

INDEPENDENT AUDITOR'S REPORT**To the Members of ReNew Wind Energy (Jath) Private Limited****Report on the financial statements**

We have audited the accompanying financial statements of ReNew Wind Energy (Jath) Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards notified under the Companies Act, 1956, read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



S R B C & CO LLP

Chartered Accountants
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Companies Act, 1956 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other legal and regulatory requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956, read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs;
 - (e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For S R B C & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E


per Sandeep Sharma

Partner

Membership Number: 93577

Place: Gurgaon

Date: September 18, 2014



S R B C & CO LLP

Chartered Accountants

Annexure referred to in paragraph 1 of our report of even date under section 'Report on other legal and regulatory requirements'

Re: ReNew Wind Energy (Jath) Private Limited ("the Company")

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management during the year and no material discrepancies were identified on such verification.
- (c) There was no disposal of a substantial part of fixed assets during the year.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 4 (ii) of the Order are not applicable to the Company.
- (iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4(iii) (a) to (d) of the Order are not applicable to the Company and hence not commented upon.
- (e) According to information and explanations given to us, the Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4(iii) (e) to (g) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us and having regard to the explanation that purchases of certain fixed assets are of proprietary nature for which alternative sources are not available to obtain comparable quotations, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for the sale of power. The activities of the Company do not involve purchase of inventory and sale of services. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the Company in respect of these areas.
- (v) (a) According to the information and explanations provided by the management, we are of the opinion that the particulars of contracts or arrangements referred to in section 301 of the Companies Act, 1956 that need to be entered into the register maintained under section 301 have been so entered.
- (b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements and exceeding the value of Rupees five lakhs have been entered into during the financial year at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
- (viii) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209 (1) (d) of the Companies Act, 1956, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.



SRBC & CO LLP

- (ix) (a) ^{Chartered Accountants} Undisputed statutory dues including investor education and protection fund, income-tax, sales-tax, wealth-tax, service tax, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities *though there has been a slight delay in a few cases*. The provisions relating to provident fund, employees' state insurance, customs duty and excise duty are not applicable to the Company.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of investor education and protection fund, income-tax, wealth-tax, service tax, sales-tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable. The provisions relating to provident fund, employees' state insurance, customs duty and excise duty are not applicable to the Company.
- (c) According to the information and explanations given to us, there are no dues of income tax, sales-tax, wealth tax, service tax, customs duty, excise duty and cess which have not been deposited on account of any dispute.
- (x) The Company has been registered for a period of less than five years and hence we are not required to comment on whether or not the accumulated losses at the end of the financial year is fifty per cent or more of its net worth and whether it has incurred cash losses in the current financial year and in the immediately preceding financial year.
- (xi) Based on our audit procedures and as per the information and explanations given by the management, *the Company has defaulted in payment of additional interests on borrowings from two banks during the year. As more fully discussed in note 29, the said amount is on account of penal interest charged by these banks and the Company is in discussion for its waiver. The details of amount and period of defaults are as follows:*

<i>Term loans in Indian rupees from</i>	<i>Amount of interest</i>	<i>Period for which interest was due</i>	<i>Subsequent status</i>
<i>Central Bank of India</i>	<i>11,254,440</i>	<i>August 2013 to March 2014</i>	<i>Not yet paid</i>
<i>Vijaya Bank</i>	<i>2,107,232</i>	<i>July 2013 to March 2014</i>	<i>Not yet paid</i>

The Company did not have any outstanding dues in respect of a financial institution during the year.


- (xii) According to the information and explanations given to us and based on the documents and records produced before us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4 (xiii) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4 (xiv) of the Companies (Auditor's Report) Order, 2003 (as amended) are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) Based on the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.



SRBC & CO LLP

- (xvii) ^{Chartered Accountants} According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.
- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company did not have any outstanding debentures during the year.
- (xx) The Company has not raised any money through a public issue during the period.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

For SRBC & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E


per Sandeep Sharma
Partner
Membership Number: 93577
Place: Gurgaon
Date: September 18, 2014



