



**RAJKUMAR RATHI & CO.**  
CHARTERED ACCOUNTANTS

A-34 Mira CHS, Srishti Sector 3, Mira Road (East), Mumbai - 401107

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**Independent Auditors' Report**

To the Members of  
**Reliance CleanGen Limited**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of **Reliance CleanGen Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its loss including other comprehensive income, the 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 (SAs) as specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

**Material Uncertainty relating to Going Concern**

We draw attention to Note 21 in the financial statements regarding accumulated loss exceeding Net Worth of the Company and financial statements are prepared on a going concern basis for the reasons stated therein. Our opinion is not modified in this respect

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of financial position, financial performance, changes in equity and cash flows of the Company in accordance with Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Statements**

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



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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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements

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.

#### **Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Director's report and shareholders information included in the annual report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is material misstatement therein; we are required to report that fact. We have nothing to report in this regard.



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**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 Act, 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, the Statement of Change in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act;
  - e) The going concern matter described in Material Uncertainty Related to Going Concern section above, in our opinion, may have an adverse effect on the functioning of the Company
  - f) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164(2) of the Act;
  - g) 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**";
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the company has not paid any managerial remuneration to its directors during the year is in accordance with the provisions of the Act.
  - i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - (i) There were no pending litigations which would impact financial position of the Company.
    - (ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
    - (iii) There were no amounts which were required to be transferred to the Investor Education and protection fund by the Company during the year ended March 31, 2021.

**For Rajkumar Rathi & Co.**

Chartered Accountants  
Regn.No.006342C

**Vikas Rathi**

Partner  
Membership No.135597

Place: Mumbai  
Date: April 30, 2021  
UDIN: 21135597AAAAAR2948



**RAJKUMAR RATHI & CO.**  
CHARTERED ACCOUNTANTS

A-34 Mira CHS, Srishti Sector 3, Mira Road (East), Mumbai - 401107

**ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT**

(Referred to in paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ section of our report of  
**Reliance CleanGen Limited** of even date)

- i)
  - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b) The fixed assets have been physically verified by the management during the year and as informed, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets.
  - c) According to information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds are in the name of erstwhile company i.e. Western Alliance Power Limited which has merged with the Company under Section 391 to 394 of the Companies Act, 1956.
- ii) As explained to us, there is no inventory hence clause 3(ii) of the Order is not applicable.
- iii) According to the information and explanations given to us, the Company has not granted any loans to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained pursuant to section 189 of the Act. Hence clause 3(iii) of the Order is not applicable.
- iv) According to the information and explanations given to us, the Company has not given any loans during the year. As the Company is engaged in providing infrastructure facilities as specified in Schedule VI to the Act, provisions of section 186 except sub section (1) of the Act are not applicable to the Company. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of sub-section (1) of section 186 of the Act.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public.
- vi) As informed to us, provisions relating to maintenance of cost records prescribed under section 148(1) of the Act are not applicable to the Company.
- vii)
  - (a) Based on our examination of the books and records, the Company has generally been regular in depositing with appropriate authority undisputed statutory dues including Provident fund, Income-tax, Duty of customs, Cess and other Statutory dues, wherever applicable, during the year. Further no undisputed amounts payable in respect of Provident fund, Income tax, Duty of customs, Goods and Service tax, Cess and other statutory dues were in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.
  - (b) According to the information and explanations given to us there are no statutory dues pending on account of any dispute.
- viii) According to the information and explanations given to us, the Company has defaulted in repayment of dues to financial institutions as detailed below:

(Rs. In Lakhs)

Name of Lender	Principal		Interest	
	As on March 31, 2021		As on March 31, 2021	
	Amount	Period (Maximum days)	Amount	Period (Maximum days)
Reliance Commercial Finance Limited	27,049	640	9,431	640
Reliance Home Finance Limited	4,048	568	1,391	568
<b>Total</b>	<b>31,097</b>		<b>10,822</b>	

- ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.



## RAJKUMAR RATHI & CO.

CHARTERED ACCOUNTANTS

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- xi) The Company has not paid any managerial remuneration. Hence paragraph 3(xi) of the Order is not applicable.
- 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, there are no transactions during the year with the related parties requiring compliance with sections 177 and 188 of the Act.
- xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) As per the information and explanations given, 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 Reserve Bank of India Act, 1934.

**For Rajkumar Rathi & Co.**

Chartered Accountants

Regn.No.006342C

**Vikas Rathi**

Partner

Membership No. 135597

Place: Mumbai

Date: April 30, 2021



**RAJKUMAR RATHI & CO.**  
CHARTERED ACCOUNTANTS

A-34 Mira CHS, Srishti Sector 3, Mira Road (East), Mumbai - 401107

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**ANNEXURE - B TO INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **Reliance CleanGen Limited** ("the Company") of even date)

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

We have audited the internal financial controls over financial reporting of **Reliance CleanGen Limited** "as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The 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. 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.

**Auditor's 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 and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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.

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 authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

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

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



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**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 March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

**For Rajkumar Rathi & Co.**

Chartered Accountants  
Regn.No.006342C

**Vikas Rathi**

Partner  
Membership No. 135597

Place: Mumbai  
Date: April 30, 2021



Reliance CleanGen Limited  
Balance Sheet as at March 31, 2021

Particulars	Note No.	Rupees in lakhs	
		As at March 31, 2021	As at March 31, 2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3.1	8	9
<b>Financial assets</b>			
Investments	3.2	1,950	1,950
Other non-current assets	3.3	7	7
Non Current Tax Assets	3.4	52	315
<b>Total non-current assets</b>		<b>2,017</b>	<b>2,281</b>
<b>Current assets</b>			
<b>Financial assets</b>			
Cash and cash equivalents	3.5(a)	25	84
Loans	3.5(b)	85,462	86,397
Other financial assets	3.5(c)	15	3
<b>Total current assets</b>		<b>85,502</b>	<b>86,484</b>
<b>Total Assets</b>		<b>87,519</b>	<b>88,765</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	3.6.1	2,255	2,255
Instrument entirely equity in nature	3.6.2	1,440	1,440
Other equity	3.7	(11,914)	(6,822)
<b>Total equity</b>		<b>(8,219)</b>	<b>(3,127)</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	3.8	36,317	49,498
<b>Total non-current liability</b>		<b>36,317</b>	<b>49,498</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	3.9(a)	47,687	31,160
Other financial liabilities	3.9(b)	11,616	10,979
Other current liabilities	3.10	118	255
<b>Total current liability</b>		<b>59,421</b>	<b>42,394</b>
<b>Total Equity and Liabilities</b>		<b>87,519</b>	<b>88,765</b>
Significant accounting policies	2		
Notes to financial statements	3 to 24		

The accompanying notes are an integral part of these financial statements.



