



**INDEPENDENT AUDITOR'S REPORT**

To,  
The Members of  
GMR Solar Energy Private Limited  
New Delhi

**Report on the Financial Statements**

We have audited the accompanying financial statements of GMR Solar Energy Private Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss, for the year then ended and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the 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 of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility, also, includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters, which are required to be included in the Audit Report under the provisions of the Act and the rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan & perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner, so required, and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2019, its profit / loss and its cash flows for the year ended on that date.

### **Emphasis of Matters**

We draw attention to the following matters in the Notes to the financial statements:  
None.

Our opinion is not modified in respect of these matters

### **Other Matter**

With respect to the Other Matters to be included in the Independent 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:

- The Company does not have any pending litigations, which would impact its financial position.
- The Company did not have any long term contracts, including derivative contracts, for which there were any material foreseeable losses.
- There were no amounts, which were required to be transferred to the Investor Education and Protection Fund.

Our opinion is not modified in respect of this matter.

### **Report on Other Legal and Regulatory Requirements**

- The Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government is not applicable to company.
- As required by section 143(3) of the Act, we report that:
  - 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.
  - 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.
  - The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

**SKN & Co.**

Chartered Accountants

Firm Registration Number: 023323N



**Pankaj Kukreja, Partner**

Membership Number: 504343

**Place:** New Delhi

**Date:** 13.04.2019



**GMR Solar Energy Private Limited**  
**Balance sheet as at March 31,2019**

Amount (in Rs)

	Notes	March 31,2019 Rs.	March 31,2018 Rs.
<b>Equity and liabilities</b>			
Shareholders' funds			
Share capital	3	2,41,00,000	2,41,00,000
Reserves and surplus	4	78,78,090	44,50,501
		3,19,78,090	2,85,50,501
<b>Non-current liabilities</b>			
Long Term Borrowings	5	6,20,76,841	6,95,31,387
Deferred Tax Liability		38,02,586	22,04,528
		6,58,79,427	7,17,35,914
<b>Current liabilities</b>			
Short-term borrowings	5	-	-
Other current liabilities	6	74,57,858	80,36,089
Short-term provisions	7	32,46,249	21,06,058
		1,07,04,108	1,01,42,148
<b>TOTAL</b>		<b>10,85,61,624</b>	<b>11,04,28,563</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Fixed assets			
Tangible assets	8	9,32,64,967	9,74,51,299
<b>Current assets</b>			
Current investments	9	1,01,24,528	-
Trade receivables	10	20,45,565	21,17,483
Cash and cash equivalents	11	1,42,568	80,99,136
Short-term loans and advances	12	28,11,486	25,99,282
Other current assets	13	1,72,509	1,61,363
		1,52,96,657	1,29,77,263
<b>TOTAL</b>		<b>10,85,61,624</b>	<b>11,04,28,563</b>

Corporate information

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Summary of significant accounting policies

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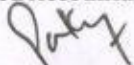
The accompanying notes are an integral part of financial statements

As per our report of even date.