ReNew Wind Energy (Jath) Private Limited
Balance sheet as at March 31, 2014

	Notes	March 31, 2014 Rs.	March 31, 2013 Rs.
Equities and liabilities			
Shareholders' fund			
Share capital	3	152,760,000	125,100,000
Reserves and surplus	4	1,165,302,812	1,121,159,776
		<u>1,318,062,812</u>	<u>1,246,259,776</u>
Share application money pending allotment	28	98,335,224	391,735,224
Non-current liabilities			
Long-term borrowings	5	3,951,785,625	2,073,930,000
Deferred tax liability (net)	6	-	427,418
		<u>3,951,785,625</u>	<u>2,074,357,418</u>
Current liabilities			
Short-term borrowings	8	-	719,871,049
Trade payables	7	37,670,291	11,446,654
Other current liabilities	9	642,964,848	204,989,179
		<u>680,635,139</u>	<u>936,306,882</u>
Total		<u><u>6,048,818,800</u></u>	<u><u>4,648,659,300</u></u>
Assets			
Non-current assets			
Fixed assets			
Tangible assets	10	5,414,480,234	2,238,752,004
Capital work in progress		-	789,402,508
Long-term loans and advances	11	2,296,854	1,393,770,685
Other non-current assets	14	103,273,435	109,450,436
		<u>5,520,050,523</u>	<u>4,531,375,633</u>
Current assets			
Trade receivables	12	85,705,183	43,046,405
Cash and bank balances	13	154,743,598	28,343,212
Short-term loans and advances	11	2,934,302	12,433,667
Other current assets	14	285,385,194	33,460,383
		<u>528,768,277</u>	<u>117,283,667</u>
Total		<u><u>6,048,818,800</u></u>	<u><u>4,648,659,300</u></u>
Summary of significant accounting policies	2.1		

The accompanying notes are an integral part of the financial statements

As per our report of even date

For S R B C & Co. LLP
ICAI Firm Registration No.: 324982E
Chartered Accountants

per Sandeep Sharma
Partner
Membership No.: 93577

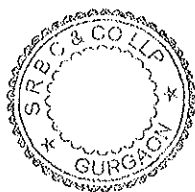
For and on behalf of the Board of Directors of
ReNew Wind Energy (Jath) Private Limited

Director
DIN No.: 00972012
(Sumant Sinha)

Director
DIN No.: 05208975
(Parag Sharma)

Poonam Chauhan
Company Secretary
(Poonam Chauhan)
Membership No.: A22398

Place: Gurgaon
Date: September 18, 2014



Place: Gurgaon
Date: September 18, 2014

ReNew Wind Energy (Jath) Private Limited
Statement of profit and loss for the year ended March 31, 2014

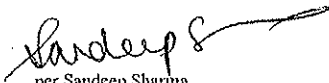
	Notes	Year ended March 31, 2014 Rs.	Period ended May 21, 2012 to March 31, 2013 Rs.
Income			
Revenue from operations	15	569,779,137	80,444,828
Other income	16	19,750,501	521,149
Total Revenue (I)		589,529,638	80,965,977
Expenses			
Other expenses	17	46,631,916	12,882,503
Total (II)		46,631,916	12,882,503
Earning/(loss) before interest, tax, depreciation and amortization (EBITDA) (I) - (II)		542,897,722	68,083,474
Depreciation and amortization expense	18	258,260,365	44,537,282
Finance costs	19	489,585,139	24,612,048
(Loss) before tax		(204,947,782)	(1,065,856)
Tax expenses			
Deferred tax		(427,418)	427,418
(Loss) for the year/period		(204,520,364)	(1,493,274)
Earnings/(loss) per share (nominal value of share Rs. 10 (previous period Rs. 10))			
Basic	20	(14.24)	(0.62)
Diluted		(14.24)	(0.62)

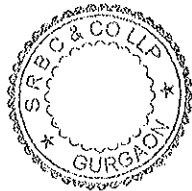
Summary of significant accounting policies 2.1

The accompanying notes are an integral part of the financial statements

As per our report of even date


For S R B C & Co. LLP
ICAI Firm Registration No.: 324982E
Chartered Accountants



per Sandeep Sharma
Partner
Membership No.: 93577




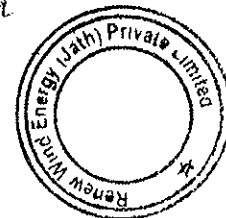
Place: Gurgaon
Date: September 18, 2014

For and on behalf of the Board of Directors of
ReNew Wind Energy (Jath) Private Limited


Director
DIN No.: 00972012
(Sumant Sinha)


Director
DIN No.: 05208975
(Parag Sharma)


Company Secretary
(Poonam Chauhan)
Membership No.: A22398



Place: Gurgaon
Date: September 18, 2014

ReNew Wind Energy (Jath) Private Limited
Cash flow statement for the year ended March 31, 2014

