

## **INDEPENDENT AUDITORS' REPORT**

TO THE MEMBERS OF GMR INDO-NEPAL ENERGY LINKS LIMITED

### **Report on the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying Ind AS financial statements of **GMR Indo-Nepal Energy Links Limited** (the “Company”), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss, Statement of Changes in Equity and the Statement of cash flows and for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information. (Hereinafter referred to as “Ind AS financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements for the year ended 31<sup>st</sup> March, 2021 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<sup>st</sup> March, 2021, and loss, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing 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 financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### **Information Other than the Financial Statements and Auditor’s Report Thereon**

The Company’s Board of Directors is responsible for the other information. The other information comprises the information included in the board report, but does not include the standalone Ind AS financial statements and our auditor’s report thereon. The board report is expected to be made available to us after the date of this auditor’s report.

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

In connection with our audit of the standalone Ind AS financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether such other information is materially inconsistent with the standalone Ind AS financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

### **Responsibility of Management for Ind AS 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 standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income / loss, changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safe guarding 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - (c) The Balance Sheet, the Statement of Profit and Loss including statement of Other Comprehensive Income, the Cash Flow Statement and the statement of changes in equity dealt with by this Reports are in agreement with the books of account.
  - (d) In our opinion, the aforesaid Standalone IND AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the companies (Indian Accounting Standards) Rules, 2015 as amended,
  - (e) On the basis of written representations received from the directors as on March 31, 2021 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

**GIRISH  
MURTHY & KUMAR**  
Chartered Accountants

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- (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” to this report.
- (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. As per information and explanation given to us the company did not have any pending litigation against the company or by the company which would have impact on 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.

For **GIRISH MURTHY & KUMAR**  
Chartered Accountants  
Firm’s registration number: 000934S

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ACHYUTHAVENKATA SATISH  
KUMAR  
TA SATISH KUMAR Date: 2021.04.26 17:44:05 +05'30'

**A.V.SATISH KUMAR**  
Partner  
Membership number: 26526  
Place:Bangalore  
Date: 26<sup>th</sup>April 2021  
UDIN:21026526AAAACN4045

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**Annexure A as referred to in clause 1 of paragraph on report on other legal and regulatory requirements of our report of even date.**

Re: GMRIndo-Nepal Energy Links Limited

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- i. a. The company has no fixed assets as at the end of the year. Hence reporting under this section is not applicable to the company.  
  
b. As the company is not holding any fixed assets, physical verification of the same does not arise.  
  
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is not holding any immovable property.
- ii. The nature of company's operations does not warrant requirement of holding stocks and therefore had no stocks of finished goods, stores, spare part and raw materials. Thus, paragraph 3(ii) of the order is not applicable to the company.
- iii. In our opinion and according to the information and explanations given to us, the company has not granted any secured or unsecured loans to the companies, firms, or other parties listed in the register maintained under section 189 of the companies Act 2013.
- iv. In our opinion and according to the information and explanations given to us, the Company has not made any loans or investments. Accordingly, requirement under Paragraph 3 (iv) of the Order is not applicable with respect to the loans and investments made under the provisions of section 185 and 186 of the Act.
- v. The company has not accepted deposits from the public during the year and as such this clause is not applicable.
- vi. Maintenance of Cost records as per the provisions under sub-section (1) of Section 148 of the Companies Act, 2013 are not applicable to the company. Hence reporting under this clause 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, in our opinion the Company is generally regular in payment of undisputed statutory dues including Provident Fund, income tax, Goods and service tax, Customs Duty, Wealth tax and service tax Value added tax, and cess as applicable with appropriate authorities. We are informed by the company that the provisions of Employee state insurance scheme, Investor education and protection fund, and excise duty are not applicable.  
  
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, customs duty, wealth tax, service tax, value added tax, cess, goods and service tax and other material statutory dues were in arrears as at 31<sup>st</sup> March 2021 for a period of more than six months from the date they became payable.  
  
(c) Investor education and protection fund is not applicable to the Company.

**GIRISH  
MURTHY & KUMAR**  
Chartered Accountants

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- viii. Based on our audit procedure and as per the information and explanation given by the management we are of the opinion that the company has not defaulted in the repayment of due to the financial institutions and banks.
- ix. The Company did not raise any money by way of initial public offer or further offer (including debt instruments) during the year. The term loan has been applied for the purpose for which they were obtained.
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us, and based on our examination of records of the Company, the company has not paid/provided any managerial remuneration during the year, as per the provisions of the companies Act,2013
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully of partly convertible debentures during the year
- 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 non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**FOR GIRISH MURTHY & KUMAR**  
Chartered Accountants

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KUMAR SATISH KUMAR  
Date: 2021.04.26 17:43:39  
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A V Satish Kumar  
Partner.

Membership No: 26526

FRN No.000934S

PLACE: Bangalore

Date: 26<sup>th</sup> April 2021

UDIN: 21026526AAAACN4045

**Annexure B to Auditors' Report of even date**

**Report on the Internal Controls on Financial Reporting under clause (i) of sub-section (3) of section 143 of the Companies Act, 2013 ("the Act")**

Re: GMR Indo-Nepal Energy Links Limited

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We have audited the internal financial controls over financial reporting of GMR Indo-Nepal Energy Links Limited ("the Company") as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The 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 financial statements, whether due to fraud or error.

