conversion of Interest accrued on intercorporate deposits given to related parties, refer footnote 1 of Cash Flow Statement.

**6 Other Non Current Financial Assets**

Balances held as Margin Money or security against borrowings (refer note (ii) below)  
Security deposit

**Total**

As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
570	532
0	0
<b>570</b>	<b>532</b>

**Notes:**

- (i) For charges created refer note 16  
(ii) Deposits against Rupee Term Loans which is expected to roll over after the maturity till the tenure of Rupee Term Loans.

**7 Other Non - Current Assets**

Liquidated Damages paid under protest (refer note 29)

**Total**

As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
-	10
-	<b>10</b>

**Note:**

For charges created refer note 16

**8 Inventories**  
**(At lower of cost or Net Realisable Value)**

Stores and spares

**Total**

As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
13	9
<b>13</b>	<b>9</b>

**Note:**

For charges created refer note 16

**9 Trade Receivables**

Secured, considered good  
Unsecured, considered good (refer note 37)  
Trade Receivables which have significant increase in credit risk  
Trade Receivables - Credit impaired  
Less: Loss allowance for credit impaired  
Unbilled Revenue (refer note 37)

**Total**

As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
-	-
2	0
-	-
-	-
-	-
96	51
<b>98</b>	<b>51</b>

**Notes:**

- (i) For balances with related parties, refer note 35  
(ii) For charges created refer note 16  
(iii) Expected Credit Loss (ECL)

Trade receivables of the Company are majorly from its related entities, related to sale of power with credit period of 30-45 days. The Company is regularly receiving its dues from its related entities. Delayed payments carries interest as per the terms of agreements with related parties. Trade receivables are majorly due for lesser than one year, accordingly in relation to these dues, the Company does not foresee any Credit Risk.

(iv) Ageing Schedule:

a. Balance as at 31st March, 2024

(₹ in Lakhs)

Sr No	Particulars	Unbilled	Not Due	Outstanding for following periods from due date					Total
				Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 years	
1	Undisputed Trade receivables - Considered good	96	-	2	-	-	-	-	<b>98</b>
2	Undisputed Trade receivables - which have significant increase in risk	-	-	-	-	-	-	-	-
3	Undisputed Trade receivables - credit impaired	-	-	-	-	-	-	-	-
4	Disputed Trade receivables - Considered good	-	-	-	-	-	-	-	-
5	Disputed Trade receivables - which have significant increase in risk	-	-	-	-	-	-	-	-
6	Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>96</b>	-	<b>2</b>	-	-	-	-	<b>98</b>

b. Balance as at 31st March, 2023

Sr No	Particulars	Unbilled	Not Due	Outstanding for following periods from due date					Total
				Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 years	
1	Undisputed Trade receivables - Considered good	51	0	-	-	-	-	-	51
2	Undisputed Trade receivables - which have significant increase in risk	-	-	-	-	-	-	-	-
3	Undisputed Trade receivables - credit impaired	-	-	-	-	-	-	-	-
4	Disputed Trade receivables - Considered good	-	-	-	-	-	-	-	-
5	Disputed Trade receivables - which have significant increase in risk	-	-	-	-	-	-	-	-
6	Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>51</b>	<b>0</b>	-	-	-	-	-	<b>51</b>

10 Cash and Cash equivalents

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Balances with banks		
In current accounts	4	4
Fixed Deposits (with maturity for less than three months)	70	249
<b>Total</b>	<b>74</b>	<b>253</b>

**Note:**  
For charges created refer note 16

11 Bank balance (other than Cash and Cash equivalents)

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Balances held as Margin Money (refer note (ii) below)	6	5
Fixed Deposits (with maturity for more than three months)	235	373
<b>Total</b>	<b>241</b>	<b>378</b>

**Notes:**  
(i) For charges created refer note 16  
(ii) Margin Money is pledged / lien against Bank Gaurantee and other credit facilities.

12 Other Current Financial Assets

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Interest accrued but not due (refer note (ii) below)	17	11
Insurance Claim Receivable	495	-
Security deposit	0	0
<b>Total</b>	<b>512</b>	<b>11</b>

**Notes:**  
(i) For charges created refer note 16  
(ii) For conversion of Interest accrued on intercorporate deposits given to related parties, refer footnote 1 of Cash Flow Statement.

13 Other Current Assets

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Advance for supply of goods and services	1	1
Prepaid Expenses	7	3
Balances with Government authorities	0	1
<b>Total</b>	<b>8</b>	<b>5</b>

**Note:**  
For charges created refer note 16

**14 Equity Share Capital**

		As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Authorised Share Capital 1,01,00,000 (As at 31st March, 2023 1,01,00,000) Equity Shares of ₹ 10/- each		1,010	1,010
	<b>Total</b>	<b>1,010</b>	<b>1,010</b>
Issued, Subscribed and fully paid-up Equity Shares 1,00,70,000 (As at 31st March, 2023 1,00,70,000) Equity Shares of ₹ 10/- each		1,007	1,007
	<b>Total</b>	<b>1,007</b>	<b>1,007</b>

**a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year**

Equity Shares	As at 31st March, 2024		As at 31st March, 2023	
	No. of Shares	(₹ in Lakhs)	No. of Shares	(₹ in Lakhs)
At the beginning of the year	10,070,000	1,007	10,070,000	1,007
Add: Issued during the year	-	-	-	-
Outstanding at the end of the year	<b>10,070,000</b>	<b>1,007</b>	<b>10,070,000</b>	<b>1,007</b>

**b. Terms/rights attached to equity shares**

The Company has only one class of Equity Shares having par value of ₹ 10 per share. Each holder of Equity Shares is entitled to one vote per share. In the event of liquidation of the Company the holders of the 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 share holders.