**For SKN & Company**

ICAI firm registration number: 0023323N

**Chartered Accountants**



**Pankaj Kukreja**

Partner

Membership no.: 504343

Place: New Delhi

Date:13th April,2019



**For and on behalf of the board of directors**

**GMR Solar Energy Private Limited**



**Ranjit Singh Matharoo**

Director

DIN: 07617929

Place: New Delhi

Date:13th April,2019



**Prabir Kumar Majumdar**

Director

DIN:03591200



**GMR Solar Energy Private Limited**

Cash flow statement for the year ended March 31,2019

	March 31,2019 (Amount in Rs.)	March 31,2018 (Amount in Rs.)
<b>Cash flow from operating activities</b>		
Profit before tax from continuing operations	62,22,940	78,30,439
Profit before tax	62,22,940	78,30,439
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/ amortization on continuing operation	40,71,975	40,76,759
Finance costs	77,88,648	71,77,183
Interest Income on bank Deposits	(2,06,114)	(3,68,089)
Profit on Sale of Current Investments	(24,528)	-
Provision for Tax	(11,97,294)	(14,90,979)
<b>Operating Profit before Working Capital changes</b>	<b>1,66,55,628</b>	<b>1,72,25,313</b>
<b>Working Capital Adjustments</b>		
Increase/ (decrease) in other current liabilities	(5,78,231)	(3,56,06,902)
Increase/ (decrease) in Short-term provisions	(57,102)	(6,01,253)
Decrease / (increase) in Short Term Loans & Advances	9,98,407	(10,03,000)
Decrease / (increase) in Other Current Assets	(11,146)	28,11,601
Decrease / (increase) in Trade Receivables	71,918	(21,17,483)
<b>Cash Generated From Operations</b>	<b>1,70,79,473</b>	<b>(1,92,91,723)</b>
Less: Direct taxes paid (net of refunds)	(13,318)	1,67,808
<b>Net cash flow from/ (used in) operating activities (A)</b>	<b>1,70,66,155</b>	<b>1,94,59,531</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets, including CWIP and capital advances	-	-
Disposal of Fixed Assets	1,14,357	-
Purchase of Investments	(1,01,24,528)	-
Interest Income on bank Deposits	2,06,114	3,68,089
Profit on Sale of Current Investment	24,528	-
<b>Net cash flow from/ (used in) investing activities (B)</b>	<b>(97,79,529)</b>	<b>3,68,089</b>
<b>Cash flows from financing activities</b>		
Issue of Equity Share capital	-	2,44,23,993
Proceeds from Long-term borrowings	-	-
Repayment of Long-term borrowings	(74,54,545)	(71,77,183)
Interest/ Finance Charges Paid	(77,88,648)	-
<b>Net cash flow from/ (used in) in financing activities (C)</b>	<b>(1,52,43,194)</b>	<b>1,72,46,810</b>
Cash and cash equivalents at the beginning of the year	80,99,136	99,43,769
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(79,56,567)	(18,44,632)
<b>Cash and cash equivalents at the end of the year</b>	<b>1,42,568</b>	<b>80,99,136</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	-	-
With banks- on current account	-	-
- Current account	1,42,568	7,99,136
- Fixed Deposits	-	73,00,000
<b>Total cash and cash equivalents</b>	<b>1,42,568</b>	<b>80,99,136</b>

1. The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard -3 on 'Cash Flow Statements' issued by the Institute of Chartered Accountants of India.

This cash flow statement referred to our report of even date

**For SKN & Company**

ICAI firm registration number: 0023323N

**Chartered Accountants**

**Pankaj Kukreja**

Partner

Membership no.: 504343

Place: New Delhi

Date: 13th April, 2019



**For and on behalf of the board of directors**

GMR Solar Energy Private Limited

**Ranjit Singh Matharoo**

Director

DIN: 07617929

Place: New Delhi

Date: 13th April, 2019

**Prabir Kumar Majumdar**

Director

DIN: 03591200





GMR Solar Energy Private Limited  
Statement of profit and loss for the year ended March 31,2019

Particulars	Notes	March 31,2019 Rs.	March 31,2018 Rs
<b>Continuing operations</b>			
<b>Income</b>			
Revenue from Operations	12	2,02,43,663	2,07,14,482
Other Income	13	2,35,888	19,69,705
Total Income (i)		<b>2,04,79,551</b>	<b>2,26,84,187</b>
<b>Expenses</b>			
Other expenses	14	23,95,987	35,99,805
Depreciation	15	40,71,975	40,76,759
Finance Cost	16	77,88,648	71,77,183
Total Expenses (ii)		<b>1,42,56,610</b>	<b>1,48,53,748</b>
<b>Profit / (Loss) before tax</b>		<b>62,22,940</b>	<b>78,30,439</b>
<b>Tax expense</b>			
Current Tax	17	11,97,294	14,92,776
Deferred Tax	17	15,98,058	3,36,880
Tax (expense)/Income of Earlier years	17		1,797
<b>Profit/(loss) for the year from continuing operations (A)</b>		<b>34,27,589</b>	<b>60,02,580</b>
<b>Profit/(loss) for the year (A+B)</b>		<b>34,27,589</b>	<b>60,02,580</b>
Earnings per equity share [nominal value of share Rs. 10 ]			
<b>Basic</b>			
Computed on the basis of profit from continuing operations		1.42	2.49
Computed on the basis of total profit for the year		1.42	2.49
<b>Diluted</b>			
Computed on the basis of profit from continuing operations		1.42	2.49
Computed on the basis of total profit for the year		1.42	2.49

Corporate information

Summary of significant accounting policies

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The accompanying notes are an integral part of financial statements  
As per our report of even date.

For **SKN & Company**  
ICAI firm registration number: **0023323N**  
Chartered Accountants

**Pankaj Kukreja**  
Partner  
Membership no.: 504343

Place: New Delhi  
Date:13th April,2019



For and on behalf of the board of directors  
GMR Solar Energy Private Limited

**Ranjit Singh Matharoo**  
Director  
DIN: 07617929

Place: New Delhi  
Date:13th April,2019

**Prabir Kumar Majumdar**  
Director  
DIN:03591200

Place: New Delhi  
Date:13th April,2019



GMR Solar Energy Private Limited  
Notes to financial statements for the year ended March 31,2019

8 Tangible Assets \*

(Amount in Rs.)

	Plant & Machinery	Total
At 01st April 2017	10,19,18,981	10,19,18,981
Additions	-	-
Disposals/ Deletions	-	-
Other Adjustments	-	-
At 31st March 2018	10,19,18,981	10,19,18,981
Additions	-	-
Disposals/ Deletions	1,19,600	1,19,600
Other Adjustments	-	-
At 31st March 2019	10,17,99,381	10,17,99,381

Accumulated Depreciation

(Amount in Rs.)