	Year ended March 31, 2004	Period ended May 21, 2012 to March 31, 2013
	Rs.	Rs.
Cash flow from operating activities :		
(Loss) before tax	(204,947,782)	(1,065,856)
Non cash adjustment to reconcile loss before tax to net cash flows		
Depreciation & amortization	258,260,365	44,537,282
Share issue expenses adjusted with securities premium account	(276,600)	(2,346,950)
Interest income	(19,750,501)	(521,149)
Interest expense	489,581,878	24,612,048
Operating profit/ (loss) before working capital changes	522,867,360	65,215,375
Decrease/(Increase) in long term loans & advances	-	(25,000)
Decrease/(Increase) in short term loans & advances	9,499,365	(12,433,667)
Decrease/(Increase) in other current assets	(249,616,621)	(24,435,327)
Decrease/(Increase) in non current assets	(3,024,410)	-
Decrease/(Increase) in trade receivables	(42,658,778)	(43,046,405)
Increase/(Decrease) in trade payables	26,223,637	11,446,654
Increase/(Decrease) in other current liabilities	(5,699,564)	11,415,075
Cash used in operations	257,590,989	8,136,705
Direct taxes paid (net of refunds)	(2,137,956)	-
Net cash flow from/(used in) operating activities (a)	255,453,033	8,136,705
Cash flows from investing activities		
Purchase of fixed assets *	(938,961,994)	(4,433,957,452)
Proceeds/(Investment) in fixed deposits	(129,749,419)	-
Interest received	17,360,623	387,251
Net cash flow from/(used in) investing activities (b)	(1,051,350,790)	(4,433,570,201)
Cash flow from financing activities		
Proceeds from issue of equity shares (including premium)	276,600,000	1,250,100,000
Receipt of share application money pending allotment	92,700,000	1,423,735,224
Refund/Issue of share application money pending allotment	(386,100,000)	(1,032,000,000)
Proceeds from long-term borrowings	2,131,322,280	2,211,300,000
Repayment of short-term borrowings	(130,279,318)	-
Proceeds from short-term borrowings	-	719,871,049
Repayment of short-term borrowings	(719,871,049)	-
Interest paid on borrowing costs	(471,823,189)	(119,229,565)
Net cash flow from/(used in) financing activities (c)	792,548,724	4,453,776,708
Net increase/(decrease) in cash & cash equivalents (a+b+c)	(3,349,033)	28,343,212
Cash and cash equivalents at the beginning of the year	28,343,212	-
Cash & cash equivalents at the end of the year	24,994,179	28,343,212
Components of cash and cash equivalents		
Balance with scheduled banks in		
- On current accounts	24,994,179	28,343,212
- Fixed deposits with original maturity for more than 3 months but less than 12 months	129,749,419	-
Less: Fixed deposits with original maturity for more than 3 months but less than 12 months	129,749,419	-
Total cash and cash equivalents (refer note 13)	24,994,179	28,343,212

Note :

* 1. Additions to fixed assets are stated inclusive of movements of capital work-in-progress (including capital advances and borrowing cost) have been treated as part of investing activities.

2. The cash flow statement has been prepared under the indirect method as set out in the Accounting Standard 3 "Cash Flow Statement" issued by the Companies (Accounting Standards) Rules, 2006 (as amended).

The accompanying notes are an integral part of the financial statements

As per our report of even date

For S R B C & Co. LLP
ICAI Firm Registration No.: 324982E
Chartered Accountants

per Sandeep Sharma
Partner
Membership No. 93577



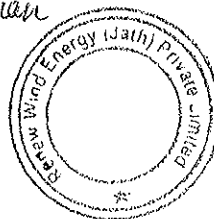
Place Gurgaon
Date: September 18, 2014

For and on behalf of the Board of Directors of
ReNew Wind Energy (Jath) Private Limited

Director
DIN No.: 00972012
(Sumant Sinha)

Director
DIN No.: 05208975
(Parag Sharma)

Poonam Chauhan
Company Secretary
(Poonam Chauhan)
Membership No.: A22398



Place: Gurgaon
Date: September 18, 2014

1. Corporate information

ReNew Wind Energy (Jath) Private Limited ('the Company') was incorporated on May 21, 2012 as a private limited company under the provisions of the Companies Act, 1956 ('the Act'). The Company is wholly owned subsidiary of ReNew Power Ventures Private Limited, which is owned by GS Wyvern Holdings Limited (GS), ultimate holding company.

The Company is carrying out business activities relating to various non-conventional and renewable energy sources.