**c. Shares held by holding entity**

Out of Equity Shares issued by the Company, shares held by its holding entity is as under:

	As at 31st March, 2024 (₹ in Lakhs)		As at 31st March, 2023 (₹ in Lakhs)	
No. of Shares		No. of Shares		
Adani Green Energy Limited, Holding Company (together with its nominees)	10,070,000	1,007	10,070,000	1,007
	<b>10,070,000</b>	<b>1,007</b>	<b>10,070,000</b>	<b>1,007</b>

**d. Details of shareholders holding more than 5% shares in the Company**

	As at 31st March, 2024		As at 31st March, 2023	
No. of Shares	% holding in the class	No. of Shares	% holding in the class	
Adani Green Energy Limited, Holding Company (together with its nominees)	10,070,000	100%	10,070,000	100%
	<b>10,070,000</b>	<b>100%</b>	<b>10,070,000</b>	<b>100%</b>

**e. Details of shares held by promoters**

	As at 31st March, 2024			As at 31st March, 2023		
	No. of Shares	% holding in the class	% Change	No. of Shares	% holding in the class	% Change
Adani Green Energy Limited (together with its nominees)	10,070,000	100%	-	10,070,000	100%	-

**15 Other Equity**

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Retained earnings		
Opening Balance	993	881
Add: Profit for the year	179	112
Closing Balance		
	<b>Total</b>	<b>1,172</b>

**Note:**  
Retained earnings represents the amount that can be distributed by the Company as dividends considering the requirements of the Companies' Act, 2013.

**16 Non Current Borrowings  
(At amortised cost)**

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Secured borrowings (refer note (a) below)		
Term Loans		
From Financial Institutions	3,530	3,888
Unsecured borrowings		
Unsecured Compulsory Convertible Debenture (refer note (b) below) (refer note 35)	966	966
Unsecured Loans from related parties (refer note b (iii) and (c) below)	6	-
	<b>Total</b>	<b>4,502</b>

**Notes:**

**(a) Security details and Repayment schedule for the balances as at 31st March, 2024**

(i) Rupee Term Loan from Financial institutions ₹ 3,925 Lakhs (as at 31st March, 2023 ₹ 4,286 Lakhs) are secured by first charge on all present and future immovable assets, movable assets and current assets of the Company on parip assu basis. Further, facilities are secured by pledge of 76% of Equity shares and CCD held by Adani Green Energy Limited (Holding Company) on pari passu basis and corporate guarantee by Holding Company. Rupee Term loan from Financial Institution is payable in 60 structured Quarterly instalments starting from financial year 2020-21. Borrowing carry an interest rate in a range of 8.90% p.a. on Rupee term loan

(ii) The amount disclosed in security details is gross amount before adjustments towards unamortised cost.

**(b) Repayment details for the balances as at 31st March, 2024**

(i) Compulsory Convertible Debentures shall be converted into equity shares using conversion ratio which is face value divided by price per equity share as determined by valuation methodology at the time of conversion.

(ii) 9% Compulsory Convertible Debentures issued by the Company are convertible any time before 20 years period from date of issue (i.e. 20th January, 2020)

(iii) For balances with related parties, refer note 35

(iv) Unsecured loans from related parties are repayable on mutually agreed terms within a period of five years from the F.Y.2023-24 and carry an interest rate of 10.60% p.a.

(v) For Maturity of borrowings, refer note 31

**17 Other Non - Current Financial Liabilities**

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Interest accrued but not due on borrowings (refer note below and note 35)	365	278
<b>Total</b>	<b>365</b>	<b>278</b>

**Note:**

For conversion of Interest accrued on Intercompany Deposits taken from related parties, refer footnote 1 of Cash Flow Statement

**18 Non Current Provisions**

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Asset retirement obligations	28	26
<b>Total</b>	<b>28</b>	<b>26</b>

**Note:**

**Movement in Asset Retirement Obligation**

Particulars	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
<b>Opening Balance</b>	26	-
Addition During the year	-	24
Unwinding of Interest	2	2
<b>Closing Balance</b>	<b>28</b>	<b>26</b>

**19 Deferred Tax Liabilities (Net)**

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
<b>Deferred Tax Liabilities on</b>		
Difference between book base and tax base of Property, Plant and Equipment , Right of Use Assets / Lease liabilities and Assets Retirement Obligation	388	312
<b>Gross deferred tax liabilities (a)</b>	<b>388</b>	<b>312</b>
<b>Deferred Tax Assets on</b>		
Unabsorbed depreciation	47	23
Asset Retirement Obligation	7	6
<b>Gross Deferred Tax Assets (b)</b>	<b>54</b>	<b>29</b>
<b>Net Deferred Tax Liabilities Total (a-b)</b>	<b>334</b>	<b>283</b>

**Movement in deferred tax liabilities (net) for the Financial Year 2023-24**

Particulars	As at 1st April, 2023	Recognised in Statement of Profit and Loss	Recognised in Statement of OCI	As at 31st March, 2024
<b>Tax effect of items constituting deferred tax liabilities:</b>				
Difference between book base and tax base of Property, Plant and Equipment , Right of Use Assets / Lease liabilities and Assets Retirement Obligation	312	76	-	388
<b>Gross deferred tax liabilities</b>	<b>312</b>	<b>76</b>	<b>-</b>	<b>388</b>
<b>Tax effect of items constituting deferred tax assets :</b>				
Unabsorbed depreciation	23	24	-	47
Asset Retirement Obligation	6	1	-	7
<b>Gross Deferred Tax Assets</b>	<b>29</b>	<b>25</b>	<b>-</b>	<b>54</b>
<b>Net Deferred Tax Liabilities</b>	<b>283</b>	<b>51</b>	<b>-</b>	<b>334</b>

**Movement in deferred tax liabilities (net) for the Financial Year 2022-23**

Particulars	As at 1st April, 2022	Recognised in Statement of Profit and Loss	Recognised in Statement of OCI	As at 31st March, 2023
<b>Tax effect of items constituting deferred tax liabilities:</b>				
Difference between book base and tax base of Property, Plant and Equipment , Right of Use Assets / Lease liabilities and Assets Retirement Obligation	243	69	-	312
<b>Gross deferred tax liabilities</b>	<b>243</b>	<b>69</b>	<b>-</b>	<b>312</b>
<b>Tax effect of items constituting deferred tax assets :</b>				
Unabsorbed depreciation	-	23	-	23
Asset Retirement Obligation	-	6	-	6
<b>Gross Deferred Tax Assets</b>	<b>-</b>	<b>29</b>	<b>-</b>	<b>29</b>
<b>Net Deferred Tax Liabilities</b>	<b>243</b>	<b>40</b>	<b>-</b>	<b>283</b>

The Company has entered into long term PPA with Group company / related party for period of 25 years, pursuant to this management is reasonably certain that the unabsorbed depreciation will be utilized. Unabsorbed depreciation can be utilised at any time without any restriction or time-frame.