Reliance Cleantech Limited

As per our Report of even date

For Rajkumar Rathi & Co.  
Chartered Accountants  
Firm Registration No. : 006342C

Vikas Rathi  
Partner  
Membership No. 135597

Place : Mumbai  
Date : April 30, 2021

For and on behalf of the Board of Directors

Sameer Kumar Gupta  
Director  
DIN No. 03486281

Umesh Kumar Agarwal  
Director  
DIN No. 02908684

Ashok Kumar Pal  
Chief Financial Officer

Vinit Raut  
Company Secretary

Place : Mumbai  
Date : April 30, 2021

Reliance CleanGen Limited  
Statement of Profit and Loss for the Year Ended March 31, 2021

Particulars	Note	Year Ended March 31, 2021	Rupees in lakhs Year Ended March 31, 2020
Other income	3.11	26	19
<b>Total income</b>		<b>26</b>	<b>19</b>
<b>Expenses</b>			
Depreciation expense	3.1	1	1
Finance cost	3.12	5,117	6,199
Other expenses	3.13	@	24
<b>Total expenses</b>		<b>5,118</b>	<b>6,224</b>
<b>Profit / (Loss) before tax</b>		<b>(5,092)</b>	<b>(6,205)</b>
<b>Income tax expense</b>			
Current tax		-	-
Deferred tax		-	-
<b>Profit/(Loss) for the year (A)</b>		<b>(5,092)</b>	<b>(6,205)</b>
<b>Items that will not be reclassified to profit or loss</b>			
Changes in fair value of equity instruments of subsidiaries		-	(75)
<b>Other Comprehensive Loss for the year (B)</b>		<b>-</b>	<b>(75)</b>
<b>Total Comprehensive Loss for the year (A+B)</b>		<b>(5,092)</b>	<b>(6,280)</b>
<b>Earnings per equity share: (Face value of Rs. 10 each)</b>			
Basic and Diluted (Rupees)	8	(22.58)	(27.51)
Significant accounting policies	2		
Notes to financial statements	3 to 24		

The accompanying notes are an integral part of these financial statements

@ Amount is below the rounding off norm adopted by the Company

Reliance Cleangen Limited

As per our Report of even date

For Rajkumar Rathi & Co.  
Chartered Accountants  
Firm Registration No. : 005342C

For and on behalf of the Board of Directors

Sameer Kumar Gupta  
Director  
DIN No. 03486281

Vikas Rathi  
Partner  
Membership No. 135597

Umesh Kumar Agarwal  
Director  
DIN No. 02908684

Ashok Kumar Pal  
Chief Financial Officer

Vinit Raut  
Company Secretary

Place : Mumbai  
Date : April 30, 2021

Place : Mumbai  
Date : April 30, 2021

Reliance CleanGen Limited  
Statement of Changes in Equity as at March 31, 2021

A. Equity Share Capital (Refer note 3.6)	Rupees in lakhs
Balance as at April 01, 2019	2,255
Changes in share capital	-
Balance as at March 31, 2020	2,255
Changes in share capital	-
Balance as at March 31, 2021	2,255

Particulars	Instrument equity in nature (Refer Note 3.5.2)	Reserves and Surplus			Other reserves			Total
		Preference Shares	Securities Premium Account	Retained Earnings	General Reserve (arisen pursuant to scheme of amalgamation)	Capital Reserve (arisen pursuant to scheme of amalgamation) (Refer Note 18)	Equity instruments through Other Comprehensive Income	
Balance as at April 01, 2019	1,440		350,480	(7,180)	1,936	-	(345,634)	952
Profit / (Loss) for the year	-		-	(6,205)	-	-	-	(6,205)
Adjustments during the year <sup>1</sup>	-		-	(10,340)	-	10,286	-	(54)
Changes in fair value of equity instruments of subsidiaries	-		-	-	-	-	(75)	(75)
Total Comprehensive Income for the year	-		-	(16,545)	-	10,286	(75)	(6,334)
Balance as at March 31, 2020	1,440		350,480	(23,735)	1,936	10,286	(345,789)	(5,382)
Profit / (Loss) for the year	-		-	(5,092)	-	-	-	(5,092)
Total Comprehensive Income for the year	-		-	(5,092)	-	-	-	(5,092)
Balance as at March 31, 2021	1,440		350,480	(28,827)	1,936	10,286	(345,769)	(10,474)

<sup>1</sup> Scheme of Amalgamation (Refer Note 18)

Reliance Cleangen Limited

As per our Report of even date

For Rajkumar Rathi & Co.  
Chartered Accountants  
Firm Registration No. : 006342C

For and on behalf of the Board of Directors

Sameer Kumar Gupta  
Director  
DIN No. 03486281

Vikas Rathi  
Partner  
Membership No. 135597

Umesh Kumar Agarwal  
Director  
DIN No. 02908684

Ashok Kumar Pal  
Chief Financial Officer

Vinit Raut  
Company Secretary

Place : Mumbai  
Date : April 30, 2021

Place : Mumbai  
Date : April 30, 2021

Reliance CleanGen Limited  
Cash Flow Statement for the Year Ended March 31, 2021