2. Basis of preparation

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956, read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

2.1 Summary of significant accounting policies

(a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

(b) Tangible fixed assets

Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

(c) Depreciation on tangible fixed assets

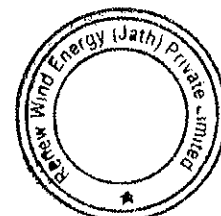
Depreciation on fixed assets is calculated on Straight line method ('SLM') method using the rates prescribed under the Schedule XIV to the Companies Act, 1956. The Company has used the following rates to provide depreciation on its fixed assets.

Category of fixed assets	Rates (CPP)
Plant and equipment	5.28%

Depreciation on additions is provided on pro-rata basis from the date on which the assets have been put to use and individual assets costing up to Rs. 5,000 are fully depreciated in the year of purchase.

(d) Events occurring after the Balance Sheet Date

Impact of events occurring after the balance sheet date that provide additional information materially affecting the determination of the amounts relating to conditions existing at the balance sheet date are adjusted to respective assets and liabilities.



(e) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of power

Income from supply of wind power is recognized on the supply of units generated from the plant to the grid, as per the terms of the Power Purchase Agreement entered into with the state electricity board.

Generation based incentive (GBI)

Income from generation based incentive is recognized on the basis of supply of units generated by the Company to the state electricity board from the eligible project in accordance with the scheme of the "Generation Based Incentive (GBI) for Grid Interactive Wind Power Projects".

Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

(f) Foreign currency transactions

Foreign currency transactions and balances

(i) Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

(iii) Exchange differences

Exchange differences arising on the settlement of monetary items or on reporting monetary items at rates different from those at which they were initially recorded during the year or reported in previous financial statement are recognized as income or as expenses in the year in which they arise.

(g) Impairment of assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

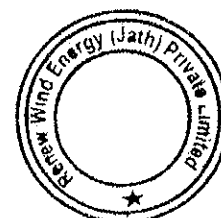
(h) Borrowing costs

Borrowing costs include interest, amortization of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalization of such asset is added to the cost of the assets.

A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

(i) Income taxes

Tax expense comprises current and deferred tax. 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 and tax laws prevailing in the respective tax jurisdictions where the company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.



Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. 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 realized against future taxable profits.

In the situations where the company is entitled to a tax holiday under the Income-tax Act, 1961 enacted in India, no deferred tax (asset or liability) is recognized in respect of timing differences which reverse during the tax holiday period, to the extent the company's gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of timing differences which reverse after the tax holiday period is recognized in the year in which the timing differences originate. However, the company restricts recognition of 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. For recognition of deferred taxes, the timing differences which originate first are considered to reverse first.

At each reporting date, the company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset 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 reporting date. The company writes-down the carrying amount of 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 realized. 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

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

(j) Earnings per share

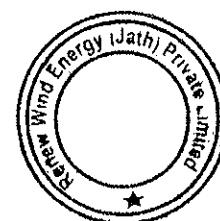
Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

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.

(k) Provisions

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

Where the company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.



(l) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

(m) Measurement of EBITDA

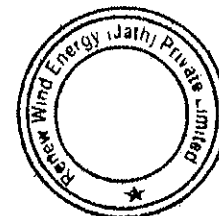
As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the Company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. The Company measures EBITDA on the basis of profit/ (loss) from continuing operations. In its measurement, the Company includes interest income but does not include depreciation and amortization expense, finance costs and tax expense.

(n) Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and cash in hand and short term investments with an original maturity of three months or less.



-----This space has been left blank intentionally-----



3 Share capital

	March 31, 2014 Rs.	March 31, 2013 Rs.
Authorized shares		
15,300,000 (Previous year 15,300,000) Equity shares equity shares of Rs. 10 each	15,30,00,000	15,30,00,000
Issued, subscribed and fully paid up shares		
15,276,000 (Previous year 12,510,000) Equity shares equity shares of Rs. 10 each	15,27,60,000	12,51,00,000
	<u>15,27,60,000</u>	<u>12,51,00,000</u>

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

	March 31, 2014		March 31, 2013	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Equity shares of Rs. 10 each At the beginning of the year	1,25,10,000	12,51,00,000	-	-
Shares issued during the reporting year	27,66,000	2,76,60,000	1,25,10,000	12,51,00,000
Outstanding shares at the end of the year	<u>1,52,76,000</u>	<u>15,27,60,000</u>	<u>1,25,10,000</u>	<u>12,51,00,000</u>

b. Terms/rights attached to equity shares

The company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company will declare and pay dividends in Indian rupees.