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

### **Inherent Limitations of Internal Financial Controls 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 respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR GIRISH MURTHY & KUMAR  
Chartered Accountants  
FRN No.000934S

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SATISH  
KUMAR

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**A V Satish Kumar**

Partner.

Membership No: 26526

PLACE: Bangalore

Date: 26<sup>th</sup> April 2021

UDIN: 21026526AAAACN4045

**GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL?)**  
**Standalone Balance Sheet as at March 31, 2021**

Particulars	Notes	March 31, 2021	March 31, 2020
<b>(Rs.)</b>			
<b>ASSETS</b>			
<b>Non-current assets</b>			
Capital work-in-progress	1	-	-
		<b>0.00</b>	<b>0.00</b>
<b>Current assets</b>			
Cash and cash equivalents	2	0.50	43,482.50
		<b>0.50</b>	<b>43,482.50</b>
<b>Total assets</b>		<b>0.50</b>	<b>43,482.50</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital	3	5,00,000.00	5,00,000.00
Other equity	4	(4,99,999.50)	(25,57,143.50)
Equity attributable to equity holders of the parent		0.50	-20,57,143.50
Non-controlling interests		-	-
		<b>0.50</b>	<b>-20,57,143.50</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Short term borrowings	5	-	19,90,000.00
Trade payables	6	-	41,300.00
(b) total outstanding dues of other than micro and small enterprises		-	69,326.00
Other financial liabilities	7	-	-
		<b>0.00</b>	<b>21,00,626.00</b>
<b>Total liabilities</b>		<b>0.00</b>	<b>21,00,626.00</b>
<b>Total equity and liabilities</b>		<b>0.50</b>	<b>43,482.50</b>

**Summary of significant accounting policies**

The accompanying notes are an integral part of the consolidated financial statements

As per our report of even date

**Name of auditor GIRISH MURTHY & KUMAR**

Chartered Accountants

**ICAI Firm registration number: 000934S**

ACHYUTHAVENKATA SATISH KUMAR Digitally signed by ACHYUTHAVENKATA SATISH KUMAR Date: 2021.04.28 12:28:46 +05'30'

**Name of Partner A. V. SATHISH KUMAR**

Partner

**Membership No: 26526**

Place: Bengaluru

For and on behalf of Board of Directors of

**HARVINDER MANOCHA**  
DIGITALLY SIGNED BY HARVINDER MANOCHA  
 DATE: 2021.04.28 12:28:46 +05'30'  
**HARVINDER MANOCHA**  
 DIRECTOR

**3272052**

**RAJIB MISRA**  
DIGITALLY SIGNED BY RAJIB MISRA  
 DATE: 2021.04.28 12:28:46 +05'30'  
**RAJIB MISRA**  
 DIRECTOR

**7820202**

Place: Delhi

GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL?)  
 Standalone statements of profit and loss for the year/period ended March 31, 2021

Particulars	Notes	March 31, 2021	March 31, 2020
<b>(Rs.)</b>			
<b>Continuing operations</b>			
<b>INCOME</b>			
Other income	8	60.00	-
<b>Total income</b>		<b>60.00</b>	<b>-</b>
<b>EXPENSES</b>			
Other expenses	9	59,544.00	50,132.00
<b>Total expenses</b>		<b>59,544.00</b>	<b>50,132.00</b>
<b>Profit/(loss) before share of (loss)/profit of associates and joint venture and tax expenses and exceptional items from continuing operations</b>		<b>(59,484.00)</b>	<b>(50,132.00)</b>
<b>Profit/(loss) before exceptional items and tax from continuing operation</b>		<b>(59,484.00)</b>	<b>(50,132.00)</b>
Exceptional item		<b>(21,16,628.00)</b>	<b>20,28,653.18</b>
<b>Profit/(loss) before tax from continuing operation</b>		<b>20,57,144.00</b>	<b>(20,78,785.18)</b>
<b>Tax expenses of continuing operations</b>		<b>-</b>	<b>-</b>
<b>Total tax expenses</b>		<b>-</b>	<b>-</b>
<b>Profit/(loss) after tax from continuing operations</b>		<b>20,57,144.00</b>	<b>(20,78,785.18)</b>
<b>Discontinued operations</b>			
<b>Tax expense of discontinued operations</b>		<b>-</b>	<b>-</b>
<b>Profit/(loss) after tax from discontinuing operation</b>		<b>-</b>	<b>-</b>
<b>Profit/(loss) for the year/period (A)</b>		<b>20,57,144.00</b>	<b>(20,78,785.18)</b>
<b>Total comprehensive income for the year/period, net of tax (A+B)</b>		<b>20,57,144.00</b>	<b>(20,78,785.18)</b>
Weighted average number of equity shares for basic EPS		50,000.00	50,000.00
Weighted average number of equity shares adjusted for the effect of dilution		50,000.00	50,000.00
Earnings per equity share from continuing operations Basic and diluted, computed on the basis of profit from continuing operations attributable to equity holders (per equity share of Rs 10 each)			
Basic	10	41.14	(41.58)
Diluted		41.14	(41.58)
Earnings per equity share from continuing and discontinuing operations Basic and diluted, computed on the basis of profit from continuing and discontinuing operations attributable to equity holders (per equity share of Rs 10 each)			
Basic		41.14	(41.58)
Diluted		41.14	(41.58)

**Summary of significant accounting policies**

The accompanying notes are an integral part of the consolidated financial statements

As per our report of even date

**Name of auditor GIRISH MURTHY & KUMAR**

Chartered Accountants

**ICAI Firm registration number: 000934S**

ACHYUTHAVENKATA SATISH KUMAR  
Chartered Accountant (Firm Registration No. 000934S)

**Name of Partner A. V. SATHISH KUMAR**

Partner

**Membership No: 26526**

Place: Bengaluru

For and on behalf of Board of Directors of

**HARVINDER MANOCHA**

Director (Firm Registration No. 3272052)

**HARVINDER MANOCHA**

DIRECTOR

**3272052**

**RAJIB MISRA**

Director (Firm Registration No. 7820202)

**RAJIB MISRA**

DIRECTOR

**7820202**

Place: Delhi

**GMR Indo-Nepal Energy Links Limited**  
**Cash Flow Statement as at 31st March, 2021**

(Amount in Rs.)