	Plant & Machinery	Total
At 01st April 2017	3,90,922	3,90,922
Charge for the period	40,76,759	40,76,759
Disposals/ Deletions	-	-
Other Adj/Transfer	-	-
At 31st March 2018	44,67,681	44,67,681
Charge for the period	40,71,975	40,71,975
Disposals	-	-
Other Adj/Transfer	5,243	5,243
At 31st March 2019	85,34,414	85,34,414

Net Block

(Amount in Rs.)

At 31st March 2018	9,74,51,299	9,74,51,299
At 31st March 2019	9,32,64,967	9,32,64,967

Note: There are no intangible assets in GMR Solar Energy Private Limited



3 Share capital

**Authorized Shares**

30,00,000 equity shares of Rs. 10 each

**Issued, subscribed and fully paid-up shares**

24,10,000 equity shares of Rs.10 each fully paid up

**Total issued, subscribed and fully paid-up share capital**

March 31, 2019	March 31, 2018
Rs.	Rs.
3,00,00,000	3,00,00,000
2,41,00,000	2,41,00,000
2,41,00,000	2,41,00,000

**(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**  
**Equity Shares**

At the beginning of the period  
Issued during the period  
Outstanding at the end of the period

March 31, 2019		March 31, 2018	
No.	Rs	No.	Rs
24,10,000	2,41,00,000	24,10,000	2,41,00,000
24,10,000	2,41,00,000	24,10,000	2,41,00,000

**(b) Terms/ rights attached to equity shares**

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity is entitled to one vote per share.

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

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

Out of equity shares issued by the company, shares held by its holding company are as below:

**GMR Enterprises Private Limited, the immediate holding company.\***

24,10,000 equity shares of Rs. 10 each fully paid up

March 31, 2019	March 31, 2018
Rs	Rs
24,10,000	24,10,000
24,10,000	24,10,000

**(d) Details of shareholders holding more than 5% shares in the company**

**Equity shares of Rs. 10 each fully paid**

GMR Enterprises Private Limited the immediate holding company

March 31, 2019		March 31, 2018	
No.	% holding in	No.	% holding in
24,10,000	100%	24,10,000	100%

As per records of the Company, including its register of shareholders/ members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal and beneficial ownership of shares.





GMR Solar Energy Private Limited  
Notes to financial statements for the year ended March 31, 2019

Notes to financial statements for the year ended March 31, 2019

4	Reserves and surplus	<table><tr><th>March 31, 2019</th><th>March 31, 2018</th></tr><tr><th>Rs</th><th>Rs</th></tr><tr><td>44,50,501</td><td>(15,52,079)</td></tr><tr><td>34,27,589</td><td>60,02,580</td></tr><tr><td>78,78,090</td><td>44,50,501</td></tr></table>	March 31, 2019	March 31, 2018	Rs	Rs	44,50,501	(15,52,079)	34,27,589	60,02,580	78,78,090	44,50,501
March 31, 2019	March 31, 2018											
Rs	Rs											
44,50,501	(15,52,079)											
34,27,589	60,02,580											
78,78,090	44,50,501											
Surplus/ (deficit) in the statement of profit and loss												
Balance as per last financial statements												
Profit for the year												
Total reserves and surplus												

Non-current		Current	
March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Rs	Rs	Rs	Rs
6,20,76,841	6,95,31,387	74,54,545	74,54,545
6,20,76,841	6,95,31,387	74,54,545	74,54,545

Term Loan from Andhra Bank (\*)-Secured Loan

(\*) The Company has taken Term Loan from Andhra Bank of Rs.8.2 cr out of which Rs. 7.70 Crores has been disbursed . Interest rate is 10.50% Per annum. The Loan is repayable in 44 equal quarterly installments with a gestation period of 4 quarters from the date of first disbursement. The Loan is secured by way of exclusive charge on all project assets including Plant & machinery.

6	Other liabilities	<table><tr><th colspan="2">Non-current</th><th colspan="2">Current</th></tr><tr><th>March 31, 2019</th><th>March 31, 2018</th><th>March 31, 2019</th><th>March 31, 2018</th></tr><tr><td>-</td><td>-</td><td>74,54,545</td><td>74,54,545</td></tr><tr><td>-</td><td>-</td><td>-</td><td>4,82,264</td></tr><tr><td>-</td><td>-</td><td>3,313</td><td>8,265</td></tr><tr><td>-</td><td>-</td><td>-</td><td>91,015</td></tr><tr><td>-</td><td>-</td><td>74,57,858</td><td>80,36,089</td></tr></table>	Non-current		Current		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018	-	-	74,54,545	74,54,545	-	-	-	4,82,264	-	-	3,313	8,265	-	-	-	91,015	-	-	74,57,858	80,36,089
Non-current		Current																												
March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018																											
-	-	74,54,545	74,54,545																											
-	-	-	4,82,264																											
-	-	3,313	8,265																											
-	-	-	91,015																											
-	-	74,57,858	80,36,089																											
Current Maturities of Term Loan																														
Non trade payables																														
Statutory Payables - TDS																														
Other Advances																														