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

c. Shares held by the holding company

	March 31, 2014		March 31, 2013	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Equity shares of Rs. 10 each ReNew Power Ventures Private Limited	1,52,76,000	15,27,60,000	1,25,10,000	12,51,00,000

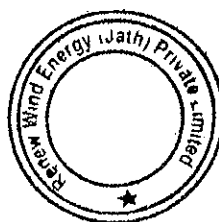
d. Details of shareholders holding more than 5% shares in the company

	March 31, 2014		March 31, 2013	
	Number	% holding in the class	Number	% holding in the class
Equity shares of Rs. 10 each ReNew Power Ventures Private Limited, the holding company	1,52,76,000	100%	1,25,10,000	100.00%

As per records of the company, including its register of shareholders/ members the above shareholding represents both legal and beneficial ownerships of shares.

4 Reserves and surplus

	March 31, 2014 Rs.	March 31, 2013 Rs.
Securities premium account		
Balance as per the last financial statements	1,12,26,53,050	-
Add: Premium on issue of equity shares	24,89,40,000	1,12,50,00,000
Less: Amount utilized for issue of equity shares	2,76,600	23,46,950
Closing Balance	<u>1,37,13,16,450</u>	<u>1,12,26,53,050</u>
(Deficit) balance in statement of profit and loss		
Balance as per the last financial statements	(14,93,274)	-
(Deficit) for the year/period	(20,45,20,364)	(14,93,274)
Net deficit in the statement of profit and loss	<u>(20,60,13,638)</u>	<u>(14,93,274)</u>
	<u>1,16,53,02,812</u>	<u>1,12,11,59,776</u>



Notes to financial statements for the year ended March 31, 2014

5 Long-term borrowings	Non-Current		Current	
	March 31, 2014 Rs.	March 31, 2013 Rs.	March 31, 2014 Rs.	March 31, 2013 Rs.
Term loans in Indian rupees (secured)				
From banks	3,95,17,85,625	2,07,39,30,000	26,05,57,337	13,73,70,000
	<u>3,95,17,85,625</u>	<u>2,07,39,30,000</u>	<u>26,05,57,337</u>	<u>13,73,70,000</u>
Amount disclosed under the head "Other current liabilities" (refer note 9)	-	-	26,05,57,337	13,73,70,000
	<u>3,95,17,85,625</u>	<u>2,07,39,30,000</u>	<u>-</u>	<u>-</u>

Notes:

(i) Details of terms of repayment and security provided in respect of the secured long-term borrowings:

Particulars	Terms of repayment and security
Yes Bank Interest Rate - 12.75% to 13% p.a. (floating interest rate) [2.25% over and above base rate with annual reset clause]	Repayable in 50 structured quarterly instalments commencing from December 2013 and ending in March 2026. Secured by pari passu first charge by way of mortgage in favour of lender of all the present and future immovable and movable properties, book debt, operating cash flows, receivables, commissions, revenue of whatsoever nature, all bank accounts and all intangibles assets.
Central Bank of India Interest Rate - 13% p.a. (floating interest rate) [2.5% over and above base rate with annual reset clause]	Repayable in 50 structured quarterly instalments commencing from December 2013 and ending in March 2026. Secured by pari passu first charge by way of mortgage in favour of lender of all the present and future immovable and movable properties, book debt, operating cash flows, receivables, commissions, revenue of whatsoever nature, all bank accounts and all intangibles assets.
Vijay Bank Interest Rate - 12.75% to 13% p.a. (floating interest rate) [2.55% over and above base rate with annual reset clause]	Repayable in 50 structured quarterly instalments commencing from December 2013 and ending in March 2026. Secured by pari passu first charge by way of mortgage in favour of lender of all the present and future immovable and movable properties, book debt, operating cash flows, receivables, commissions, revenue of whatsoever nature, all bank accounts and all intangibles assets.

(ii) ReNew Power Ventures Private Limited, the holding company, has pledged 100% of its investment in the company in favour of lenders.

(iii) All the loans are covered by corporate guarantee of ReNew Power Ventures Private Limited, the holding company.