	Rupees in lakhs	
	Year Ended March 31, 2021	Year Ended March 31, 2020
<b>(A) Cash Flow from / (used in) Operating Activities</b>		
Profit/(Loss) before tax	(5,092)	(6,205)
Adjusted for:		
Interest on deposits	1	-
Depreciation expense	1	1
Interest and finance cost	5,117	6,199
Operating Profit / (loss) before working capital changes	27	(5)
Adjustments for:		
(Increase) / decrease in other current assets	(12)	(14)
Increase / (decrease) in other current liabilities	(137)	(253)
Increase / (decrease) in other current financial liabilities	9	14
	(113)	(258)
Taxes paid (net of refunds)	263	(2)
<b>Net Cash flow generated from / (used in) Operating Activities</b>	<b>150</b>	<b>(260)</b>
<b>(B) Cash Flow from / (used in) Investing Activities</b>		
Investment in Equity Shares of fellow Subsidiaries/Share Application money pending allotment	-	(206)
Inter corporate deposit / advance given to subsidiaries	(1,451)	(14,125)
Inter corporate deposit given to fellow subsidiary	(241)	(236)
Refund of Inter corporate deposit given to subsidiaries	50	132
<b>Net Cash flow generated from / (used in) Investing Activities</b>	<b>(1,642)</b>	<b>(14,435)</b>
<b>(C) Cash flow from / (used in) Financing Activities</b>		
Repayment of short-term borrowings	-	(500)
Repayment of short-term inter corporate deposits	-	(7,200)
Proceeds from long term inter corporate deposits	4,258	31,421
Repayment of long term inter corporate deposits	(2,825)	(7,822)
Interest and finance Cost	-	(455)
Advances repaid to related party	-	(700)
<b>Net Cash flow generated from / (used in) Financing Activities</b>	<b>1,433</b>	<b>14,744</b>
<b>Net Increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(59)</b>	<b>49</b>
Cash and cash equivalents at the beginning of the year:		
Bank balance - current account	66	3
Balance in deposit Account	18	18
Cash and cash equivalents under the Scheme of Amalgamation (Refer Note 19)	-	14
Cash and cash equivalents at the end of the year:		
Bank balance - current account	6	66
Balance in deposit Account	19	18

The accompanying notes are an integral part of these financial statements.



Reliance Cleangen Limited

As per our Report of even date

For Rajkumar Rathii & Co.  
Chartered Accountants  
Firm Registration No. : 006342C

Vikas Rathii  
Partner  
Membership No. 135597

Place : Mumbai  
Date : April 30, 2021

For and on behalf of the Board of Directors

Sameer Kumar Gupta  
Director  
DIN No. 03486281

Umesh Kumar Agarwal  
Director  
DIN No. 02908684

Ashok Kumar Pal  
Chief Financial Officer

Vinit Raut  
Company Secretary

Place : Mumbai  
Date : April 30, 2021

**1) General information**

Reliance CleanGen Limited ("the Company") is a subsidiary of Reliance Power Limited and has been incorporated under provisions of Companies Act, 1956, inter alia, for generation of power from conventional and non-conventional sources. Registered address of the company is located Reliance Center, Ground Floor, 19, Wakhand Hirachand Marg, Ballard Estate, Mumbai - 400001.

These financial statements are authorised for issue by the Board of Directors on April 30, 2021.

**2) Significant accounting policies and critical accounting estimate and judgments:**

**2.1 Basis of preparation, measurement and significant accounting policies**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**(a) Basis of preparation**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended and relevant provisions of the Companies Act, 2013 ("the Act"). The policies set out below have been consistently applied during the year presented.

The financial statements are presented in 'Indian Rupees', which is the Company's functional currency.

**(b) Historical cost convention**

The financial statements have been prepared under the historical cost convention, as modified by the following:

- Certain financial assets and financial liabilities at fair value;
- Equity instruments in subsidiaries at fair value.

**Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

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

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

**Current vis-à-vis non-current classification**

The assets and liabilities reported in the balance sheet are classified on a "current/non-current basis", with separate reporting of assets held for sale and liabilities. Current assets, which include cash and cash equivalents, are assets that are intended to be realized, sold or consumed during the normal operating cycle of the Company or in the 12 months following the balance sheet date; current liabilities are liabilities that are expected to be settled during the normal operating cycle of the Company or within the 12 months following the close of the financial year.

(c) Foreign currency translation:

i. Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in 'Indian Rupees' (INR), which is the Company's functional and the Company's presentation currency.

ii. Transactions and balances

- (i) Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.
- (ii) All exchange differences arising on reporting of short term foreign currency monetary items at rates different from those at which they were initially recorded are recognised in the Statement of Profit and Loss.
- (iii) Non-monetary items denominated in foreign currency are stated at the rates prevailing on the date of the transactions / exchange rate at which transaction is actually effected.

(d) Property, plant and equipment

All other items of property, plant and equipment are stated at deemed cost which includes capitalised borrowing cost, less depreciation and impairment loss, if any. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Expenditure incurred on assets which are not ready for their intended use comprising direct cost, related incidental expenses and attributable borrowing cost are disclosed under Capital Work-in-Progress.

**Depreciation methods, estimated useful lives and residual value:**

Depreciation is provided to the extent of depreciable amount on Straight Line Method (SLM) based on useful life of the assets as prescribed in Part C of Schedule II to the Companies Act, 2013.

Estimated useful lives, residual values and depreciation methods are reviewed annually, taking into account commercial and technological obsolescence as well as normal wear and tear and adjusted prospectively, if appropriate.

(e) Financial instruments:

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

**Investments and other financial assets**

i. Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments in subsidiaries, the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.



The Company reclassifies debt investments when and only when its business model for managing those assets changes.

**ii. Measurement**

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

**Fair value through other comprehensive income (FVOCI):** Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.

**Equity investments**

The Company subsequently measures all equity investments in subsidiaries at fair value. The Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income; there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in profit or loss as other income when the Company's right to receive payments is established.

Changes in the fair value of financial assets at FVTPL are recognised in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

**iii. Impairment of financial assets:**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

**iv. Derecognition of financial assets**

A financial asset is derecognised only when:

- The Company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

**v. Income recognition:**

**Interest income**

Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties. The Company recognizes revenue when it transfers control over a product or service to a customer. The Company has applied Ind AS 115 using the cumulative effect

method and therefore the comparative information has not been restated and continues to be reported under Ind AS 18 and Ind AS 11.

There is no impact on application of standards on the financial statements.

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

**(f) Financial liabilities:**

**i. Classification as debt or equity**

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

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

**ii. Initial recognition and measurement:**

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include other payables, loans and borrowings.

**iii. Subsequent measurement:**

The measurement of financial liabilities depends on their classification, as described below:

**Borrowings:** Borrowings are subsequently carried at amortised cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the statement of profit and loss over the period of the borrowings using the effective interest method.

Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw-down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a pre-payment for liquidity services and amortised over the period of the facility to which it relates.

**Other payable:** These amounts represent obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. These payable are classified as current liabilities if payment is due within one year or less otherwise they are presented as non-current liabilities. Trade and payables are subsequently measured at amortised cost using the effective interest method.

Where guarantees in relation to loans of subsidiaries are provided for no compensation, the fair values are expensed out in the Statement of profit and loss. On transition to Ind AS, the Company has recognised fair value changes as part of the retained earnings.