**20 Current Borrowings**

		As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
<b>Secured Borrowings</b>			
Current Maturities of Non Current Borrowing (refer note 16)		358	358
<b>Total</b>		<b>358</b>	<b>358</b>
<b>Note:</b>	Security note for Current maturities of non current borrowings are covered in Non current borrowings schedule (refer footnote (a) of Note 16).		

**21 Trade Payables**

		As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Trade Payables			
- Total outstanding dues of micro enterprises and small enterprises (refer note 38)		0	2
- Total outstanding dues of creditors other than micro enterprises and small enterprises		60	547
<b>Total</b>		<b>60</b>	<b>549</b>
<b>Notes:</b>			
(i) For balance with related parties, refer note 35.			
(ii) Ageing Schedule :			

a. Balance as at 31st March, 2024

a. Balance as at 31st March, 2024							(₹ in Lakhs)
Sr No	Particulars	Not Due	Outstanding for following periods from due date of Payment				Total
			Less than 1 year	1-2 years	2-3 Years	More than 3 years	
1	MSME	0	-	-	-	-	0
2	Others	40	20	-	0	-	60
3	Disputed dues - MSME	-	-	-	-	-	-
4	Disputed dues - Others	-	-	-	-	-	-
	<b>Total</b>	<b>40</b>	<b>20</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>60</b>

b. Balance as at 31st March, 2023

b. Balance as at 31st March, 2023							(₹ in Lakhs)
Sr No	Particulars	Not Due	Outstanding for following periods from due date of Payment				Total
			Less than 1 year	1-2 years	2-3 Years	More than 3 years	
1	MSME	2	-	-	-	-	2
2	Others	31	117	55	344	-	547
3	Disputed dues - MSME	-	-	-	-	-	-
4	Disputed dues - Others	-	-	-	-	-	-
	<b>Total</b>	<b>33</b>	<b>117</b>	<b>55</b>	<b>344</b>	<b>-</b>	<b>549</b>

**22 Other Current Financial Liabilities**

		As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Retention money payable		125	-
Capital Creditors (refer note below)		631	2
<b>Total</b>		<b>756</b>	<b>2</b>
<b>Note:</b>	Capital creditors represents the amounts payable for purchase of Property, Plant and Equipment and Capital-Work-In-Progress.		

**23 Other Current Liabilities**

		As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Statutory liabilities		2	0
Security Deposits		82	75
Advance from Customer		1	1
<b>Total</b>		<b>85</b>	<b>76</b>

**24 Revenue from Operations**

		For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
<b>Revenue from Contracts with customers</b>			
Revenue from Power Supply (refer note note 37)		1,188	1,064
<b>Total</b>		<b>1,188</b>	<b>1,064</b>



**25 Other Income**

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
Interest Income (refer note below)	119	128
Foreign Exchange Fluctuation Gain (net)	1	3
Sale of Scrap	26	-
Insurance claim received	250	-
<b>Total</b>	<b>396</b>	<b>131</b>

**Note:**  
Interest income includes ₹ 64 Lakhs (For the year ended 31st March, 2023 ₹ 67 Lakhs) from Bank Deposits and ₹ 54 Lakhs (For the year ended 31st March, 2023 ₹ 61 Lakhs) from Group Companies' deposits.

**26 Finance costs**

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
<b>(a) Interest Expenses on financial liabilities:</b>		
Interest on Loans and debentures (refer note below)	458	481
Interest Expenses - Others	-	3
Interest Expense on Lease Liabilities	73	71
<b>(a)</b>	<b>531</b>	<b>555</b>
<b>(b) Other borrowing costs :</b>		
Bank Charges and Other Borrowing Costs	5	6
<b>(b)</b>	<b>5</b>	<b>6</b>
<b>Total (a+b)</b>	<b>536</b>	<b>561</b>

**Note:**  
For transactions with related parties, refer note 34

**27 Other Expenses**

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
Store and Spares	46	13
Repairs, Operations and Maintenance		
Plant and Equipment (refer note below)	118	98
Liquidated Damages	10	-
Rates and Taxes	1	8
Legal and Professional Expenses (refer note below)	8	8
Payment to Auditors		
Statutory Audit Fees	1	0
Tax Audit Fees	0	0
Communication Expenses	2	1
Insurance Expenses	24	11
Office Expenses	13	-
Electricity Expenses	0	0
Loss on sale / discard of property, Plant and Equipment (net)	250	-
Miscellaneous Expenses	0	0
<b>Total</b>	<b>473</b>	<b>139</b>

**Note:**  
For balance with related parties, refer note 35.

**28 Income Tax**

The major components of income tax expense for the year ended 31st March, 2024 and 31st March, 2023 are:

**Income Tax Expense :**

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
<b>Current Tax:</b>		
Current Tax Charge	-	-
Adjustment of tax relating to earlier years	-	8
<b>(a)</b>	<b>-</b>	<b>8</b>
<b>Deferred Tax</b>		
In respect of current year origination and reversal of temporary differences	51	40
<b>(b)</b>	<b>51</b>	<b>40</b>
<b>Total (a+b)</b>	<b>51</b>	<b>48</b>

The income tax expense for the year / period can be reconciled to the accounting profit as follows:

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
Profit before tax as per Statement of Profit and Loss	230	160
Income tax using the Company's domestic tax rate 25.17% (as at 31st March, 2023 @ 25.17%)	58	40
<b>Tax Effect of :</b>		
Change in estimate relating to prior years	-	8
Expenses disallowed under the Income Tax Act, 1961.	-	-
Tax impact on Permanent Difference	(7)	-
<b>Income Tax recognised in Statement of Profit and Loss at effective rate</b>	<b>51</b>	<b>48</b>

**29 Contingent Liabilities and Commitments ( to the extent not provided for) :**

**(i) Contingent Liabilities :**

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
The Company has received demand for liquidation damages for projects completed beyond the contractually agreed dates. In Some of the cases, the Company has filed appeal and in remaining cases, the Company is in process of filing appeal against such demands with appellant authorities. The management believes the reason for delay were not attributable to the Company and the facts underlying the Company's position, it believes that the probability that it will ultimately be found liable for these assessments currently seems low and accordingly has not accrued any amount with respect to these matters in its financial statements. The Company does not expect the impact of these demands to have a material adverse effect on its financial position and financial results. However on conservative basis, company charge of the same in current year.	-	10

**(ii) Commitments :**

	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Capital Commitment (estimated amount of contracts remaining to be executed on capital account and not provided for)	4	-

**30 Leases**

The Company has elected exemption available under Ind AS 116 for short term leases and leases of low value. The lease payments associated are recognized as expense on a straight line basis over the lease term.

The Company has lease contracts for land used in its operations. Leases of this items generally have lease terms of 30 years, the Company is restricted from assigning and subleasing the leased assets.

The weighted average incremental borrowing rate applied to lease liabilities is 10.50%.

The following is the movement in Lease liabilities:

Particulars	(₹ in Lakhs)
<b>Balance as at 1st April, 2022</b>	<b>457</b>
Add: Alteration / Modification in Lease arrangements	268
Add: Finance costs incurred during the year	71
Less: Payments of Lease Liabilities	(52)
<b>Balance as at 31st March, 2023</b>	<b>744</b>
<b>Balance as at 1st April, 2023</b>	<b>744</b>
Add: Alteration / Modification in Lease arrangements	-
Add: Finance costs incurred during the year	73
Less: Payments of Lease Liabilities	(51)
<b>Balance as at 31st March, 2024</b>	<b>766</b>

Classification of Lease Liabilities:		( ₹ in Lakhs)
Particulars	As at 31st March, 2024	As at 31st March, 2023
Current Lease Liabilities	58	51
Non - Current Lease Liabilities	708	693
<b>Total</b>	<b>766</b>	<b>744</b>

Disclosure of expenses related to Leases:		( ₹ in Lakhs)
Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Interest expense on Lease Liabilities	73	71
Depreciation on Right of Use Assets	26	26
<b>Total</b>	<b>99</b>	<b>97</b>

### 31 Financial Instruments, Financial Risk Review and Capital Management :

The Company's risk management activities are subject to the management direction and control under the framework of Risk Management Policy as approved by the Board of the Company. The Management ensures appropriate risk governance framework for the Company through appropriate policies and procedures and those risks are identified and measured properly.

The Company's financial liabilities comprise mainly of borrowings, Lease Liabilities, trade payable and other financial Liabilities . The Company's financial assets comprise mainly of cash and cash equivalents, other balances with banks, Loans, Trade Receivables and Other Financial Assets

- Market risk
- Credit risk
- Liquidity risk

#### Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and price risk.

#### (i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's non current debt obligations with floating interest rates.

The Company manages its interest rate risk by having a mixed portfolio of fixed and variable rate loans and borrowings. The Company's borrowings from banks are at floating rate of interest and borrowings from related parties are at fixed rate of interest.

The sensitivity analysis have been carried out based on the exposure to interest rates for instruments not hedged against interest rate fluctuations at the end of the reporting period. The said analysis has been carried on the amount of floating rate long term liabilities outstanding at the end of the reporting period. A 50 basis point increase or decrease represents the management's assessment of the reasonably possible change in interest rates.

In case of fluctuation in interest rates by 50 basis points and all other variable were held constant, the Company's profit for the year would increase or decrease as follows:

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
Total Exposure of the Company to variable rate of borrowing	3,925	4,286
Impact on profit before tax for the year	20	21

The year end balances are not necessarily representative of the average debt outstanding during the year.

#### (ii) Foreign Currency risk

Foreign Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company is exposed to the effects of fluctuation in the prevailing foreign currency exchange rates on its financial position and cash flows. Exposure arises primarily due to exchange rate fluctuations between the functional currency and other currencies from the Company's operating and financing activities.

Every 1% point depreciation / appreciation in the exchange rate between the Indian rupee and EURO on the exposure of EURO 0 million as on 31st March, 2024 and EURO 0 million as on 31st March, 2023, would have decreased / increased the Company's profit for the year as follows :

	For the year ended 31st March, 2024 (₹ in Lakhs)	For the year ended 31st March, 2023 (₹ in Lakhs)
Impact on Profit before tax for the year	0	0

#### Credit risk

##### Trade Receivable:

Major receivables of the Company are from Group Companies. Delayed payment carries interest as per the terms of agreements. Trade receivables are due for lesser than one year, accordingly in relation to these dues, the Company does not foresee any significant Credit Risk.

##### Other Financial Assets:

This comprises mainly of deposits with banks and other intercompany receivables. Credit risk arising from these financial assets is limited and there is no collateral held against these because the counterparties are Group Companies, banks and recognised financial institutions. Banks and recognised financial institutions have high credit ratings assigned by the international credit rating agencies.

#### Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company monitors its risk of shortage of funds using cash flow forecasting models. These models consider the maturity of its financial investments, committed funding and projected cash flows from operations. The Company's objective is to provide financial resources to meet its business objectives in a timely, cost effective and reliable manner and to manage its capital structure. A balance between continuity of funding and flexibility is maintained through continued support from lenders, trade creditors as well as through issue of equity shares.