Particulars	31-March-21	31-March-20
<b>Cash flow from operating activities</b>		
Profit before tax from continuing operations	20,57,144	(20,78,785)
Profit before tax	20,57,144	(20,78,785)
<b>Non-cash adjustment to reconcile profit before tax to net cash flows</b>		
Interest Income	-	-
Depreciation	-	-
Increase/ (decrease) in other Financial Liabilities	(69,327)	40,360
Increase/ (decrease) in Trade Payables	(41,300)	-
Operating profit before working capital changes	<b>19,46,518</b>	<b>(20,38,425)</b>
<b>Net cash flow from/ (used in) operating activities (A)</b>	<b>19,46,518</b>	<b>(20,38,425)</b>
<b>Cash flows from investing activities</b>		
Purchase of Fixed Assets Including CWIP and Capital advances	-	20,28,653
<b>Net cash flow from/ (used in) investing activities (B)</b>	<b>-</b>	<b>20,28,653</b>
<b>Cash flows from financing activities</b>		
Contribution from New equity	-	-
ICD Write Back	19,90,000	-
Interest paid*	-	-
<b>Net cash flow from/ (used in) in financing activities (C)</b>	<b>(19,90,000)</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents (A + B + C)</b>	<b>(43,483)</b>	<b>(9,772)</b>
Cash and cash equivalents at the beginning of the period	43,483	53,255
<b>Cash and cash equivalents at the end of the period</b>	<b>-</b>	<b>43,483</b>
<b>Components of cash and cash equivalents</b>		
With banks- on current account	-	43,483
<b>Total cash and cash equivalents</b>	<b>-</b>	<b>43,483</b>

**Notes:**

- The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standards (Ind AS) 7 Statement of cash flows .
- Effective April 1, 2017, the company adopted the amendment to Ind AS 7, which requires entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities, to meet the disclosure requirement. The reconciliation is given as below:

**Reconciliation to liabilities whose cash flow movements are disclosed as part of financing activities.**

Particulars	01-Apr-20	Cash flows	Non-Cash changes	31-Mar-21
			Fair value changes	
Short term Borrowings-Related party	19,90,000	- 19,90,000	-	-
Short term Borrowings-Bank	-	-	-	-
<b>Total</b>	<b>19,90,000</b>	<b>- 19,90,000</b>	<b>-</b>	<b>-</b>

As per our report of even date

**For Girish Murthy & Kumar**  
Chartered Accountants  
Firm Registration Number: 0009345

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NKATA SATISH KUMAR  
Date: 2021.04.26  
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**A.V.Satish Kumar**  
Partner  
Membership no.: 26526

Place: Bangalore  
Date : 26th April 2021

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

**RAJIB MISRA**  
Digitally signed by RAJIB MISRA  
DN: cn=RAJIB MISRA, o=GMR Indo-Nepal Energy Links Limited, email=rajib.misra@gmrindonepal.com, c=IN

**Rajib Misra**  
Director  
DIN : 07820202

Place: New Delhi  
Date : 26th April 2021

**HARVINDER MANOCHA**  
Digitally signed by HARVINDER MANOCHA  
DN: cn=HARVINDER MANOCHA, o=GMR Indo-Nepal Energy Links Limited, email=havinder.manocha@gmrindonepal.com, c=IN

**HARVINDER MANOCHA**  
Director  
DIN : 03272052

**GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL?)**

Notes to the consolidated/standalone financial statements for the period ended March 31, 2021

**1 Property plant and equipment and Capital work-in-progress****(Rs.)**

<b>Particulars</b>	<b>Capital work in progress</b>
<b>Gross block</b>	
<b>At cost/deemed cost</b>	
<b>As at April 1, 2019</b>	<b>20,28,653.18</b>
<b>As at , March 31, 2020</b>	-
Opening	-
Impairment	-
<b>As at , March 31, 2021</b>	-
<b>Net block</b>	
<b>As at April 1, 2019</b>	<b>20,28,653.18</b>
<b>As at March 31, 2020</b>	-
<b>As at March 31, 2021</b>	-

2 Cash and cash equivalents

Balances with banks  
- on current accounts

**Total**

		(Rs.)
		Current
March 31, 2021	March 31, 2020	
	0.50	43,482.50
	<b>0.50</b>	<b>43,482.50</b>
	<b>0.50</b>	<b>43,482.50</b>

**GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL.?)**

Notes to the consolidated/standalone financial statements for the year/period ended March 31, 2021

**Statement of changes in equity**

(Rs.)