**iv. Derecognition:**

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/ (losses).

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is



treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

**(g) Borrowing costs**

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

Other borrowing costs are expensed in the period in which they are incurred.

**(h) Trade Receivable:**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

**(i) Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, demand deposits with banks, short-term balances (with an original maturity of three months or less from date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**(j) Contributed equity**

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

**(k) Revenue recognition:**

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of discounts, returns; value added taxes and amounts collected on behalf of third parties.

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the Company's activities as described below. The Company bases its estimates on historical results, taking into consideration the type of transaction and the specifics of each arrangement.

**i. Service income**

Service income represents income from support services recognised as per the terms of the service agreements entered into with the respective parties.

**(l) Income tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period in the countries where the Company operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.



Deferred income tax is provided in full, using the balance sheet method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

**(m) Earnings per share:**

**Basic earnings per share**

Basic earnings per share is calculated by dividing:

- the profit attributable to owners of the Company
- by the weighted average number of equity shares outstanding during the financial year.

**Diluted earnings per share**

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- the weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

**(n) Cash flow statement**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**(o) Segment reporting:**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the chief executive officer and the chief financial officer that makes strategic decisions.

**(p) Business combinations:**

Business combinations involving entities that are controlled by the Company are accounted for using the pooling of interests method as follows:

- i. The assets and liabilities of the combining entities are reflected at their carrying amounts.
- ii. No adjustments are made to reflect fair values, or recognise any new assets or liabilities.
- iii. Adjustments are only made to harmonise accounting policies.
- iv. The financial information in the financial statements in respect of prior periods is restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination. However, where the business combination had occurred after that date, the prior period information is restated only from that date.

- v. The balance of the retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee or is adjusted against general reserve.
- vi. The identities of the reserves are preserved and the reserves of the transferor become the reserves of the transferee.
- vii. The difference, if any, between the amounts recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve and is presented separately from other capital reserves.

## 2.2 Critical accounting estimates and judgements

Preparing the financial statements under Ind AS requires management to take decisions and make estimates and assumptions that may impact the value of revenues, costs, assets and liabilities and the related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Company make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

### (a) Fair value measurement and valuation process

The Company measured its investments in equity shares of subsidiary at fair value for financial reporting purposes. The management determines the appropriate valuation technique and inputs for fair value measurement. In estimating the fair value, the management engages third party qualified valuer to perform the valuations.

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. (Refer note 10)

### (b) Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID 19):

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues, goodwill and intangible assets. 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 on the expected future performance of the Company. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company financial statements may differ from that estimated as at the date of approval of these financial statements.

## 3.1 Property, Plant and Equipment

Gross carrying amount	Rupees in lakhs			
	Building	Furniture & fixtures	Office equipment	Total
Balance as at April 01, 2019	3	-	-	3
Adjustments during the year <sup>1</sup>	-	4	7	11
Balance as at March 31, 2020	3	4	7	14
Adjustments during the year	-	-	-	-
Additions during the year	-	-	-	-
Balance as at March 31, 2021	3	4	7	14
Accumulated Depreciation				-
Balance as at April 01, 2019	-	-	-	-
Adjustments during the year <sup>1</sup>	-	2	2	4
For the year	-	1	-	1
Balance as at March 31, 2020	-	3	2	5
Adjustments during the year <sup>1</sup>	-	-	-	-
For the year	-	1	@	1
Balance as at March 31, 2021	-	3	3	6
Net carrying amount				-
Balance as at March 31, 2020	3	1	5	9
Balance as at March 31, 2021 <sup>2</sup>	3	1	4	8

<sup>1</sup> Scheme of amalgamation (Refer Note 19)<sup>2</sup> Property, Plant & Equipment are pledged as security. (Refer Note 14)

@ Amount is below the rounding off norms adopted by the Company



## 3.2 Investments

Particulars	Face Value	As at March 31, 2021		As at March 31, 2020	
		No. of Shares	Rupees in lakhs	No. of Shares	Rupees in lakhs
<b>A. Equity Shares (Fully paid-up, unquoted)</b> (Fair value through other Comprehensive Income)					
<b>In Subsidiary Companies <sup>(1)</sup></b>					
Moher Power Limited	10	50,000	-	50,000	-
Samakot Power Limited <sup>(1)</sup>	10	19,609,400	-	19,609,400	-
Reliance Solar Resources Private Limited	10	10,000	1	10,000	1
Reliance Wind Power Private Limited	10	10,000	-	10,000	-
<b>In Fellow Subsidiaries</b>					
Reliance Power Holding (FZC) (Face value of AED 5000 each)	-	2,124	1,949	2,124	1,949
Reliance Bangladesh LNG Terminal Limited (Face value of TAKA 10 each)	-	1	@	1	@
Reliance Bangladesh LNG & Power Limited (Face value of TAKA 10 each)	-	1	@	1	@
Reliance Chittagong Power Limited (Face value of TAKA 10 each)	-	1	@	1	@
Reliance Green Power Private Limited	10	1	-	1	-
<b>B. Preference Shares (Fully paid-up, Unquoted)</b>					
<b>In Subsidiary Companies</b>					
<b>7.5% Preference Shares of Rs. 10 each fully paid up <sup>(2)</sup></b>					
Samakot Power Limited <sup>(1)</sup>	10	15,009,400	-	15,009,400	-
Moher Power Limited	1	2,625	-	2,625	-
Reliance Wind Power Private Limited	1	4,300	-	4,300	-
			<b>1,950</b>		<b>1,950</b>
Aggregate book value of Unquoted Non Current Investments			<b>1,950</b>		<b>1,950</b>

<sup>(1)</sup> Shares Pledged to IDBI Trusteeship Services Limited for financial assistance in the form of rupee loans and US dollar loans from Export-Import Bank of United States availed by Samakot Power Limited. The Company has pledged 19,609,394 equity shares and 15,009,400 preference shares.

<sup>(2)</sup> The above subsidiary companies are wholly owned by the Company except Samakot Power Limited.

<sup>(3)</sup> 7.5% Compulsory Convertible Redeemable Non-Cumulative Preference Shares (CCRPS).