6 Deferred tax liability (net)	March 31, 2014 Rs.	March 31, 2013 Rs.
Deferred tax liability		
Fixed assets: Impact of difference between tax depreciation and depreciation/amortization charged in the financial statements	45,45,000	3,19,97,352
Gross deferred tax liability	<u>45,45,000</u>	<u>3,19,97,352</u>
Deferred tax asset		
Unabsorbed depreciation carried forward	45,45,000	3,15,69,934
Gross deferred tax asset	<u>45,45,000</u>	<u>3,15,69,934</u>
Net deferred tax liability (refer note 25)	<u>-</u>	<u>4,27,418</u>
7 Trade payables	March 31, 2014 Rs.	March 31, 2013 Rs.
Trade payables (refer note 23)	3,22,61,552	11,05,670
Provisions for expenses	54,08,739	1,03,40,984
	<u>3,76,70,291</u>	<u>1,14,46,654</u>
8 Short term borrowings	March 31, 2014 Rs.	March 31, 2013 Rs.
Acceptances	-	71,98,71,049
	<u>-</u>	<u>71,98,71,049</u>
Acceptances are secured against margin money deposits and pari passu charge on current and fixed assets of ReNew Power Ventures Private Limited, the holding company. Rate of interest is in the range of 10.5% to 10.75%.		
9 Other current liabilities	March 31, 2014 Rs.	March 31, 2013 Rs.
Current maturities of long-term borrowings (refer note 5)	26,05,57,337	13,73,70,000
Interest accrued and due on borrowings	1,33,61,672	-
Interest accrued but not due on borrowings	1,89,71,893	2,38,57,975
Capital creditors	34,43,58,435	3,23,46,129
Other payables		
TDS payable	53,67,830	85,00,954
WCT payable	3,47,681	29,14,121
	<u>64,29,64,848</u>	<u>20,49,89,179</u>



10 Tangible assets

	Plant and equipment Rs.	Land Rs.	Total Rs.
Cost or valuation			
At April 1, 2012	-	-	-
Additions	2,26,26,79,143	1,48,26,900	2,27,75,06,043
Borrowing costs	57,83,243	-	57,83,243
Disposals	-	-	-
At March 31, 2013	2,26,84,62,386	1,48,26,900	2,28,32,89,286
Additions	3,27,83,19,343	5,21,30,580	3,33,04,49,923
Borrowing costs	10,35,38,672	-	10,35,38,672
Disposals	-	-	-
At March 31, 2014	5,65,03,20,401	6,69,57,480	5,71,72,77,881
Depreciation			
At April 1, 2012	-	-	-
Charge for the period	4,45,37,282	-	4,45,37,282
Disposals	-	-	-
At March 31, 2013	4,45,37,282	-	4,45,37,282
Charge for the year	25,82,60,365	-	25,82,60,365
Disposals	-	-	-
At March 31, 2014	30,27,97,647	-	30,27,97,647
Net block			
At March 31, 2013	2,22,39,25,104	1,48,26,900	2,23,87,52,004
At March 31, 2014	5,34,75,22,754	6,69,57,480	5,41,44,80,234

11 Loans and advances
(Unsecured, considered good)

	Non Current		Current	
	March 31, 2014 Rs.	March 31, 2013 Rs.	March 31, 2014 Rs.	March 31, 2013 Rs.
Capital advance	-	1,39,36,11,787	-	-
Security deposit with statutory/government authorities	25,000	25,000	-	-
Advances recoverable in cash or kind	-	-	2,68,968	5,42,745
Other loans & advances				
Tax deducted at source	22,71,854	1,33,898	-	-
Prepaid expenses	-	-	26,65,334	1,18,90,922
	22,96,854	1,39,37,70,685	29,34,302	1,24,33,667

12 Trade receivables
(Unsecured, considered good)

	Current	
	March 31, 2014 Rs.	March 31, 2013 Rs.
Outstanding for a period exceeding six months from the date they are due for payment	-	-
Other receivables	8,57,05,183	4,30,46,405
	8,57,05,183	4,30,46,405

13 Cash and bank balances

	Current	
	March 31, 2014 Rs.	March 31, 2013 Rs.
Cash and cash equivalents		
Balance with banks:		
On current accounts	2,49,94,179	2,83,43,212
Other bank balance		
Deposits with original maturity for more than 3 months but less than 12 months	12,97,49,419	-
	15,47,43,598	2,83,43,212

14 Other assets
(Unsecured, considered good)

	Non Current		Current	
	March 31, 2014 Rs.	March 31, 2013 Rs.	March 31, 2014 Rs.	March 31, 2013 Rs.
Unbilled revenue	-	-	22,16,89,088	2,44,35,327
Generation based incentive receivable	-	-	5,21,99,485	-
Maharashtra VAT recoverable	30,24,410	-	-	-
Unamortised ancillary cost of arranging the borrowings	10,02,49,025	10,94,50,436	91,06,743	90,25,056
Interest accrued on fixed deposits	-	-	23,89,878	-
	10,32,73,435	10,94,50,436	28,53,85,194	3,34,60,383