The Company expects to generate positive cash flows from operations in order to meet its external financial liabilities as they fall due. The Company has unconditional financial support from Ultimate Holding Company including extension of repayment terms of borrowings, as and when needed.

**Maturity profile of financial liabilities :**

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

						(₹ in Lakhs)
As at 31st March, 2024	Notes	Less than 1 year	1 to 5 years	More than 5 years		Total
Borrowings *	16 and 20	361	1,450	3,086		4,897
Lease Liabilities #	30	58	247	2,113		2,418
Trade Payables	21	60	-	-		60
Other Financial Liabilities	22	756	-	-		756
As at 31st March, 2023	Notes	Less than 1 year	1 to 5 years	More than 5 years		Total
Borrowings *	16 and 20	361	1,444	2,481		4,286
Lease Liabilities #	30	51	239	2,179		2,469
Trade Payables	21	549	-	-		549
Other Financial Liabilities	22	280	-	-		280

\*Gross amount of unamortised transaction cost.

# Carrying value of lease liabilities is ₹ 766 Lakhs (as at March, 2023 ₹ 744 Lakhs)

**Capital Management**

The Company's objectives for managing capital is to safeguard continuity and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth. The Company's overall strategy remains unchanged from previous year.

The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments.

The funding requirements are met through a mixture of equity, internal fund generation, and other non current / current borrowings. The Company's policy is to use current and non current borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the net debt to equity ratio (Capital Gearing Ratio).

In order to achieve overall objective, the company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowing that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest bearing loans and borrowings in the current period. No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March, 2024 and 31st March, 2023.

The Company believes that it will able to meet all its current liabilities and interest obligation on timely manner. Since most of the current liabilities are from the Holding Company and Related party entities.

Particulars	Notes	As at 31st March, 2024	As at 31st March, 2023
Debt	16 and 20	4,860	5,212
Cash and cash equivalents, and other bank deposits (including DSRA)	6, 10 and 11	884	1,164
Net debt (A)		3,976	4,048
Total Equity (B)	14 and 15	2,179	2,000
Total capital and net debt C=(A+B)		6,154	6,047
Capital Gearing ratio (A/C)		65%	67%

**32** The details of foreign currency exposures not hedged by derivative instruments are as under :-

		As at 31st March, 2024		As at 31st March, 2023	
		(₹ in Lakhs)	Foreign Currency (EUR in Million)	(₹ in Lakhs)	Foreign Currency (EUR in Million)
Creditors and Acceptances	EUR	0	0	0	0
	<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

(Closing rate as at 31st March, 2024 INR/EUR :89.88 and as at 31st March, 2023 INR/EUR : 89.44)

**33 Fair Value Measurement :**

a) The carrying value of financial instruments by categories as of 31st March, 2024 is as follows :

(₹ in Lakhs)			
Particulars	FVTPL	Amortised cost	Total
<b>Financial Assets</b>			
Cash and cash equivalents	-	74	74
Trade Receivables	-	98	98
Bank balances other than cash and cash equivalents	-	241	241
Loans	-	152	152
Other Financial assets	-	1,083	1,083
<b>Total</b>	<b>-</b>	<b>1,648</b>	<b>1,648</b>
<b>Financial Liabilities</b>			
Borrowings	-	4,860	4,860
Lease Liabilities	-	766	766
Trade Payables	-	61	61
Other Financial Liabilities	-	756	756
<b>Total</b>	<b>-</b>	<b>6,443</b>	<b>6,443</b>

b) The carrying value of financial instruments by categories as of 31st March, 2023 is as follows :

(₹ in Lakhs)			
Particulars	FVTPL	Amortised cost	Total
<b>Financial Assets</b>			
Cash and cash equivalents	-	253	253
Trade Receivables	-	51	51
Bank balances other than cash and cash equivalents	-	378	378
Loans	-	581	581
Other Financial assets	-	544	544
<b>Total</b>	<b>-</b>	<b>1,807</b>	<b>1,807</b>
<b>Financial Liabilities</b>			
Borrowings	-	5,212	5,212
Lease Liabilities	-	744	744
Trade Payables	-	549	549
Other Financial Liabilities	-	280	280
<b>Total</b>	<b>-</b>	<b>6,785</b>	<b>6,785</b>

**Notes:**

(i) Fair value of financial assets and liabilities measured at amortised cost is not materially different from the carrying value. Further, impact of time value of money is not significant for the financial instruments classified as current. Accordingly, the fair value has not been disclosed separately.

(ii) Since the Company does not have any financial asset or liability measured at fair value, disclosure of fair value hierarchy and disclosure of category-wise assets and liabilities is not relevant. All financial assets and liabilities of the Company have been valued at amortised cost and their values are not expected to be different than those presented in financial statements.

(iii) Trade Receivables, Cash and Cash Equivalents, Other Bank Balances, Other Financial Assets, Trade Payables and Other Financial Liabilities: Fair values approximate their carrying amounts largely due to short-term maturities of these instruments.

**34 Pursuant to the Indian Accounting Standard 33 – Earning per Share, the disclosure is as under:**

	UOM	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Basic and Diluted EPS</b>			
Profit attributable to equity shareholders	(₹ in Lakhs)	179	112
Weighted average number of equity shares outstanding	Numbers	10,070,000	10,070,000
Nominal Value of equity share	₹	10	10
Basic and Diluted EPS	₹	1.77	1.11

**35 Related party transactions**

**a. List of related parties and relationship**

The Management has identified the following entities and individuals as related parties of the Company for the year ended 31st March, 2024 for the purpose of reporting as per Ind AS 24 Related Party Disclosure which are as under:-