The issuer companies shall have a call option on the CCRPS which can be exercised by them in one or more tranches and in part or in full before the end of agreed tenure (20 years) of the said shares. In case the call option is exercised, the CCRPS shall be redeemed at an issue price (i.e. face value and premium). The Company, however, shall have an option to convert the CCRPS into equity shares at any time during the tenure of such CCRPS. At the end of tenure and to the extent the issuer Companies or the CCRPS holders thereof have not exercised their options, the CCRPS shall be compulsorily converted into equity shares. On conversion, in either case, each CCRPS shall be converted into equity shares of corresponding value (including the premium applicable thereon). In case the Issuer companies declare dividend on their equity shares, the CCRPS holders will also be entitled to the equity dividend in addition to the coupon rate of dividend.

@ Amount is below the rounding off norm adopted by the Company

Particulars	Rupees in lakhs	
	As at March 31, 2021	As at March 31, 2020
<b>3.3 Other non-current assets</b> (Unsecured and considered good)		
Advances to Vendors	7	7
	<u>7</u>	<u>7</u>
<b>3.4 Non Current tax assets (net of provision)</b>	52	315
<b>3.5(a) Cash and cash equivalents</b>		
Balance with banks:		
in current account	6	65
in deposit account with original maturity of less than three months	19	18
	<u>25</u>	<u>84</u>
<b>3.5(b) Current Loans</b> (Unsecured and considered good)		
Inter corporate deposits to subsidiaries (Refer Note 6)	83,545	83,210
Inter corporate deposits to Fellow subsidiaries (Refer Note 6)	1,435	2,948
Inter corporate deposits to Fellow Associates (Refer Note 6)	3	3
Advance to Fellow Subsidiaries (Refer Note 6)	477	238
	<u>85,462</u>	<u>86,397</u>
<b>3.5(c) Other current financial assets</b> (Unsecured and considered good)		
Advance recoverable in cash or in kind	15	3
	<u>15</u>	<u>3</u>

Particulars	Rupees in lakhs	
	As at March 31, 2021	As at March 31, 2020
<b>3.6 Share capital</b>		
<b>Authorized</b>		
30,000,000 (March 31, 2020: 30,000,000) Equity shares of Rs.10 each	3,000	3,000
15,000,000 (March 31, 2020: 15,000,000) Preference shares of Rs.10 each	1,500	1,500
	<b>4,500</b>	<b>4,500</b>
<b>3.6.1 Issued, subscribed and fully paid up capital</b>		
22,550,000 (March 31, 2020: 22,550,000) equity shares of Rs.10 each fully paid up	2,255	2,255
	<b>2,255</b>	<b>2,255</b>
<b>3.6.2 Instrument entitling equity in return</b>		
1,500,001 (March 31, 2020: 1,500,001) 0% Compulsorily Convertible Redeemable Non-Cumulative Preference Shares of Rs.10 each fully paid up	150	150
12,900,000 (March 31, 2020: 12,900,000) 7.5% Compulsorily Convertible Redeemable Non-Cumulative Preference Shares of Rs.10 each fully paid up	1,290	1,290
	<b>1,440</b>	<b>1,440</b>
<b>3.6.3 Reconciliation of number of equity shares</b>		
<b>Equity shares</b>		
Balance at the beginning of the year - shares of Rs.10 each	22,550,000	22,550,000
Add: Shares issued during the year	-	-
Balance at the end of the year - shares of Rs.10 each	<b>22,550,000</b>	<b>22,550,000</b>
<b>0% Preference Shares</b>		
Balance at the beginning of the year - shares of Rs. 10 each	1,500,001	1,500,001
Balance at the end of the year - shares of Rs. 10 each	<b>1,500,001</b>	<b>1,500,001</b>
<b>7.5% Preference Shares</b>		
Balance at the beginning of the year - shares of Rs. 10 each	12,900,000	12,900,000
Balance at the end of the year - shares of Rs. 10 each	<b>12,900,000</b>	<b>12,900,000</b>

**3.6.4 Terms/rights attached to equity shares**

**a) Equity shares**

The company has only one class of equity shares having face value of Rs.10 per share. Each holder of the equity shares is entitled to one vote per share. 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.

**b) Preference shares**

**i) 0% Compulsorily Convertible Redeemable Non-Cumulative Preference Shares**

The Company shall have a call option on CCRRPS which can be exercised by the Company in one or more tranches and in part or in full before the end of agreed tenure (5 years) of the said shares. In case the call option is exercised, CCRRPS shall be redeemed at an issue price (i.e. face value). The holders of CCRRPS however, shall have an option to convert CCRRPS into equity shares at any time during the tenure of such shares. At the end of tenure and to the extent the Company or the shareholder has not exercised their options, CCRRPS shall be compulsorily converted into equity shares. On conversion, in either case, each CCRRPS shall be converted into one fully paid equity share of Rs. 10 each. If during the tenure of CCRRPS, the Company declares equity dividend, CCRRPS holders shall also be entitled to dividend on their shares at the same rate as the equity dividend and this dividend will be over and above the coupon rate of 0%. These preference shares shall continue to be non cumulative. These shares are issued pursuant to the scheme of amalgamation for consolidation other than cash."

**ii) 7.5% Compulsorily Convertible Redeemable Non-Cumulative Preference Shares**

The Company shall have a call option on CCRRPS which can be exercised by the Company in one or more tranches and in part or in full before the end of agreed tenure (20 years) of the said shares. In case the call option is exercised, CCRRPS shall be redeemed at an issue price (i.e. face value and premium). The holders of CCRRPS however, shall have an option to convert CCRRPS into equity shares at any time during the tenure of such shares. At the end of tenure and to the extent the Company or the shareholder has not exercised their options, CCRRPS shall be compulsorily converted into equity shares. On conversion, in either case, each CCRRPS shall be converted into one fully paid equity share of Rs. 10 each at a premium of Rs. 990 per share. If during the tenure of CCRRPS, the Company declares equity dividend, CCRRPS holders shall also be entitled to dividend on their shares at the same rate as the equity dividend and this dividend will be over and above the coupon rate of 7.5%. These preference shares shall continue to be non cumulative."