Non-current		Current	
March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
-	-	26,90,070	14,92,776
-	-	5,56,180	6,13,282
-	-	32,46,249	21,06,058

7	Provisions	<table><tr><th colspan="2">Non-current</th><th colspan="2">Current</th></tr><tr><th>March 31, 2019</th><th>March 31, 2018</th><th>March 31, 2019</th><th>March 31, 2018</th></tr><tr><td>-</td><td>-</td><td>26,90,070</td><td>14,92,776</td></tr><tr><td>-</td><td>-</td><td>5,56,180</td><td>6,13,282</td></tr><tr><td>-</td><td>-</td><td>32,46,249</td><td>21,06,058</td></tr></table>	Non-current		Current		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018	-	-	26,90,070	14,92,776	-	-	5,56,180	6,13,282	-	-	32,46,249	21,06,058
Non-current		Current																				
March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018																			
-	-	26,90,070	14,92,776																			
-	-	5,56,180	6,13,282																			
-	-	32,46,249	21,06,058																			
Provision for taxation (net)																						
Other Provisions																						

9	Investments	<table><tr><th colspan="2">Non-current</th><th colspan="2">Current</th></tr><tr><th>March 31, 2019</th><th>March 31, 2018</th><th>March 31, 2019</th><th>March 31, 2018</th></tr><tr><td>-</td><td>-</td><td>1,01,24,528</td><td>-</td></tr><tr><td>-</td><td>-</td><td>1,01,24,528</td><td>-</td></tr></table>	Non-current		Current		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018	-	-	1,01,24,528	-	-	-	1,01,24,528	-
Non-current		Current																
March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018															
-	-	1,01,24,528	-															
-	-	1,01,24,528	-															
Investments in Mutual Funds with Quoted securities																		
Investments with Aditya Birla Sunlife-Regular Growth Plan																		





## GMR Solar Energy Private Limited

Notes to financial statements for the year ended March 31, 2019

10 Trade Receivables		March 31, 2019	March 31, 2018
		Rs.	Rs
Unsecured, considered good unless stated otherwise outstanding for a period exceeding six months from the date they are due for payment			
Secured, considered good		-	-
Unsecured, considered good*		-	-
(A)			
Trade receivable Outstanding for a period less than six months from the date they are due for payment			
Secured considered good			
Unsecured, considered good unless stated otherwise		20,45,565	21,17,483
Doubtful		-	-
(B)		20,45,565	21,17,483
Total (A) + (B)		20,45,565	21,17,483

11 Cash and cash equivalents		Non-current		Current	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Balances with scheduled banks:					
- On current accounts		-	-	1,42,568	7,99,136
- On Fixed Deposits ( Fixed Deposits with maturity less than 3 months)		-	-	-	73,00,000
		-	-	1,42,568	80,99,136

12 Loans and advances		Non-current		Current	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Security Deposits (*)				-	10,00,000
Other Advances and Loans					
Advance to Employees		-	-	4,593	3,000
TDS Receivables		-	-	28,06,893	15,96,282
		-	-	28,11,486	25,99,282

(\*) The Company has paid an amount of Rs. 10 Lakhs to Celebi Delhi Cargo Terminal Management Private Limited as Security Deposit for tendoring a new Bid for procurement of 4 MW Solar Roof Top Power project in FY 2017-18. During the period FY 2018-19 Company has received refund of Security deposit paid as Bid has not been allotted to GMR Solar Energy Private Limited

13 Other Assets		Non-current		Current	
		March 31, 2019	March 31, 2018	March 31, 2019	March 31, 2018
Prepaid Insurance		-	-	1,72,509	1,61,363
		-	-	1,72,509	1,61,363

**GMR Solar Energy Private Limited**  
**Notes to financial statements for the year ended March 31,2019**

<b>12 Revenue from Operations</b>	<b>March 31,2019</b>	<b>March 31,2018</b>
	<b>Amount in Rs.</b>	<b>Amount in Rs.</b>
Sale of Energy	2,02,43,663	2,07,14,482
	<b>2,02,43,663</b>	<b>2,07,14,482</b>

<b>Details of Products Sold</b>	<b>March 31,2019</b>	<b>March 31,2018</b>
	<b>No of Units.</b>	<b>No of Units.</b>
Electricity Units Sold ( in KWH)	26,99,155	27,61,931

<b>13 Other income</b>	<b>March 31,2019</b>	<b>March 31,2018</b>
	<b>Amount in Rs.</b>	<b>Amount in Rs.</b>
Interest Income on Bank Deposits	2,06,114	3,68,089
Gain on Mutual Funds	24,528	-
Misc Income	5,246	16,01,616
	<b>2,35,888</b>	<b>19,69,705</b>