<b>Entities with joint control of, or significant influence over, the Parent Company ;</b>	:	S. B. Adani Family Trust (SBAFT)
	:	Adani Trading Services LLP
	:	Adani Properties Private Limited
<b>Ultimate Holding Company</b>	:	Adani Green Energy Limited
<b>Fellow Subsidiaries and Subsidiaries of Ultimate Holding Company (with Whom Transactions are done)</b>	:	Adani Wind Energy Kutchh One Limited (Formerly known as Adani Green Energy (MP) Limited)
	:	Adani Green Energy Six Limited
<b>Entities under common control (with whom transactions are done)</b>	:	Adani Port and SEZ Limited
	:	Adani Infrastructure Management Service Limited
	:	MPSEZ Utilities Private Limited
	:	
<b>Key Management Personnel</b>	:	Abhilash Mehta, Director (upto 03rd January, 2023)
	:	Ketan Dave, Director
	:	Shalin Shah, Chief Financial Officer
	:	Mayank Gala, Director (w.e.f 03rd January, 2023)
	:	Raj Kumar Jain, Director
	:	Isheeta Sharma, Company Secretary (w.e.f 07th June, 2023)

**Terms and conditions of transactions with related parties**

Outstanding balances of related parties at the year-end are unsecured. There have been no guarantees received for any related party receivables or payables. Transaction entered into with related party are made on terms equivalent to those that prevail in arm's length transactions.

The names of the related parties and nature of the relationships where control exists are disclosed irrespective of whether or not there have been transactions between the related parties. For others, the names and the nature of relationships is disclosed only when the transactions are entered into by the Company with the related parties during the existence of the related party relationship. Transactions in excess of 10% of the total related party transactions for each type has been disclosed in note below.

35b. Transactions with Related Parties

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2024			For the year ended 31st March, 2023		
	Holding Company (including Immediate Holding)	Fellow Subsidiaries and Subsidiaries of Ultimate Holding Company	Entities under common control	Holding Company (including Immediate Holding)	Fellow Subsidiaries and Subsidiaries of Ultimate Holding Company	Entities under common control
<b>Interest Expense on Debenture</b>	<b>87</b>	-	-	<b>87</b>	-	-
Adani Green Energy Limited	87	-	-	87	-	-
<b>Loan Given</b>	<b>74</b>	-	-	<b>25</b>	-	-
Adani Green Energy Limited	74	-	-	25	-	-
<b>Loan Received Back</b>	<b>502</b>	-	-	<b>20</b>	-	-
Adani Green Energy Limited	502	-	-	20	-	-
<b>Loan Taken</b>		<b>6</b>				
Adani Green Energy Six Limited		6				
<b>Interest Expense on Loan</b>	-	<b>0</b>	-	-	-	-
Adani Green Energy Six Limited	-	0	-	-	-	-
<b>Interest Income on Loan</b>	<b>54</b>	-	-	<b>61</b>	-	-
Adani Green Energy Limited	54	-	-	61	-	-
<b>Receiving of Services</b>	<b>6</b>	-	<b>70</b>	<b>7</b>	-	<b>70</b>
Adani Infrastructure Management Services Limited	-	-	18	-	-	18
Adani Ports and Special Economic Zone Limited	-	-	51	-	-	51
<b>Other Balances transfer from (including advances / reimbursement)</b>	<b>0</b>	-	-	<b>4</b>	<b>0</b>	-
Adani Green Energy Limited	0	-	-	4	-	-
<b>Corporate Guarantee Released</b>	<b>361</b>	-	-	<b>361</b>	-	-
Adani Green Energy Limited	361	-	-	361	-	-
<b>Sale of Power</b>	-	-	<b>1,259</b>	-	-	<b>1,082</b>
MPSEZ Utilities Limited	-	-	1259	-	-	1,082
<b>Other Balances Transfer to (including advances / reimbursement)</b>	<b>0</b>	-	-	<b>1</b>	-	-
Adani Green Energy Limited	0	-	-	1	-	-



35c. Balances With Related Parties

(₹ in Lakhs)

Particulars	As at 31st March, 2024			As at 31st March, 2023		
	Holding Company	Fellow Subsidiary	Entities under common control	Holding Company	Fellow Subsidiary	Entities under common control
<b>Borrowings (Debenture)</b>	<b>966</b>	-	-	<b>966</b>	-	-
Adani Green Energy Limited	966	-	-		-	-
<b>Loans &amp; Advances Given</b>	<b>152</b>	-	-	<b>581</b>	-	-
Adani Green Energy Limited	152	-	-	581	-	-
<b>Interest Accrued But not due (Debenture)</b>	<b>365</b>	-	-	<b>278</b>	-	-
Adani Green Energy Limited	365	-	-	278	-	-
<b>Accounts Payables (Inclusive of Provisions)</b>	<b>3</b>	-	<b>2</b>	<b>424</b>	-	<b>80</b>
Adani Green Energy Limited	3	-	-	424	-	-
Adani Infrastructure Management Services Limited	-	-	2	-	-	67
<b>Account Receivables</b>	-	<b>0</b>	<b>20</b>	-	<b>0</b>	-
Adani Wind Energy Kutchh One Limited (Formerly known as Adani Green Energy (MP) Limited)	-	0	-	-	0	-
MPSEZ Utilities Limited			20			
<b>Corporate Guarantee Received</b>	<b>3,925</b>	-	-	<b>4,286</b>	-	-
Adani Green Energy Limited (refer note (ii) below)	3,925	-	-	4,286	-	-
<b>Borrowings (Loan)</b>		<b>6</b>				
Adani Green Energy Six Limited		6				
<b>Interest Accrued and due receivable (Loan)</b>	-	-	-	-	-	-
Adani Green Energy Limited	-	-	-	-	-	-

**Notes:**

(i) Refer footnote 1 of Cash Flow Statement for conversion of accrued Interest on ICD taken and given respectively from / to related parties in to the ICD balances as on reporting date as per the terms of Contract.

(ii) The Company has disclosed corporate guarantee received from Adani Green Energy Limited in related party transactions. However, as of the reporting date, the borrowing has not been disbursed.