**3.6.5 Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company**

	As at March 31, 2021		As at March 31, 2020	
	No. of Shares	Percentage of shares holding	No. of Shares	Percentage of shares holding
<b>Equity shares</b>				
Reliance Power Limited	22,550,000	100%	22,550,000	100%
	<b>22,550,000</b>	<b>100%</b>	<b>22,550,000</b>	<b>100%</b>
<b>7.5% Preference Shares</b>				
Reliance Power Limited	12,900,000	100%	12,900,000,000	100%
	<b>12,900,000</b>	<b>100%</b>	<b>12,900,000,000</b>	<b>100%</b>
<b>0% Preference Shares</b>				
Reliance Power Limited	1,500,001	100%	1,500,001	100%
	<b>1,500,001</b>	<b>100%</b>	<b>1,500,001</b>	<b>100%</b>

**3.6.6 Shares held by Holding Company**

	As at March 31, 2021	As at March 31, 2020
<b>Equity Shares</b>		
Reliance Power Limited - shares of Rs.10 each (Of the above, 22,549,994 (March 31, 2020: 22,549,994) equity shares are being held by Reliance Power Limited, the Holding Company and 6 shares are jointly held by Reliance Power Limited and its associates)	22,550,000	22,550,000
	<b>22,550,000</b>	<b>22,550,000</b>
<b>Preference shares</b>		
Reliance Power Limited - shares of Rs.10 each fully paid up	1,500,001	1,500,001
Reliance Power Limited - shares of Rs.10 each fully paid up	12,900,000	12,900,000,000
	<b>14,400,001</b>	<b>12,900,000,000</b>



Particulars	Rupees in lakhs	
	As at March 31, 2021	As at March 31, 2020
<b>3.7 Other equity</b>		
Balance at the end of the year		
3.7.1 Securities premium account	350,460	350,460
3.7.2 General reserve (arisen pursuant to various schemes)	1,936	1,936
3.7.3 Other Comprehensive Income (OCI)	(345,769)	(345,769)
3.7.4 Surplus in the Statement of Profit and Loss	(28,826)	(23,735)
3.7.5 Capital reserve (arisen pursuant to scheme of amalgamation)	10,286	10,286
<b>Total</b>	<b>(11,914)</b>	<b>(6,822)</b>
<b>3.7.1 Securities premium account</b>		
Balance at the beginning of the year	350,460	350,460
Add:	-	-
<b>Balance at the end of the year</b>	<b>350,460</b>	<b>350,460</b>
<b>3.7.2 General reserve (arisen pursuant to various schemes)</b>		
Balance at the beginning of the year	1,936	1,936
Balance at the end of the year	1,936	1,936
<b>3.7.3 Equity Instruments through Other Comprehensive Income</b>		
Balance at the beginning of the year	(345,769)	(345,694)
Add: during the year	-	(75)
<b>Balance at the end of the year</b>	<b>(345,769)</b>	<b>(345,769)</b>
<b>3.7.4 Surplus / (deficit) in the Statement of Profit and Loss</b>		
Balance at the beginning of the year	(23,735)	(7,190)
Scheme of Amalgamation (Refer Note 19)	-	(10,340)
Profit / (Loss) for the year	(5,092)	(6,205)
<b>Balance at the end of the year</b>	<b>(28,826)</b>	<b>(23,735)</b>
<b>3.7.5 Capital reserve (arisen pursuant to scheme of amalgamation)</b>		
Balance at the beginning of the year	10,286	-
Add: during the year	-	10,286
<b>Balance at the end of the year</b>	<b>10,286</b>	<b>10,286</b>

**Nature and purpose of other reserves :****(a) Securities Premium**

Securities Premium is created to record premium received on issue of shares. The Reserve is utilised in accordance with the provision of the Companies Act, 2013.

**(b) General reserve (arisen pursuant to various schemes)**

General reserve had arisen pursuant to the scheme of amalgamation between the company and Western Alliance Power Limited (WAPL). The said scheme has been sanctioned by the Hon'ble High Court of Judicature at Bombay vide Order dated January 01, 2010.

**(c) Capital reserve (arisen pursuant to scheme of amalgamation)**

The Capital Reserve had arisen pursuant to the composite scheme of arrangement with the hydro companies (Refer Note 19). The said scheme was sanctioned by the National Company Law Tribunal, Mumbai vide its Order dated August 30, 2019 and by the National Company Law Tribunal, Chandigarh vide its Order dated March 04, 2020. The Capital Reserve shall be a reserve which arose pursuant to the above scheme and shall not be and shall not for any other purpose be considered to be a Reserve created by the Company.

**3.8 Non-current borrowings****Unsecured - at amortised cost**

Loan from holding company (Refer note 8)	34,772	34,313
ICD Received from Others	1,545	15,186
	<b>36,317</b>	<b>49,499</b>

Particulars	Rupees in lakhs	
	As at March 31, 2021	As at March 31, 2020
<b>3.8(a) Terms of Repayment and Interest</b>		
(i) Loan from The Holding Company i.e. Reliance Power Limited of Rs. 34,772 lakhs (March 31, 2020 Rs. 34,313 lakhs) is repayable on April 30, 2022 and is interest free.		
(ii) Inter Corporate Deposits amounting to Rs. 990 lakhs (March 31, 2020 : Rs. 14,630 lakhs) carries an interest rate of 12.50% p.a. and Inter Corporate Deposits amounting to 5,55 lakhs (March 31, 2020 : Rs. 5,55 lakhs) are interest free. Both the deposits are repayable over a period of three years as per the term sheets.		
<b>3.9(a) Current borrowings</b>		
<b>Secured - at amortised cost</b>		
Rupee loans		
from Financial Institutions (Related Party) (Refer Note 6.8.20)	31,097	31,097
<b>Unsecured - at amortised cost</b>		
ICD Received from Related Party (Refer Note 6)	-	83
ICD Received from Others	-	-
ICD from fellow subsidiaries	16,590	-
	<b>47,687</b>	<b>31,180</b>

**3.9(a1) Nature of Security for Loans from Financial Institutions**

- (i) Rupee loans from Financial Institutions amounting to Rs. 4,048 lakhs (March 31, 2020 : Rs. 4,048 lakhs) is secured by charge on current assets.
- (ii) Rupee loans from Financial Institutions amounting to Rs. 27,049 lakhs (March 31, 2020 : Rs. 27,049 lakhs) is secured by subservient charge on Fixed and current assets.

**3.9(a2) Terms of Repayment and Interest**

- (i) Rupee loans from Financial Institutions amounting to Rs. 4,048 lakhs (March 31, 2020 : Rs. 4,048 lakhs) is repayable on September 11, 2019 and carries an interest rate of 13.50% p.a.
- (ii) Rupee loans from Financial Institutions amounting to Rs. 21,254 lakhs (March 31, 2020 : Rs. 21,254 lakhs) is repayable on July 01, 2019 and carries an interest rate of 13.50% p.a.
- (iii) Rupee loans from Financial Institutions amounting to Rs. 5,795 lakhs (March 31, 2020 : Rs. 5,795 lakhs) is repayable on January 15, 2020 and carries an interest rate of 13.50% p.a.