<b>14 Other expenses</b>	<b>March 31,2019</b>	<b>March 31,2018</b>
	<b>Amount in Rs.</b>	<b>Amount in Rs.</b>
O&M/ Contracting charges	20,26,163	20,77,177
Communication Expenses	23,892	11,471
Insurance charges	1,82,775	2,71,382
Miscellaneous expenses	2	38
Office Maintanence	11,366	2,808
Professional & Consultancy Expenses	29,575	10,93,083
Payment to auditor (Refer details below)	1,00,300	41,300
Printing & Stationery	1,711	3,955
Staff Welfare	-	50,000
Rates & Taxes	18,130	37,606
Travelling Expenses	1,130	7,385
Loss on Foreign Exchange Fluctuations	943	-
Interest on Delayed Payment of Taxes	-	3,600
	<b>23,95,987</b>	<b>35,99,805</b>
<b>Payment to auditor</b>		
	<b>March 31,2019</b>	<b>March 31,2018</b>
	<b>Amount in Rs.</b>	<b>Amount in Rs.</b>
As auditor:		
Audit fee	1,00,300	41,300
Limited review	-	-
In other capacity:		
Other services (certification fees)	-	-
	<b>1,00,300</b>	<b>41,300</b>

<b>15 Depreciation</b>	<b>March 31,2019</b>	<b>March 31,2018</b>
	<b>Amount in Rs.</b>	<b>Amount in Rs.</b>
Depreciation on Assets	40,71,975	40,76,759
	<b>40,71,975</b>	<b>40,76,759</b>

<b>16 Finance costs</b>	<b>March 31,2019</b>	<b>March 31,2018</b>
	<b>Amount in Rs.</b>	<b>Amount in Rs.</b>
Interest charge on RTL-Secured Loan	76,73,316	70,55,281
Bank Charges/Finance Charges	1,15,333	1,21,902
	<b>77,88,648</b>	<b>71,77,183</b>

<b>17 Taxes</b>	<b>March 31,2019</b>	<b>March 31,2018</b>
Current Taxes	11,97,294	14,92,776
Deferred Taxes	15,98,058	3,36,880
Income Tax Expenses of Earlier Years	-	1,797
	<b>27,95,351</b>	<b>18,29,656</b>





**Statement on Significant Accounting Policies and Notes to the Accounts**

**1. Corporate Information**

GMR Solar Energy Private Limited was incorporated under the provisions of the Companies act, 2013, having its Registered Office at Unit No: 6<sup>th</sup> Floor, World Mark-II, Asset 8, Aerocity, NH-8, New Delhi-110 037 and was promoted by GMR Enterprises Private Limited, the holding company, to develop and operate 2 MW Solar Energy based Power Plant at International Cargo Terminal, IGI airport, New Delhi.

The Company has achieved COD on 25<sup>th</sup> Feb'2017.

The entire power generated is being sold to Celebi Delhi Cargo Terminal Management India Pvt Ltd as per PPA terms.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**a. Basis of Preparation of Financial Statements:**

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles ('Indian GAAP') in India. The Financial Statements have been prepared to comply in all material respects with Accounting Standards notified under section 133 of the Companies Act, 2013 ('the Act'), read with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared under the historical cost convention on accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in previous year.

**b. Use of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

**c. Revenue Recognition:**

- i) Revenue from sale of energy is recognized on accrual basis in accordance with the provisions of the Power Purchase Agreement {PPA}, after Commercial Operation Date.
- ii) Interest is recognized using the time proportion method based on rates implicit in the transaction. Dividend income is accounted for in the year in which the right to receive the same is established.

**d. Fixed Assets and Capital Work-in-progress:**

Fixed assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Assets under installation or under construction and the related advances as at the balance sheet date are shown as Capital Work in Progress.





**e. Depreciation:**

The depreciation on the tangible fixed assets is calculated on a straight-line basis using the rates arrived at, based on useful lives estimated by the management, which coincides with the lives prescribed under Schedule II of Companies Act, 2013 except in case of plant and machinery where the life of the asset is considered as 25 years as prescribed by Central Electricity Regulatory Commission ('CERC') being the regulatory authority in the energy sector. Assets individually costing less than Rs. 5,000, which are fully depreciated in the year of acquisition

Leasehold land is amortised over the tenure of the lease except in case of power plants where it is amortised from the date of commercial operation. Leasehold improvements are amortised over the primary period of the lease or estimated useful life whichever is shorter.

**f. Investments**

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments. Cost of acquisition is inclusive of expenditure incidental to acquisition.

**g. Borrowing Costs**

Borrowing cost that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets till the period such assets are ready to put to use. A qualifying asset is one that takes substantial period of time to get ready for its intended use or sale. Other borrowing costs not attributable to the acquisition of any capital asset or investments are recognised as expenses in the period in which they are incurred.

**h. Employee Benefits**

**a) Defined Contribution Plans**

Contributions paid/payable to defined contribution plans comprising of provident fund, pension fund, superannuation fund etc. in accordance with the applicable laws and regulations are recognised as expenses during the period in which the employees perform the services that the payments cover.