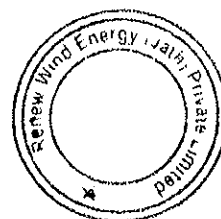
15 Revenue from operations	Year ended	Period ended
	March 31, 2014	May 21, 2012 to March 31, 2013
	Rs.	Rs.
Sale of power	51,75,79,651	8,04,44,828
Generation based incentive	5,21,99,486	-
	56,97,79,137	8,04,44,828
16 Other income	Year ended	Period ended
	March 31, 2014	May 21, 2012 to March 31, 2013
	Rs.	Rs.
Interest income on fixed deposit with banks	1,97,50,501	5,21,149
	1,97,50,501	5,21,149
17 Other expenses	Year ended	Period ended
	March 31, 2014	May 21, 2012 to March 31, 2013
	Rs.	Rs.
Management shared services (refer note 21)	2,28,08,636	97,75,920
Legal and professional fees	59,73,780	6,28,872
Payment to auditors (refer details below)	2,52,810	2,24,720
Rates and taxes	1,19,42,600	10,74,801
Insurance	24,84,548	5,99,975
Travelling and conveyance	3,79,740	-
Miscellaneous expenses	27,89,802	5,78,215
	4,66,31,916	1,28,82,503
Payment to auditor		
Audit fee	2,52,810	2,24,720
	2,52,810	2,24,720
18 Depreciation and amortization expense	Year ended	Period ended
	March 31, 2014	May 21, 2012 to March 31, 2013
	Rs.	Rs.
Depreciation of tangible assets	25,82,60,365	4,45,37,282
	25,82,60,365	4,45,37,282
19 Finance costs	Year ended	Period ended
	March 31, 2014	May 21, 2012 to March 31, 2013
	Rs.	Rs.
Interest		
- on term loan	46,56,51,523	1,56,58,530
- on acceptances	1,59,81,399	83,86,977
Amortization of ancillary borrowing costs	79,48,956	5,58,186
Bank Charges	3,261	8,355
	48,95,85,139	2,46,12,048

20 Earnings/(loss) per share (EPS)

The following reflects the profit/(loss) and share data used in the basic and diluted EPS computations:

	Year ended	Period ended
	March 31, 2014	May 21, 2012 to March 31, 2013
	Rs.	Rs.
Net profit/(loss) for calculation of basic EPS	(20,45,20,364)	(14,93,274)
Weighted average number of equity shares for calculating basic EPS	1,43,66,225	23,90,952
Basic earnings per share	(14.24)	(0.62)
Net profit/(loss) for calculation of diluted EPS	(20,45,20,364)	(14,93,274)
Weighted average number of equity shares for calculating diluted EPS *	1,43,66,225	23,90,952
Diluted earnings per share	(14.24)	(0.62)
	No. of shares	No. of shares
Weighted average number of equity shares in calculating basic EPS	1,43,66,225	23,90,952
Effect of dilution		
Convertible equity pending allotment	9,59,629	7,71,034
Weighted average number of equity shares in calculating diluted EPS *	1,53,25,854	31,61,987

* Impact of share application money pending allotment being anti-dilutive has not been considered for the computation of diluted EPS.



21. Related party disclosure

Names of related parties and related party relationship:

The names of related parties where control exists and / or with whom transactions have taken place during the period and description of relationship as identified by the management are:-

I. Holding company

ReNew Power Ventures Private Limited (RPVPL)

II. Ultimate holding company

GS Wyvern Holdings Limited

III. Key management personnel

Mr. Sumant Sinha, Director

Details of transactions during the year and closing balances as at the year end:

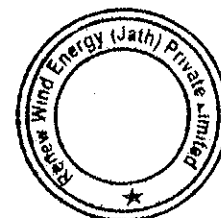
Particulars	(Amount in Rs.)	
	Holding Company 2013-14	Holding Company 2012-13
<i>Transactions during the year:</i>		
Issue of Equity Shares (including security premium)	276,600,000	1,250,100,000
Share application money received	92,700,000	2,673,835,224
Share application money refunded	109,500,000	1,032,000,000
Payment made on our behalf	2,636,969	-
Reimbursement of expenses	8,432,189	10,579,267
Purchase of services #	32,851,162	33,502,462
<i>Closing Balance:</i>		
Share application pending allotment	98,335,224	391,735,224
Trade payable	31,628,966	-
Capital creditors	46,578,964	30,875,229
Provision for expenses	-	8,798,328
Corporate guarantee given by RPVPL for term loans taken by the company [refer note 5 (iii)]		

The holding company has charged certain common expenses to its subsidiary companies on the basis of its best estimate of expenses incurred for each of its subsidiary companies and recovered the said expenses in form of 'Management Shared Services'. The management believes that the method adopted by the holding company is most appropriate basis for recovering of such common expenses.