36 Ratio Analysis :

Particulars	UoM	For the year ended 31st March, 2024	For the year ended 31st March, 2023	% Variance	Reason for Variance
i) Current Ratio :					
Current Assets (a)	( ₹ in Lakhs)	946	707		
Current Liabilities (b)	( ₹ in Lakhs)	1,317	1,037		
Current Ratio (a/b)	Times	0.72	0.68	5.3 %	Not Applicable
(a) Items included in Numerator for computing the above ratios: All types of finance and non finance current assets					
(b) Items included in Denominator for computing the above ratios: All types of finance and non finance current liabilities					
ii) Debt-Equity Ratio:					
Total Debts (a)	( ₹ in Lakhs)	3,888	4,246		
Shareholder's Equity (b)	( ₹ in Lakhs)	3,145	2,966		
Debt - Equity Ratio (a/b)	Times	1.24	1.43	(13.6)%	Not Applicable
(a) Items included in Numerator for computing the above ratios: Non current borrowings (Excluding Inter corporate deposit)					
(b) Items included in Denominator for computing the above ratios: Total Equity + Sub-ordinate debts (Inter corporate deposit)					
iii) Debt Service coverage Ratio :					
Interest + Installments (b)	( ₹ in Lakhs)	816	752		
Debt Service coverage Ratio (a/b)	Times	1.30	1.34	(3.1)%	Not Applicable
(a) Items included in Numerator for computing the above ratios: Earning after tax Before Interest, Depreciation and Amortisation, Foreign Exchange Gain/(Loss)					
(b) Items included in Denominator for computing the above ratios: Interest on Long-Term external loans + Foreign Exchange Gain/Loss + Principal Scheduled Repayments of Long-Term external loans ( Current maturities of non current borrowings)					
iv) Return on Equity Ratio :					
Net Profit after Taxes (a)	( ₹ in Lakhs)	179	112		
Equity Shareholder's Fund (b)	( ₹ in Lakhs)	3,055	2,910		
Return on Equity Ratio (a/b)	%	5.84%	3.84%	52%	Due to increase in Profit for the year
(a) Items included in Numerator for computing the above ratios: Profit after tax					
(b) Items included in Denominator for computing the above ratios: Average of (Total Equity + Sub Ordinate debts)					
v) Inventory Turnover Ratio :		Not Applicable	Not Applicable		
vi) Trade Receivables turnover Ratio :					
Sales (a)	( ₹ in Lakhs)	1,188	1,064		
Average Accounts Receivable (b)	( ₹ in Lakhs)	75	95		
Trade Receivables turnover Ratio (a/b)	Times	15.93	11.15	43%	Due to decrease in Average Accounts Receivables
(a) Items included in Numerator for computing the above ratios: Total Revenue from Contract with Customers					
(b) Items included in Denominator for computing the above ratios: Average Trade receivables (including Unbilled revenue)					
vii) Trade Payables turnover Ratio :					
Annual Cost of Goods sold & Other expense (a)	( ₹ in Lakhs)	473	139		
Average Accounts Payable (b)	( ₹ in Lakhs)	305	550		
Trade Payables turnover Ratio (a/b)	Times	1.55	0.25	514%	Due to increase in other expenses and decrease in Average Accounts Payable
(a) Items included in Numerator for computing the above ratios: Total Costs of Goods sold + Other expense					
(b) Items included in Denominator for computing the above ratios: Average Trade payables					
viii) Net Capital turnover Ratio :					
Sales (a)	( ₹ in Lakhs)	1,188	1,064		
Net Assets (b)	( ₹ in Lakhs)	(372)	(330)		
Net Capital turnover Ratio (a/b)	Times	(3.20)	(3.23)	(0.9)%	Not Applicable
(a) Items included in Numerator for computing the above ratios: Total Revenue from Contract with Customers					
(b) Items included in Denominator for computing the above ratios: Current assets minus Current liabilities					
ix) Net Profit Ratio :					
Profit after Tax (a)	( ₹ in Lakhs)	179	112		
Sales (b)	( ₹ in Lakhs)	1,188	1,064		
Net Profit Ratio (a/b)	%	15.02%	10.53%	43%	Due to increase in profit for the year
(a) Items included in Numerator for computing the above ratios: Profit after Taxes					
(b) Items included in Denominator for computing the above ratios: Total Revenue from Contract with Customers					
x) Return on Capital Employed :					
Earnings before Interest and Taxes (a)	( ₹ in Lakhs)	766	720		
Capital Employed (b)	( ₹ in Lakhs)	7,038	7,211		
Return on Capital Employed (a/b)	%	10.88%	9.99%	8.9 %	Not Applicable
(a) Items included in Numerator for computing the above ratios: Profit before tax + Interest expense					
(b) Items included in Denominator for computing the above ratios: Tangible net worth + Long term debt + Deferred tax liability					
xi) Return on Investment :		Not Applicable	Not Applicable		

**37 Contract balances:**

(a) The following table provides information about receivables, contract assets and contract liabilities from the contracts with customers.

Particulars	(₹ in Lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
Trade receivables (refer note 9)	2	0
Unbilled Revenue (refer note 9)	96	51
The unbilled revenue primarily relate to the Company's right to consideration for work completed but not billed at the reporting date.		

(b) Significant changes in contract assets and liabilities during the year :

Reconciliation the amount of revenue recognised in the statement of profit and loss with the contracted price:		(₹ in Lakhs)
Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Revenue as per contracted price	1,217	1,096
<b>Adjustments</b>		
Open access charges	14	18
Discounts on prompt payments	15	14
<b>Revenue from contract with customers</b>	<b>1,188</b>	<b>1,064</b>

The Company does not have any remaining performance obligation for sale of goods.

# The Company has netted off Open Access Charges with Revenue from Power Supply in view of the revenue recognition criteria as per 'Ind AS 115: Revenue from Contract with Customers'. Corresponding netting off is also done in the comparative periods presented in the financial statements and the amounts are not material.

**38 Due to micro, small and medium enterprises**

On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below.

Particulars	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
Principal amount remaining unpaid to any supplier as at the year end.	0	5
Interest due thereon	-	-
Amount of interest paid by the company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year.	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under the MSMED.	-	-
Amount of interest accrued and remaining unpaid at the end of the accounting year.	-	-
Amount of further interest remaining due and payable even in succeeding years.	-	-
The disclosure in respect of the amount payable to enterprises which have provided goods and services to the Company and which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been made in the Financial statement as at 31st March, 2024 based on the information received and available with the Company. On the basis of such information, no interest is payable to any micro, small and medium enterprises.		