	Notes	Attributable to the equity holders			Total equity
		Equity share capital	Equity component of compound financial instruments	Reserves and surplus	
				Retained earnings	
<b>Balance as at April 1, 2019</b>		5,00,000.00	7,80,395.07	(12,58,753.39)	21,641.68
Profit/ (loss) during the period/year		-	-	(20,78,785.18)	(20,78,785.18)
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the period/year</b>		-	-	<b>(20,78,785.18)</b>	<b>(20,78,785.18)</b>
<b>Balance as at March 31, 2020</b>		<b>5,00,000.00</b>	<b>7,80,395.07</b>	<b>(33,37,538.57)</b>	<b>(20,57,143.50)</b>
<b>Opening balance</b>		5,00,000.00	7,80,395.07	(33,37,538.57)	(20,57,143.50)
Profit/ (loss) during the period/year		-	-	20,57,144.00	20,57,144.00
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the period/year</b>		-	-	<b>20,57,144.00</b>	<b>20,57,144.00</b>
Amount transferred to retained earnings		-	(7,80,395.07)	-	(7,80,395.07)
Adjustment in retained earnings		-	-	7,80,395.07	7,80,395.07
<b>Balance as at year/period ended ,March 31, 2021</b>		<b>5,00,000.00</b>	-	<b>(4,99,999.50)</b>	<b>0.50</b>

The accompanying notes are an integral part of the consolidated financial statements

As per our report of even date

**Name of auditor GIRISH MURTHY & KUMAR**

Chartered Accountants

**ICAI Firm registration number: 000934S**

ACHYUTHANWATA SATISH KUMAR Date: 20/04/20 17:23:33 +0530

**Name of Partner A. V. SATHISH KUMAR**

Partner

**Membership No: 26526**

**Place: Bengaluru**

**Date:**

For and on behalf of Board of Directors of

**HARVINDER**

**MANOCHA**

**HARVINDER MANOCHA**

DIRECTOR

**3272052**

For and on behalf of Board of Directors of

**RAJIB MISRA**

**RAJIB MISRA**

**RAJIB MISRA**

DIRECTOR

**7820202**

**Place: Delhi**

**Date:**

## 3 Share capital

	Equity shares		Preference shares	
	No. of shares	(Rs.)	No. of shares	(Rs.)
<b>Authorised equity share capital:</b>				
At April 01, 2019		50,000.00	5,00,000.00	-
Increase during the year		-	-	-
At March 31, 2020		50,000.00	5,00,000.00	-
Increase during the year		-	-	-
At March 31, 2021		50,000.00	5,00,000.00	-

## a. Movement in share capital

	No. of shares	(Rs.)
At April 01, 2019	50,000.00	5,00,000.00
At March 31, 2020	50,000.00	5,00,000.00
At March 31, 2021	50,000.00	5,00,000.00

## b. Shares held by holding company and/ or their subsidiaries/ associates.

Name of the shareholder	March 31, 2021		March 31, 2020	
	No. of shares	(Rs.)	No. of shares	(Rs.)
GMR Energy Limited	50,000.00	5,00,000.00	50,000.00	5,00,000.00
Equity shares of Rs 10 each, fully paid up				

## c. Details of share holding more than 5% shares in the Company

Name of the shareholder	March 31, 2021		March 31, 2020	
	No. of shares	(Rs.)	No. of shares	(Rs.)
Equity shares of Rs 10 each, fully paid up				
GMR Energy Limited	50,000	5,00,000	-	-

**GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL?)**

Notes to the consolidated/standalone financial statements for the year ended March 31, 2021

**4 Other equity****(Rs.)****Equity portion of compound financial instrument**

Balance as at March 31, 2019	7,80,395.07
<b>Balance as at March 31, 2020</b>	<b>7,80,395.07</b>
Balance as at March 31, 2020	7,80,395.07
Amount transferred to retained earnings	(7,80,395.07)
<b>Balance as at March 31, 2021</b>	<b>7,80,395.07</b>

**(A)****Surplus in the consolidated statement of profit and loss**

Balance as at March 31, 2019	(12,58,753.39)
Profit/ (Loss) for the period	(20,78,785.18)
<b>Balance as at March 31, 2020</b>	<b>(33,37,538.57)</b>
Balance as at March 31, 2020	(33,37,538.57)
Profit/ (loss) for the period	20,57,144.00
Adjustment in retained earnings	7,80,395.07
<b>Balance as at March 31, 2021</b>	<b>(12,80,394.57)</b>

**(P)****Total other equity (A+B+C+D+E+F+G+H+I+J+K+L+M+N+O+P+Q+R+S+T+U+V)**

<b>Balance as at March 31, 2020</b>	<b>(25,57,143.50)</b>
<b>Balance as at March 31, 2021</b>	<b>(4,99,999.50)</b>

**GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL?)**  
**Notes to consolidated/standalone balance sheet as at March 31, 2021**

**6 Trade payables**

**(Rs.)**

	Non current		Current	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
	Due to micro small and medium enterprise (A)	-	-	-
Other trade payables:				
Due to others	-	-	-	41,300.00
Total other trade payables (B)	-	-	-	41,300.00
Total A+B	-	-	-	<b>41,300.00</b>

**7 Other financial liabilities**

**(Rs.)**

	Non current		Current	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
	<b>Other financial liabilities at amortized cost</b>			
Non-trade payable (including retention money)	-	-	-	68,146.00
Non trade payable- Related parties	-	-	-	1,180.00
<b>Total (C)</b>	-	-	-	69,326.00
<b>Total (A+B+C+D)</b>	-	-	-	<b>69,326.00</b>