The Group makes monthly contributions and has no further obligations under such plans beyond its contributions.

**b) Defined Benefit Plan**

The liability as at the Balance Sheet date is provided for based on the actuarial valuation, under Projected Unit Credit Method at the Balance Sheet date, carried out by an independent actuary. Actuarial Gains and Losses comprise experience adjustments and the effect of changes in the actuarial assumptions and are recognised immediately in the Profit and Loss account as an income or expense.

**c) Other Long term employee benefits**

Employee benefits including compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the Balance Sheet date based on actuarial valuation method of Projected Unit Credit carried out at each Balance Sheet date. Actuarial Gains and Losses are recognised immediately in the Profit and Loss account as an income or expense.





**d) Short term employee benefits**

Short term employee benefits including compensated absences as at the Balance Sheet date are recognised as an expense as per the Group's schemes based on the expected obligation on an undiscounted basis.

**i. Foreign Currency Transactions**

All foreign currency transactions are accounted for at the exchange rates prevailing on the date of such transactions. The Original cost of Fixed Assets acquired through foreign currency borrowings at the end of each financial year is adjusted for any change in liability arising out of expressing the outstanding foreign currency loan at the rate of exchange prevailing at the date of balance sheet.

Long term foreign currency monetary assets & liabilities, which does not relate to acquisition of fixed assets, are translated at the exchange rates prevailing on the balance sheet date and the resultant exchange differences are accumulated in the foreign currency monetary item translation reserve and amortized over the balance period of such long term asset/liability.

Monetary assets & monetary liabilities other than long term are translated at the exchange rate prevailing on the balance sheet date & the resultant gain/ loss is recognized in the financial statements.

**j. Taxes on Income**

Tax expense comprises of current and deferred taxes. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India.

Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured on the tax rate and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future tax income will be available against which such deferred tax assets can be realised. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The Company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

**k. Earnings Per Share**

Basic EPS are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period.

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





**l. Cash and Cash equivalents:**

Cash for the purposes of cash flow statement comprise cash in hand and at bank (including deposits with maturity period of less than 3 months from balance sheet date) and cash equivalents comprise of short term highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**m. Provisions:**

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

**n. Leases:**

Finance leases, which effectively transfer to the company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are charged directly against income. Lease management fees, legal charges and other initial direct costs are capitalized.

If there is no reasonable certainty that the company will obtain the ownership by the end of the lease term, capitalized leased assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss account on a straight-line basis over the lease term.

**o. Impairment:**

All the fixed assets including intangible assets are assessed for any indication of impairment at the end of each financial year. On such indication, the impairment (being the excess of carrying value over the recoverable value of the asset) is charged to the Profit and Loss account in the respective financial year. Recoverable amount is higher of the net selling price of an asset and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

**P. Contingent Liabilities:**

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and, to the extent not provided for, are disclosed by way of notes on the accounts.





## II. Notes to the Accounts

## 21 Capital commitments:

Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances as on 31<sup>st</sup> March, 2019 is Nil (31<sup>st</sup> March, 2018: Nil)

Other Commitments: Nil

## 22 Employee Benefits:

As there are no employees, the company has not determined the liability for gratuity and long term compensated absences in accordance with revised AS 15.

## 23 List of Related Parties:

Holding Company	GMR Enterprises Private Limited (Formerly Known as GMR Holdings Private Limited)
Fellow Subsidiaries	<p>GMR Infrastructure Limited  GMR Sports Private Limited  GMR League Games Private Limited  GMR Infratech Private Limited  Cadence Enterprises Private Limited  PHL Infrastructure Finance Company Private Limited  Geokno India Private Limited  GMR Projects Private Limited  Vijay Nivas Real Estates Private Limited  Fabcity Properties Private Limited  Kondampeta Properties Private Limited  Hyderabad Jabilli Properties Private Limited  Leora Real Estates Private Limited  Pashupati Artex Agencies Private Limited  Ravivarma Realty Private Limited  GMR Holding (Malta) Limited  GMR Infrastructure (Malta) Limited  GMR Holdings (Overseas) Limited  GMR Holdings (Mauritius) Limited  Crossridge Investments Ltd.  Interzone Capital Limited  GMR Holdings Overseas (Singapore) Pte Limited  GMR Energy Limited  GMR Power Corporation Limited  GMR Vemagiri Power Generation Limited  GMR Energy Trading Limited  GMR (Badrinath) Hydro Power Generation Private Limited  GMR Mining and Energy Private Limited  GMR Kamalanga Energy Limited  GMR Consulting Services Limited (formerly known as GMR Consulting Services Private Limited)  SJK Powergen Limited  GMR Coastal Energy Private Limited  GMR Bajoli Holi Hydropower Private Limited</p>