Particulars	Rupees in lakhs	
	As at March 31, 2021	As at March 31, 2020
<b>3.9(b) Other current financial liabilities</b>		
Interest accrued and due on borrowings (Refer Note 6 & 20)	11,592	10,865
Other payables	24	14
	<b>11,616</b>	<b>10,979</b>
<b>3.10 Other current liabilities</b>		
Other payables (includes statutory dues)	118	255
	<b>118</b>	<b>255</b>

Particulars	Rupees in lakhs	
	Year Ended March 31, 2021	Year Ended March 31, 2020
<b>3.11 Other income</b>		
Interest income on:		
Bank deposits	1	1
Others	25	18
	<u>26</u>	<u>19</u>
<b>3.12 Finance cost</b>		
Interest on:		
Inter corporate deposits (Refer note 6)	919	1,988
Interest on borrowings from Financial Institutions (Refer note 6)	4,198	4,210
Other finance charges	@	1
	<u>5,117</u>	<u>6,199</u>
@ Represents Rs. 11,300		
<b>3.13 Other expenses</b>		
Legal and professional charges	@	23
Miscellaneous expenses	-	1
	<u>-</u>	<u>24</u>
@ Represents Rs. 44,500		

## 4) Contingent liabilities and other commitment

The Company has, jointly and severally with its holding company, given ongoing commitments to lenders to extend support and provide equity in respect of various projects undertaken by the respective subsidiaries, wherein the amounts of investment would vary considering the project cost and debt equity ratio agreed with the respective lenders.

## 5) Details of remuneration to auditors:

	Year ended March 31, 2021	Rupees in Lakhs Year ended March 31, 2020
(a) As auditors		
For statutory audit *	@	@
For Certification	-	3
	-	3

\* Statutory Audit Fee is excluding GST

@ Represents Rs. 10,000

## 6) Related party transactions:

## A. Parties where control exists:

## i. Holding Company:

Reliance Power Limited (R Power)

## ii. Subsidiaries

Moher Power Limited (MPL) (formerly known as Bharuch Power Limited)

Sarnakot Power Limited (SMPL)

Reliance Solar Resources Power Private Limited (RSRPPL)

Reliance Wind Power Private Limited (RWPPPL)

Lara Sumta Hydro Power Private Limited (LHPPL) (upto March 26, 2020)

Purthi Hydro Power Private Limited (PHPPL) (upto March 26, 2020)

Sumta Kolhang Hydro Power Private Limited (SKPL) (upto March 26, 2020)

Mihundon Hydro Power Private Limited (MHPPL) (upto March 26, 2020)

Amulin Hydro Power Private Limited (AHPPL) (upto March 26, 2020)

Emini Hydro Power Private Limited (EHPPL) (upto March 26, 2020)

## iii. Fellow subsidiary

Reliance Geothermal Power Private Limited (RGTPPL)

Reliance Green Power Private Limited (RGPPPL)

Kalai Power Private Limited (KPPL)

Reliance Power Holding (FZC) (RFZC)

Reliance Bangladesh LNG Terminals Limited (RBLTL) (upto December 31, 2020)

Reliance Chittagong Power Company Limited (RCPCL)

Reliance Bangladesh LNG & Power Limited (RBLPL) (upto December 31, 2020)

Sasan Power Limited (SAPL)

Reliance Coal Resources Private Limited (RCRL)

Reliance Natural Resources Limited (RNRL)

Vidarbha Industries Private Limited (VIPL)

## iv. Fellow Associates

RPL Photon Private Limited (RPHOTONPL)

RPL Sun Technique Private Limited (RSUNTPL)

RPL Sunpower Private Limited (RSUNPPL)

## B. Key Managerial Personnel\*

Ashok Kumar Pal – Chief Financial Officer

Dipali Shinde- Manager and Company Secretary (upto December 06, 2019)

Vinit Raut - Manager and Company Secretary (w.e.f. February 11, 2020)

\* No transactions with the Company during the year.



## C. Major investing parties/ promoters having significant influences on the holding company directly or indirectly:

## i. Companies

Reliance Infrastructure Limited (RInfra)

## ii. Individual

Shri Anil D. Ambani

## D. Enterprises over which companies / individual described in clause C above has significant influence:

i. Reliance Communication Limited (RCOM)

ii. Reliance Capital Limited (RCAP)

iii. Reliance Big Entertainment Private Limited (RBEPL)

iv. Reliance Commercial Finance Limited (RCFL)

v. Reliance Home Finance Limited (RHFL)

## E. Details of transactions during the year and closing balance at the end of the year.

SN	Particulars	Rupees in lakhs	
		2020-21	2019-20
(i) Transactions during the year :			
1	Investment made RFZC	-	206
2	Interest expense towards Inter-corporate deposits RCAP RCFL RHFL	- 3,652 547	22 3,662 548
3	Reimbursement of Expenses on behalf of R Power RCRL RNRL	1,033 - 81	37 @ @
4	Short term/Long term borrowings / ICD taken from MHPPL R Power	- 3,268	2 31,421
5	Refund of Short term / Long term borrowings / ICD to R Power RCAP	1,820 -	7,785 500
6	Inter-corporate deposits given to MPL SMPL	10 376	105 13,848
7	Inter-corporate deposits received back from MPL SMPL	50 -	- 132
8	Other Receivables SMPL	-	171
9	Assignment of ICD to (including interest thereon) KPPL	19,156	-