**5 Short term borrowings**

**(Rs.)**

	Current	
	March 31, 2021	March 31, 2020
	<b>Unsecured</b>	
Inter corporate loans and deposits	-	19,90,000.00
	-	<b>19,90,000.00</b>
<b>The above amount includes</b>		
Secured borrowings	-	-
Unsecured borrowings	-	19,90,000.00
	-	<b>19,90,000.00</b>

**8 Other income****(Rs.)**

	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Provisions/Liability no longer required written back	60.00	-
	<b>60.00</b>	-
<b>Validation</b>	-	-

**GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL?)**

Notes to Profit &amp; Loss statement for the period/year ending March 31, 2021

**9 Other expenses**

	(Rs.)	
	March 31, 2021	March 31, 2020
Rates and taxes	5,796.00	7,416.00
Legal and professional fees	11,328.00	1,416.00
Remuneration to auditor	41,300.00	41,300.00
Logo fees	1,120.00	-
	<b>59,544.00</b>	<b>50,132.00</b>

**Details of payments to auditors**

<b>As auditor:</b>		
Audit fee	41,300.00	41,300.00
<b>Total payments to auditors</b>	<b>41,300.00</b>	<b>41,300.00</b>
Audit Fees-Statutory Audit-(Non-capitalization)	41,300.00	41,300.00

**GMR INDO-NEPAL ENERGY LINKS LIMITED (?GIELL?)**

Notes to Profit &amp; Loss statement for the period/year ending March 31, 2021

**10 Earnings per share (EPS)**

	<b>March 31, 2021</b>	<b>March 31, 2020</b>
Profit attributable to equity holders of parent:		
Continuing operations (Rs in crore)	20,57,144.00	(20,78,785.18)
Discontinued operations (Rs in crore)	-	-
<b>Profit attributable to equity holders of parent for basic / diluted earnings per share( Rs in crore)</b>	<b>20,57,144.00</b>	<b>(20,78,785.18)</b>
Weighted average number of equity shares for basic EPS	50,000.00	50,000.00
Effect of dilution:		
Weighted average number of equity shares adjusted for the effect of dilution	-	-
Earnings per share for continuing operations - Basic (Rs)	41.14	(41.58)
Earnings per share for discontinued operations - Basic (Rs)	-	-
Earnings per share for continuing operations - Diluted (Rs)	-	-
Earnings per share for discontinued operations - Diluted (Rs)	-	-
Earnings per share for continuing and discontinued operations - Basic (Rs)	41.14	(41.58)
Earnings per share for continuing and discontinued operations - Diluted (Rs)	-	-

**GMR Indo-Nepal Energy Links Limited**  
**Notes to financial statements for the year ended 31<sup>st</sup> March 2021**

**1. Corporate Information:**

GMR Indo Nepal Energy Links Limited was incorporated on 11th November 2010 as a Special Purpose Vehicle (SPV) for Development and implementation of 400 KV Double Circuit Transmission Line from Nepal India International Border to Polling Point of PGCIL Substation in Gorakhpur in Uttar Pradesh. SPV has become a wholly owned subsidiary of GMR Energy Limited.

The Company's Holding Company is GMR Energy Limited while ultimate Holding Company is GMR Infrastructure Limited/GMR Enterprises Private Limited.

The financial statements were approved for issue in accordance with a resolution of the directors on 26<sup>th</sup> April 2021.

**Contingent Liability-** As at 31<sup>st</sup> March 2021 is Nil ,31<sup>st</sup> March, 2020: Nil

**2. Capital commitments/ Other commitments:**

Estimated amount of contracts remaining to be executed on capital account not provided for, net of advances is Rs Nil (March 31, 2020: Nil,)

The Company has not entered into lease contract and the commitment as at 31<sup>st</sup> March 2021 is Rs.Nil (March 31, 2020: Nil)

**3. 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.

**4. Earnings Per Share**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year.

<b>Particulars</b>	<b>31<sup>st</sup> March 2021</b>	<b>31<sup>st</sup> March 2020</b>
Nominal value of Equity Shares (Rs. Per share)	10	10
Total No. of Equity Shares outstanding at the beginning of the Period/Year	50,000	50,000
Total No. of Equity Shares outstanding at the end of the Period/Year	50,000	50,000
Weighted average No. of Equity shares for Basic earnings per Share	50,000	50,000
Profit as per Profit and loss Account	20,57,144	(20,78,785)
Less: Dividend on Preference shares (including tax thereon)	-	-
Profit/ (Loss) for Earning per share	20,57,144	(20,78,785)
Earnings per Share (EPS)	41.14	(41.58)

**GMR Indo-Nepal Energy Links Limited**Notes to financial statements for the year ended 31<sup>st</sup> March 2021**5. Related Party Disclosures****Names of related parties and related party relationship**