22. Capitalization of expenditure

During the year, the company has capitalized the following expenses of revenue nature to the cost of fixed asset/capital work in progress. Consequently, expenses disclosed under the respective notes are net of amount capitalized by the Company.

Particulars	(Amount in Rs.)	
	2013-14	2012-13
Finance costs (net of interest income)	60,500,738	48,821,177
Management shared service	18,474,715	34,305,809



23. Micro, Small and Medium Enterprises

Under the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED) which came into force from 2 October 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. On the basis of the information and records available with the management, there are no outstanding dues to the Micro, Small and Medium Enterprises Development Act, 2006.

Particulars	As at March 31, 2014	As at March 31, 2013
The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year	Nil	Nil
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	Nil	Nil

24. Segment information

The Company's is in the business of development and operation of wind power plant (refer note 1). Considering the nature of Company's business and operations, there are no separate reportable segments (business and/ or geographical) in accordance with the requirements of Accounting Standard 17 'Segment Reporting' issued by MCA under the Company (Accounting Standards) Rules, 2006 (as amended) and hence, there are no additional disclosures to be provided other than those already provided in the financial statements.

25. The Company is entitled to a tax holiday under section 80-1A of the Income-tax Act, 1961. Accordingly the deferred tax on timing differences reversing during the tax holiday has not been recognized.

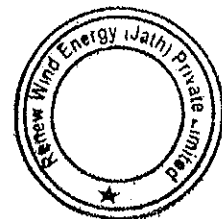
Deferred tax asset on carried forward unabsorbed depreciation has been recognized to the extent of deferred tax liability.

26. Capital commitment

The company has capital commitments (net of advances) of Nil (previous period Rs. 117,606,305).

27. Expenditure in foreign currency (accrual basis)

Particulars	Year ended March 31, 2014	Period ended March 31, 2013
CDM project registration under UNFCC	-	1,504,287



ReNew Wind Energy (Jath) Private Limited

Notes to financial statements for the year ended March 31, 2014

28. Share application money pending allotment

The Company has share application money pending allotment amounting to Rs. 98,335,224 from its holding company as at the year end. Subsequent to the year end the Company has converted Rs. 2,071,900 into equity shares of Rs. 100 (face value of Rs. 10 and share premium of Rs. 90) and Rs. 96,263,274 has been converted into unsecured loan. Rights and obligation of the shares which have been issued are similar to the class of shares already issued.

29. The Company has been regular in payment of dues to the banks, however in one case of additional interest levied by Central Bank of India and Vijaya Bank, since the matter is under discussion, this has not been paid. No additional interest has been levied by the lead banker of the consortium. The management believes that this additional interest would be waived of by the other members of the consortium, Central Bank of India and Vijaya Bank. However, necessary provision has been made in the financial statement on a conservative basis.

The details of the additional interest are as below:


Term loans from	Amount (Rs.)	Period
Central Bank of India	11,254,440	August 2013 to March 2014
Vijaya Bank	2,107,232	July 2013 to March 2014

30. These financial statements are from April 1, 2013 to March 31, 2014. The figures for the previous period are for the period May 21, 2012 to March 31, 2013 and therefore are not comparable with the current year figures. Previous period figures have been regrouped/reclassified, where necessary, to confirm to current year's classification.

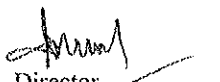
As per our attached report of even date


For S R B C & Co. LLP
ICAI Firm Registration No.: 324982E
Chartered Accountants


For and on behalf of the Board of Directors of
ReNew Wind Energy (Jath) Private Limited


per Sandeep Sharma
Partner
Membership No: 93577




Director
DIN No.: 00972012
(Sumant Sinha)


Director
DIN No.: 05208975
(Parag Sharma)


Company Secretary
(Poonam Chauhan)
Membership No: A22398

Place: Gurgaon
Date: September 18, 2014

Place: Gurgaon
Date: September 18, 2014