**39** The Company's activities during the year revolve around renewable power generation. Considering the nature of Company's business, as well as based on reviews by the chief operating decision maker to make decisions about resource allocation and performance measurement, there is only one reportable segment in accordance with the requirements of Ind AS - 108 - "Operating Segments", prescribed under Companies (Indian Accounting Standards) Rules, 2015. As the Company's all revenue is from domestic sales, no separate geographical segment is disclosed.

**40 Recent Pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. During year ended 31st March, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

**41** The Company uses an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the accounting software, except that audit trail feature is not enabled for certain direct changes to the data for users with the certain privileged access rights to the SAP application and the underlying HANA database. Further, no instance of audit trail feature being tampered with was noted in respect of the accounting software. Presently, the log has been activated at the application and the privileged access to HANA database continues to be restricted to limited set of users who necessarily require this access for maintenance and administration of the database.

**42 Personnel Cost**

The Company does not have any employee. The operational management and administrative functions of the Company are being managed by Ultimate Holding Company.

- 43 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 44 The Company does not have any transaction to report against the following disclosure requirements as notified by MCA pursuant to amendment to Schedule III:
1. Title deeds of immovable property not in the name of the Company
  2. Crypto Currency or Virtual Currency
  3. Benami Property held under Benami Transactions (Prohibition) Act, 1988 (45 of 1988)
  4. Registration of charges or satisfaction with Registrar of Companies
  5. Transaction with Struck off Companies
  6. Undisclosed Income
  7. Related to Borrowing of Funds:
    - Borrowing obtained on the basis of Security of Current Assets
    - Willful defaulter
    - Utilization of borrowed fund and share premium
    - Discrepancy in utilization of borrowings
- 45 During the previous financial year 2022-23, a short seller report ("SSR") was published in which certain allegations were made on certain Adani Group Companies, including on certain entities of the Group, which comprising Adani Green Energy Limited its subsidiaries and step down subsidiaries. In this regard, certain writ petitions were filed with the Hon'ble Supreme Court ("SC") seeking independent investigation of the allegations in the SSR and the Securities and Exchange Board of India ("SEBI") also commenced investigating the allegations made in the SSR for any violations of applicable SEBI Regulations. The SC also constituted an expert committee to investigate and advise into the various aspect of existing laws and regulations, and also directed the SEBI to consider certain additional aspects in its scope. The Expert committee submitted its report dated 6th May 2023, finding no regulatory failure, in respect of applicable laws and regulations. The SEBI also concluded its investigations in twenty-two of the twenty-four matters as per the status report dated 25th August 2023 to the SC.

The SC by its order dated 3rd January 2024, disposed off all matters of appeal in various petitions including separate independent investigations relating to the allegations in the SSR (including other allegations) and stated that the SEBI should complete the pending two investigations, preferably within 3 months, and take its investigations (including the twenty-two investigations already completed) to their logical conclusion in accordance with law. The Company has not received any order, notice or other communication from the SEBI in the matter. Accordingly, as at reporting date there is no open matter relating to the Company, and any non-compliance of applicable regulations.

In April 23, Adani Green Energy Limited had obtained a legal opinion by independent law firm, confirming (a) none of the alleged related parties mentioned in the short-seller report were related parties to the Group, under applicable frameworks; and (b) the Group, is in compliance with the requirements of applicable laws and regulations. Subsequent to the SC order dated 3rd January 2024, to uphold the principles of good governance, the Adani Group has also initiated an independent legal and accounting review of the allegations in the SSR and other allegations (including any allegations related to the Company) to reassert compliance of applicable laws and regulations. Such independent review also did not identify any non-compliances or irregularities by the Company, and it has noted on record, the results of this review.

Based on the legal opinions obtained, subsequent independent review referred to above, the SC order and the fact that there are no pending regulatory or adjudicatory proceedings as of date, the Company's management concludes that there are no consequences of the allegations mentioned in the SSR and other allegations on the Company, and accordingly, these financial statements do not have any reporting adjustments in this regard.

46 **Events occurring after the Balance sheet Date**

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. As of 1st May, 2024, there are no subsequent events to be recognized or reported that are not already disclosed.

47 **Approval of financial statements**

The financial statements were approved for issue by the board of directors on 1st May, 2024.

**In terms of our report attached  
For Dharmesh Parikh & Co LLP**

Chartered Accountants  
Firm Registration Number : 112054W/W100725

Gothi Kantilal  
Kantilal Govabhai  
Govabhai  
Digitally signed by Gothi  
Kantilal Govabhai  
Date: 2024.05.01 22:34:40  
+05'30'

Kanthi Gothi  
Partner  
Membership No. 127664

Place : Ahmedabad  
Date : 1st May, 2024

**For and on behalf of the board of directors of  
ADANI RENEWABLE ENERGY (KA) LIMITED**

RAJ  
KUMAR  
JAIN  
Digitally signed  
by RAJ KUMAR  
JAIN  
Date: 2024.05.01  
20:41:58 +05'30'

Raj Kumar Jain  
Director  
DIN:- 07414460

SHALIN  
PANKAJBH  
AI SHAH  
Digitally signed by  
SHALIN  
PANKAJBHAI SHAH  
Date: 2024.05.01  
20:49:59 +05'30'

Shalin Pankajbhai Shah  
Chief Financial Officer

Place : Ahmedabad  
Date : 1st May, 2024

KETAN  
DAVE  
Digitally signed  
by KETAN DAVE  
Date: 2024.05.01  
20:42:10 +05'30'

Ketan Dave  
Director  
DIN:- 07414460

ISHEETA  
SHARMA  
Digitally signed by  
ISHEETA SHARMA  
Date: 2024.05.01  
20:50:14 +05'30'

Isheeta Sharma  
Company Secretary