<b>Enterprises that control the Company</b>	GMR Energy Ltd. (GEL) (Holding Company) GMR Infrastructure Ltd. (GIL)
<b>Ultimate Holding Company</b>	GMR ENTERPRISES PRIVATE LIMITED
<b>Fellow Subsidiary Companies</b>	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 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 Solar Energy Private Limited Rajam Enterprises Private Limited Grandhi Enterprises Private Limited Ideaspace Solutions Private Limited National SEZ Infra Services Private Limited Kakinada Refinery and Petrochemicals Private Limited Corporate Infrastructure Services Private Limited GMR Bannerghatta Properties Private Limited Kirthi Timbers Private Limited AMG Healthcare Destination Private Limited GMR Holding (Malta) Limited GMR Infrastructure (Malta) Limited GMR Holdings (Overseas) Limited GMR Holdings (Mauritius) Limited Crossridge Investments Limited Interzone Capital Limited GMR Holdings Overseas (Singapore) Pte Limited GMR Business & Consultancy LLP GMR Energy Limited (GEL) GMR Vemagiri Power Generation Limited (GVPGL) GMR (Badrinath) Hydro Power Generation Private Limited (GBHPL) GMR Mining & Energy Private Limited (GMEL) GMR Kamalanga Energy Limited (GKEL) GMR Energy (Mauritius) Limited (GEML) GMR Lion Energy Limited (GLEL) GMR Upper Karnali Hydropower Limited (GUKPL)

**GMR Indo-Nepal Energy Links Limited****Notes to financial statements for the year ended 31<sup>st</sup> March 2021**

GMR Energy Trading Limited (GETL)  
GMR Consulting Services Private Limited (GCSPL)  
GMR Bajoli Holi Hydropower Private Limited (GBHHPL)  
GMR Londa Hydropower Private Limited (GLHPPL)  
GMR Kakinada Energy Private Limited (GKEPL)  
GMR Energy (Cyprus) Limited (GECL)  
GMR Energy (Netherlands) B.V. (GENBV)  
PT Dwikarya Sejati Utma (PTDSU)  
PT Duta Sarana Internusa (PTDSI)  
PT Barasentosa Lestari (PTBSL)  
PT Unsoco (PT)  
GMR Warora Energy Limited (Formerly EMCO Energy Limited)  
Indo Tausch Trading DMCC (ITTD)  
GMR Maharashtra Energy Limited (GMAEL)  
GMR Bundelkhand Energy Private Limited (GBEPL)  
GMR Rajam Solar Power Private Limited (formerly known as GMR  
Uttar Pradesh Energy Private Limited (GUPEPL)  
GMR Hosur Energy Limited (GHOEL)  
GMR Gujarat Solar Power Private Limited (GGSPPL)  
Karnali Transmission Company Private Limited (KTCPL)  
GMR Indo-Nepal Energy Links Limited (GINELL)  
GMR Indo-Nepal Power Corridors Limited (GINPCL)  
GMR Generation Assets Limited (formerly known as GMR Renewable  
Energy Limited (GREEL))  
GMR Energy Projects (Mauritius) Limited (GEPML)  
GMR Infrastructure (Singapore) Pte Limited (GISPL)  
GMR Coal Resources Pte Limited (GCRPL)  
GMR Power Infra Limited (GPIL)  
GMR Highways Limited (GMRHL)  
GMR Tambaram Tindivanam Expressways Limited (GTTEPL)  
GMR Tuni Anakapalli Expressways Limited (GTAEPL)  
GMR Ambala Chandigarh Expressways Private Limited (GACEPL)  
GMR Pochanpalli Expressways Limited (GPEPL)  
GMR Hyderabad Vijayawada Expressways Private Limited (GHVEPL)  
GMR Chennai Outer Ring Road Private Limited (GCCRPL)  
GMR Kishangarh Udaipur Ahmedabad Expressways Limited (GKUDEL)  
GMR Highways Projects Private Limited (GHPPL)  
GMR Hyderabad International Airport Limited (GHIAL)  
Gateways for India Airports Private Limited (GFIAL)  
Hyderabad Airport Security Services Limited (HASSL)  
GMR Hyderabad Airport Resource Management Limited (GHARML)  
GMR Hyderabad Aerotropolis Limited (HAPL)  
GMR Hyderabad Aviation SEZ Limited (GHASL)  
GMR Aerospace Engineering Limited (GAEL) (formerly known as MAS  
GMR Aerospace Engineering Company Limited)  
GMR Aero Technic Limited (GATL) (formerly known as MAS GMR Aero

**GMR Indo-Nepal Energy Links Limited****Notes to financial statements for the year ended 31<sup>st</sup> March 2021**

Technic Limited (MGATL)  
Hyderabad Duty Free Retail Limited (HDFRL)  
GMR Airport Developers Limited (GADL)  
GADL International Limited (GADLIL)  
GADL (Mauritius) Limited (GADLML)  
GMR Hotels and Resorts Limited (GHRL)  
GMR Hyderabad Airport Power Distribution Limited (GHAPDL)  
Delhi International Airport Private Limited (DIAL)  
Delhi Aerotropolis Private Limited (DAPL)  
Delhi Duty Free Services Private Limited (DDFS)  
Delhi Airport Parking Services Private Limited (DAPSL)  
GMR Airports Limited (GAL)  
GMR Airport Global Limited (GAGL)  
GMR Airports (Mauritius) Limited (GALM)  
GMR Aviation Private Limited (GAPL)  
Raxa Security Services Limited (Raxa)  
GMR Krishnagiri SEZ Limited (GKSEZ)  
Advika Properties Private Limited (APPL)  
Aklima Properties Private Limited (AKPPL)  
Amartya Properties Private Limited (AMPPL)  
Baruni Properties Private Limited (BPPL)  
Bougainvillea Properties Private Limited (BOPPL)  
Camelia Properties Private Limited (CPPL)  
Deepesh Properties Private Limited (DPPL)  
Eila Properties Private Limited (EPPL)  
Gerbera Properties Private Limited (GPL)  
Lakshmi Priya Properties Private Limited (LPPPL)  
Honeysuckle Properties Private Limited (HPPL)  
Idika Properties Private Limited (IPPL)  
Krishnapriya Properties Private Limited (KPPL)  
Larkspur Properties Private Limited (LAPPL)  
Nadira Properties Private Limited (NPPL)  
Padmapriya Properties Private Limited (PAPPL)  
Prakalpa Properties Private Limited (PPPL)  
Purnachandra Properties Private Limited (PUPPL)  
Shreyadita Properties Private Limited (SPPL)  
Pranesh Properties Private Limited (PRPPL)  
Sreepa Properties Private Limited (SRPPL)  
Radhapriya Properties Private Limited (RPPL)  
Asteria Real Estates Private Limited (AREPL)  
GMR Hosur Industrial City Private Limited (GHICL)  
Namitha Real Estates Private Limited (NREPL)  
Honey Flower Estates Private Limited (HFEPL)  
GMR Hosur EMC Limited (GHEMCL)  
GMR SEZ and Port Holdings Limited (GSPHL)  
East Godavari Power Distribution Company Private Limited (EGPDCPL)