GMR Londa Hydropower Private Limited  
 GMR Kakinada Energy Private Limited  
 (Erstwhile Londa Hydro Power Private Limited)  
 GMR Warora Energy Limited (Formerly known as EMCO Energy Limited)  
 GMR Genco Assets Limited  
 Himtal Hydro Power Co. Private Limited  
 GMR Upper Karnali Hydro Power Public Limited  
 GMR Energy (Mauritius) Limited  
 GMR Lion Energy Limited  
 GMR Energy (Cyprus) Ltd  
 GMR Energy (Netherlands) BV  
 PT Dwikarya Sejati Utama  
 PT Duta Sarana Internusa  
 PT Barasentosa Lestari  
 PT Unsoco  
 Karnali Transmission Company Pvt. Ltd.  
 Marsyangdi Transmission Company Pvt. Ltd.  
 GMR Maharashtra Energy Limited  
 GMR Bundelkhand Energy Private Limited  
 GMR Rajam Solar Power Pvt Ltd (formerly known as GMR Uttar Pradesh Energy Private Limited)  
 GMR Indo-Nepal Energy Links Limited  
 GMR Indo-Nepal Power Corridors Limited  
 GMR Generation Assets Limited (GGAL)  
 GMR Power Infra Limited  
 GMR Coal Resources PTE. Limited  
 GMR Krishnagiri SEZ Limited  
 Advika Properties Private Limited  
 Aklima Properties Private Limited  
 Amartya Properties Private Limited  
 Baruni Properties Private Limited  
 Camelia Properties Private Limited  
 Eila Properties Private Limited  
 Gerbera Properties Private Limited  
 Lakshmi Priya Properties Private Limited  
 Honeysuckle Properties Private Limited  
 Idika Properties Private Limited  
 Krishnapriya Properties Private Limited  
 Nadira Properties Private Limited  
 Prakalpa Properties Private Limited  
 Purnachandra Properties Private Limited  
 Shreyadita Properties Private Limited  
 Sreepa Properties Private Limited  
 Bougainvillea Properties Private Limited  
 GMR SEZ & Port Holdings Private Limited  
 (erstwhile GMR Oil & Natural Gas Private Limited)  
 Deepesh Properties Pvt Ltd  
 Padmapriya Properties Pvt Ltd  
 Kakinada SEZ Private Limited  
 Larkspur Properties Private Limited  
 Pranesh Properties Private Limited



h.



Radhapriya Properties Private Limited  
 Asteria Real Estates Private Limited  
 GMR Hosur Industrial City Private Limited  
 (formerly known as Lantana Properties Private Limited)  
 GMR Hosur EMC Limited  
 Honeyflower Estates Private Limited  
 Namitha Real Estates Private Limited  
 East Godavari Power Distribution Company Private Limited  
 Suzone Properties Private Limited  
 Lilliam Properties Private Limited  
 GMR Highways Limited  
 GMR Tuni Anakapalli Expressways Limited  
 GMR Tambaram Tindivanam Expressways Limited  
 GMR Ambala Chandigarh Expressways Private Limited  
 GMR Pochanpalli Expressways Limited  
 GMR Hyderabad Vijayawada Expressways Private Limited  
 GMR Chennai Outer Ring Road Private Limited  
 GMR Highways Projects Private Limited  
 GMR Kishangarh Udaipur Ahmedabad Expressways Limited  
 Delhi International Airport Private Limited  
 Delhi Aerotropolis Private Limited  
 GMR Airports Limited  
 GMR Airport (Global) Limited  
 GMR Airports (Mauritius) Limited  
 GMR Airports (Malta) Limited  
 Delhi Duty free Services Private Limited  
 Delhi Airport Parking services Private Limited  
 GMR Hyderabad International Airport Ltd  
 Gateways for India Airports Private Limited  
 GMR Hyderabad Aerotropolis Limited  
 GMR Hyderabad Airport Resource Management Limited  
 GMR Hyderabad Aviation SEZ Limited  
 GMR Hyderabad Multiproduct SEZ Limited  
 Hyderabad Airport Security Services Limited  
 Hyderabad Duty Free Retail Limited  
 GMR Hotels and Resorts Limited  
 GMR Airport Handling Services Company Limited  
 GMR Airport Developers Limited  
 GADL (Mauritius) Limited  
 GADL International Limited  
 GMR Hyderabad Airport Power Distribution Limited  
 GMR Aerospace Engineering Limited  
 (Formerly known as MAS GMR Aerospace Engineering Company Limited)  
 GMR Aero Technic Limited (Formerly known as MAS GMR Aero Technic Limited)  
 GMR Male International Airport Private



	Limited GMR Malé Retail Private Limited Dhruvi Securities Private Limited GMR Corporate Center Limited GMR Aviation Private Limited GMR Corporate Affairs Private Limited GMR Business Process And Services Private Limited Raxa Security Services Limited GMR Infrastructure ( Mauritius) Limited GMR Infrastructure ( UK) Limited GMR Infrastructure (Singapore) PTE. Limited GMR Infrastructure (Cyprus) Limited GMR Infrastructure (Global) Limited GMR Energy (Global) Limited GMR Infrastructure Overseas (Malta)Limited (Formerly known as GMR Infrastructure Overseas Sociedad Limitada) GMR Energy Projects (Mauritius) Limited GMR Infrastructure (Overseas) Limited GMR Utilities Private Limited
<b>Key Management Personnel</b>	Mr. Prabir Kumar Majumdar, Director Mr. Ranjit Singh Matharoo, Director

**Transactions with related parties during the year.**

a) Summary of transactions with the above related parties is as follows:

Amt in Rs.