**GMR Indo-Nepal Energy Links Limited**Notes to financial statements for the year ended 31<sup>st</sup> March 2021

	Suzone Properties Private Limited (SUPPL) GMR Utilities Private Limited (GUPL) Lilliam Properties Private Limited (LPPL) GMR Corporate Affairs Private Limited (GCAPL) Dhruvi Securities Private Limited (DSPL) Kakinada SEZ Limited (KSL) GMR Business Process and Services Private Limited (GBPSPL) GMR Infrastructure (Mauritius) Limited (GIML) GMR Infrastructure (Cyprus) Limited (GICL) GMR Infrastructure Overseas Limited (GIOL) GMR Infrastructure (UK) Limited (GIUL) GMR Infrastructure (Global) Limited (GIGL) GMR Energy (Global) Limited (G EGL) Kakinada Gateway Port Limited (KGPL) GMR Goa International Airport Limited (GGIAL) GMR SEZ Infra Services Limited (GSISL) GMR Infrastructure (Overseas) Limited (GIOL) GMR Infra Developers Limited (GIDL)
<b>Enterprises where significant influence exists</b>	Nil
<b>Enterprises where key management personnel and their relative exercise significant influence</b>	None
<b>Key Management Personnel</b>	Mr. G. Subba Rao – Director Mr. Rajib Mishra – Director Mr. Harvinder Manocha – Director

**Related party transactions**

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year and the closing balance as on 31<sup>st</sup> March 2021.

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

Particulars	(Amount in Rs.)	
	For year ended 31 <sup>st</sup> March 2021	For year ended 31 <sup>st</sup> March 2020
<b>Holding Company- GEL</b>		
Proceeds from Short Term Borrowing – ICD	1,26,628	-
Logo fees - GMR Enterprises P Ltd.	1,120	1,180

**b) Closing balances with the above related parties is:**

(Amount in Rs.)

**GMR Indo-Nepal Energy Links Limited****Notes to financial statements for the year ended 31<sup>st</sup> March 2021**

<b>Particulars</b>	<b>31<sup>st</sup> March, 2021</b>	<b>31<sup>st</sup> March, 2020</b>
<b>Holding Company- GEL</b>		
GMR Energy Ltd – ICD Payable	-	19,90,000
GMR Enterprises – Logo Fees	-	1,180
Equity share capital held by- GMR Energy Limited	-	5,00,000

No compensation has been provided to key management personnel.

**6. Exceptional Items:**

The Company during the current year has written back the entire inter-corporate deposit including the amount received during the year from Holding Company GMR Energy Limited amounting to INR 2,116,628 and the same has been disclosed under the exceptional items in the Statement of Profit & Loss Account.

**7. Disclosures on Financial instruments**

This section gives an overview of the significance of financial instruments for the Group and provides additional information on balance sheet items that contain financial instruments.

The details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised in respect of each class of financial asset, financial liability and equity instrument are disclosed in accounting policies, to the financial statements.

**(a) Financial assets and liabilities**

The following tables presents the carrying value and fair value of each category of financial assets and liabilities as at March 31, 2021 and March 31, 2020.

**As at March 31, 2021**

**(Amount in Rs.)**

**GMR Indo-Nepal Energy Links Limited**

Notes to financial statements for the year ended 31<sup>st</sup> March 2021

Particulars	Fair value through consolidated statement of profit or loss	Derivative instruments not in hedging relationship	Amortised cost	Total Carrying value	Total Fair value
<b>Financial assets</b>					
Cash and cash equivalents	-	-	-	-	-
<b>Total</b>	-	-	-	-	-
<b>Financial liabilities</b>					
(i) Borrowings	-	-	-	-	-
(ii) Other financial liabilities	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

**As at March 31, 2020**

Particulars	Fair value through consolidated statement of profit or loss	Derivative instruments not in hedging relationship	Amortised cost	Total Carrying value	Total Fair value
<b>Financial assets</b>					
Cash and cash equivalents	-	-	43,483	43,483	43,483
<b>Total</b>	-	-	<b>43,483</b>	<b>43,483</b>	<b>43,483</b>
<b>Financial liabilities</b>					
(i) Borrowings	-	-	19,90,000	19,90,000	19,90,000
(ii) Other financial liabilities	-	-	69,326	69,326	69,326
<b>Total</b>			<b>20,18,966</b>	<b>20,18,966</b>	<b>20,18,966</b>

**Financial risk management objectives and policies**

In the course of its business, the Company is exposed primarily to fluctuations in foreign currency exchange rates, interest rates, equity prices, liquidity and credit risk, which may adversely impact the

**GMR Indo-Nepal Energy Links Limited**  
**Notes to financial statements for the year ended 31<sup>st</sup> March 2021**

fair value of its financial instruments. The Company has a risk management policy which not only covers the foreign exchange risks but also other risks associated with the financial assets and liabilities such as interest rate risks and credit risks. The risk management policy is approved by the Board of Directors. The risk management framework aims to:

- i. create a stable business planning environment by reducing the impact of currency and interest rate fluctuations on the Company's business plan.
- ii. achieve greater predictability to earnings by determining the financial value of the expected earnings in advance.

**Market risk**

Market risk is the risk of any loss in future earnings, in realisable fair values or in future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in interest rates, foreign currency exchange rates, liquidity and other market changes. Future specific market movements cannot be normally predicted with reasonable accuracy.

**Credit Risk:**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.

Financial instruments and cash deposits- Credit risk from balances with banks and financial institutions is managed by the company's treasury department in accordance with the company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the company's Finance Committee. The limits are set to minimize the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

**Liquidity risk**

Maturity profile of the Group's financial liabilities based on contractual undiscounted payments as on 31<sup>st</sup> March 2021:

Particulars	On demand	Less than 3 months	3 to 12 months	1 to 5 years	> 5 years	Total
	INR	INR	INR	INR	INR	INR
Year ended						

**GMR Indo-Nepal Energy Links Limited****Notes to financial statements for the year ended 31<sup>st</sup> March 2021**

<b>31<sup>st</sup> March 2021</b>						
Borrowings	-	-	-	-	-	-
Other financial liabilities	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Maturity profile of the Group's financial liabilities based on contractual undiscounted payments as on 31<sup>st</sup> March 2020

<b>Particulars</b>	<b>On demand</b>	<b>Less than 3 months</b>	<b>3 to 12 months</b>	<b>1 to 5 years</b>	<b>&gt; 5 years</b>	<b>Total</b>
	<b>INR</b>	<b>INR</b>	<b>INR</b>	<b>INR</b>	<b>INR</b>	<b>INR</b>
<b>Year ended</b>						
<b>31<sup>st</sup> March 2020</b>						
Borrowings	-	-	19,90,000	-	-	19,90,000
Other financial liabilities	69,326	-	-	-	-	69,326
<b>Total</b>	<b>69,326</b>	<b>-</b>	<b>19,90,000</b>	<b>-</b>	<b>-</b>	<b>20,59,326</b>

**Capital management**

The Company's capital management is intended to create value for shareholders by facilitating the meeting of long-term and short-term goals of the Company.

The Company determines the amount of capital required on the basis of annual business plan coupled with long-term and short-term strategic investment and expansion plans. The funding needs are met through equity, cash generated from operations and sale of certain assets, long-term and short-term bank borrowings and issue of non-convertible / convertible debt securities and strategic partnership with investors.

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference share, share premium and all other equity reserves attributable to the equity holders of the Company.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is total debt divided by total capital plus total debt. The Company's policy is to keep the gearing ratio at an optimum level to ensure that the debt related covenant are complied with.

**(Amount in Rs.)**

<b>Particulars</b>	<b>31<sup>st</sup> March, 2021</b>	<b>31<sup>st</sup> March, 2020</b>
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**GMR Indo-Nepal Energy Links Limited**  
**Notes to financial statements for the year ended 31<sup>st</sup> March 2021**

Borrowings other than convertible preference shares	-	19,90,000
<b>Total debt (i)</b>	<b>19,90,000</b>	<b>19,90,000</b>
<b>Capital components</b>		
Equity share capital	5,00,000	5,00,000
Other equity	(5,00,000)	(25,57,144)
<b>Total Capital (ii)</b>	-	<b>21,642</b>
<b>Capital and borrowings ( iii = i + ii )</b>	-	<b>20,12,762</b>
<b>Gearing ratio (%) ( i / iii )</b>	-	<b>98.87 %</b>

In order to achieve this 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 borrowings 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 material 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 years ended March 31, 2021 and March 31, 2020.

The Company has not entered into any cancelable operating lease agreements

9. Expenditure in Foreign Currency – Nil

10. **Pending Litigations:** The Company does not have any pending litigations which would impact its financial position.

11. **Foreseeable losses:** The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses

There are no micro and small enterprises to which the company owes dues which are outstanding or more than 45 days as at 31<sup>st</sup> March 2021 and 31<sup>st</sup> March 2020. 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.

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

12. **Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19):**

## GMR Indo-Nepal Energy Links Limited

### Notes to financial statements for the year ended 31<sup>st</sup> March 2021

The Company has considered the possible effects that may result from the pandemic relating to COVID-19. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information. There is no major impact on the Company's Financial Statements due to COVID-19.

#### For Girish Murthy & Kumar

Chartered Accountants

Firm Registration Number: 000934S

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KUMAR

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#### A.V. Satish Kumar

Partner

Membership no.: 26526

Place: New Delhi

Date: 26<sup>th</sup> April 2021

#### For and on behalf of the Board of directors

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#### Harvinder Manocha

Director

DIN:03272052

Place: New Delhi

Date: 26<sup>th</sup> April 2021

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#### Rajib Mishra

Director

DIN: 07820202