Particulars	For the year ended 31 <sup>st</sup> March 2019	For the year ended 31 <sup>st</sup> March 2018
<b>I. Enterprise that control the company-GMR Enterprises Private Limited</b>		
a) Share Capital Received	24,100,000	24,000,000

b) Closing balances with the above related parties are as given under:

Amt in Rs.

Particulars	For the year ended 31 <sup>st</sup> Mar 2019	For the year ended 31 <sup>st</sup> Mar 2018
<b>I) GMR Enterprises Private Limited</b>		
a) Share Capital	24,100,000	24,000,000





## 24 Earnings per Share (EPS)

Particulars	As on 31 <sup>st</sup> March 2019	As on 31 <sup>st</sup> March 2018
Nominal value of Equity Shares (Rs. Per share)	10	10
Total No. of Equity Shares outstanding at the beginning of the Period/Year	Nil	Nil
Total No. of Equity Shares outstanding at the end of the Period/Year	2,410,000	2,400,000
Weighted average No. of Equity shares for Basic earnings per Share	2,410,000	2,400,000
Profit as per Profit and loss Account	34,27,589	6,002,580
Less: Dividend on Preference shares (including tax thereon)	-	-
Profit/ (Loss) for Earning per share	34,27,589	6,002,580
Earnings per Share (EPS)	1.42	2.49

## 25 Additional information

## a) Details of Managerial Remuneration: -

Amt in Rs.

Particulars	Year ended 31 <sup>st</sup> March 2019	Year ended 31 <sup>st</sup> March 2018
i) Salaries and Allowances	Nil	Nil
ii) Company's Contribution to Provident fund and Other funds	Nil	Nil

## b) Information in regard to amounts paid to the auditor, whether as fees, expenses or otherwise for services rendered: -

Amt in Rs.

Particulars	Year ended 31 <sup>st</sup> March 2019	Year ended 31 <sup>st</sup> March 2018
a) As Auditor	Nil	Nil
- Statutory Audit Fees	41,300/-	41,300/-
- Tax Audit Fees	59,000/-	Nil
b) As adviser, or in any other capacity, in respect of -	Nil	Nil
- Taxation Matters	Nil	Nil
- Company Law Matters	Nil	Nil
- Management/Certification Services	Nil	Nil
c) Other Services	Nil	Nil
d) Reimbursement of expenses	Nil	Nil

## c) Expenditure in Foreign Currency

Amt in Rs.

Particulars	Year ended 31 <sup>st</sup> Mar 2019	Year ended 31 <sup>st</sup> Mar 2018
Foreign Travel	Nil	Nil
Purchase of capital equipment	Nil	Nil
Registration fees	Nil	Nil
Other Expenses	10,727	Nil



**GMR Solar Energy Private Limited**

**Notes to Financial Statements for the year ended 31<sup>st</sup> March 2019**

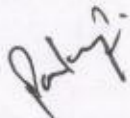
- 26 The Company has not entered into any cancelable operating lease agreements.
- 27 Pending Legal Litigation: The Company does not have any pending litigations which would impact its financial position
- 28 Material foreseeable losses: the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- 29 There are no micro and small enterprises to which the company owes dues which are outstanding for more than 45 days as at March 31<sup>st</sup>, 2019. This information as required to be disclosed under the Micro Small and Medium Enterprises Development Act 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

**30 Segment Reporting**

The company is engaged primarily in the business of setting and running of Power plant. As the basic nature of the activities is governed by the same set of risk and returns these have been grouped as a single business segment. Accordingly separate primary and secondary segment reporting disclosures as envisaged in Accounting Standard (AS-17) on Segmental Reporting issued by the ICAI are not applicable to the present activities of the company.

- 31 The Previous year's figures have been re-grouped and reclassified, wherever necessary, to confirm to those of current year.

**For SKN & Company**  
Chartered Accountants



**Pankaj Kukreja**  
M.NO: 504343  
Firm Reg No: 023323N

Place: New Delhi  
Date: April 13, 2019



**For and on behalf of Board of Directors  
of GMR Solar Energy Private Limited**



**Ranjit Singh Matharoo**  
Director  
DIN: 07617929



**Prabir Kumar Majumdar**  
Director  
DIN: 03591200

Place: New Delhi  
Date: April 13, 2019