@ Amount is below the rounding off norm adopted by the Company



SN	Particular	2020-21	2019-20
10	Advance given to VIPL	230	238
11	Refund of Advance to SAPL	-	700
(ii) Outstanding closing balances:			
12	Equity share capital (excluding premium)	2,255	2,255
13	7.5% Compulsorily Convertible Redeemable Non-Cumulative Preference share capital (excluding premium)	1,290	1,290
14	6.0 % Compulsorily Convertible Redeemable Non-Cumulative Preference share capital (excluding premium)	150	150
15	Investment in Equity shares of subsidiaries / fellow subsidiaries		
	MPL	-	-
	RSRPL	1	1
	RWPPL	-	-
	LHPPL	-	-
	PHPPL	-	-
	SKHPPL	-	-
	AHPPL	-	-
	EHPPL	-	-
	MHPPL	-	-
	RFZC	1,949	1,949
	RBLTL	@	@
	RBLPL	@	@
	RCFCL	@	@
16	Investment in Preference shares of subsidiaries		
	MPL	-	-
	RWPPL	-	-
	LHPPL	-	-
	PHPPL	-	-
	SKHPPL	-	-
	AHPPL	-	-
	EHPPL	-	-
	MHPPL	-	-
17	Inter corporate deposits given including interest receivables		
	SMPL	83,477	83,100
	MPL	56	108
	RSRPL	2	3
	RWPPL	1	1
	KPPL	-	2,565
	RGTPPL	16	16
	RGFPL	370	368
	RPHOTONPL	@	@
	RSUNTPL	@	@
	RSUNPPL	2	2
	RCRL	973	@
	RNRL	81	@
18	Other financial liabilities		
	RCAP	6	6
	RCFL	9,431	5,779
	RHFL	1,391	8,45
19	Short term borrowings		
	RCFL	27,049	27,049
	RHFL	4,048	4,048
	KPPL	16,590	-
	R Power	-	63

20	Long term borrowings		
	RPOWER	34,772	34,313

@ Amount is below the rounding off norm adopted by the Company

(iii) Other Transaction:

- a) As per the terms of the sponsor support agreement dated December 23, 2011, the Company has agreed to pledge 100% of its holding in equity and preference shares of Samalkot Power Limited as a security towards term loan availed by Samalkot Power Limited. Accordingly, the Company has pledged 196,09,394 Equity shares and 1,50,09,400 preference shares.
- b) The above disclosures do not include transactions with public utility service providers, viz, electricity, telecommunications in the normal course of business.

7) Disclosure of loans and advances to subsidiaries:

Name of Subsidiaries	Amount outstanding*		Rupees in lakhs Maximum amount outstanding during the year ended	
	As at			
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Samalkot Power Limited	83,477	83,100	83,477	83,232
Moher Power Limited	66	106	106	106
Reliance Solar Resources Private Limited	2	3	3	3
Reliance Wind Power Private Limited	1	1	1	1

\*Includes Inter corporate deposits and other receivables.

As at the year end, the Company has no loans and advances in the nature of loans to firms/companies in which directors are interested.

8) Earnings per share:

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Profit/ (loss) available to equity shareholders		
Profit / (loss) after tax (A) (Rupees in lakhs)	(5.092)	(6.205)
Number of equity shares		
Weighted average number of equity shares outstanding (Basic) (B)	2,25,50,000	2,25,50,000
Basic and diluted earnings per share (A / B) (Rs.)	(22.58)	(27.51)
Nominal value of an equity share (Rs.)	10.00	10.00

Both the classes of Compulsory Convertible Non-Cumulative Redeemable Preference Shares held and anti-dilutive effect on per share and hence have not been considered for the purpose of computing dilutive earning per share.

9) Income taxes

(a) Income tax recognised in Statement of Profit and Loss

Particulars	Rupees in lakhs	
	March 31, 2021	March 31, 2020
(i) Income tax expense		
Current year tax	-	-
(ii) Deferred tax		
Deferred tax expense / (credit)	-	-
Total income tax expense / (credit) (i)+(ii)	-	-

## (b) The reconciliation of tax expense and the accounting profit multiplied by tax rate :

Particulars	March 31, 2021	Rupees in lakhs March 31, 2020
Profit / (Loss) before tax	(5,092)	(6,205)
Tax at the Indian tax rate of 26% (March 31, 2020: 26%)	-	-
Tax losses for which no deferred income tax was recognised	-	-
Income tax expense	-	-

## (c) Tax Assets

Particulars	March 31, 2021	Rupees in lakhs March 31, 2020
Opening balance	315	313
Add: Tax credit availed during the year	-	2
Less: Income Tax Refund received (net of tax credit)	263	-
Closing balance	52	315

## (d) Deferred Tax Assets

The company has unused brought forward tax losses amounting to Rs. 29 lakhs (March 31, 2020: Rs. 67 lakhs) and Unabsorbed depreciation amounting to Rs. 1 lakh (March 31, 2020: Rs. 1 lakh). Since, the company is not expecting a taxable profit in the near future and hence, no deferred tax asset has been recognized in the books.

## (e) Unused Taxes

Particulars	March 31, 2021	Rupees in lakhs March 31, 2020
Unused tax losses for which no deferred tax assets has been recognised	30	68
Potential tax benefits @ 26% (March 31, 2020: @26%)	8	18

Year wise expiry of such losses as at March 31, 2021 is as under:

SN	Particulars	March 31, 2021
1	Expiring within 1 year	-
2	Expiring within 1 to 5 year	29
3	Expiring within 5 to 8 year	-
4	Without Expiry Limit	1
	<b>Total</b>	<b>30</b>

## 10) Fair value measurements

## (a) Financial instruments by category

Particulars	March 31, 2021		Rupees in lakhs March 31, 2020	
	FVOCI	Amortised cost	FVOCI	Amortised cost
<b>Financial Assets</b>				
<b>Investments</b>				
Equity instruments	1,950	-	1,950	-
Other financial assets	-	14	-	3
Cash and cash equivalents	-	25	-	84
Loan	-	85,462	-	86,367
<b>Total financial assets</b>	<b>1,950</b>	<b>85,501</b>	<b>1,950</b>	<b>86,454</b>

<b>Financial Liabilities</b>				
Borrowings	-	84,004	-	80,658
Other financial liabilities	-	11,615	-	10,979
<b>Total Financial Liabilities</b>	-	<b>95,619</b>	-	<b>91,637</b>

The Company does not have any financial assets or liabilities which are measured at FVTPL.

**(b) Fair value hierarchy**

This section explains the judgments and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2021	Level 1	Level 2	Level 3	Total
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**Financial assets**

**Financial Investments at FVOCI**

Unquoted equity instruments - Investments in Subsidiaries	-	-	1,950	1,950
<b>Total financial assets</b>	-	-	<b>1,950</b>	<b>1,950</b>

Assets and liabilities which are measured at amortised cost for which fair values are disclose as at March 31, 2021	Level 1	Level 2	Level 3	Total
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**Financial Liabilities**

Borrowings	-	-	36,317	36,317
<b>Total financial liabilities</b>	-	-	<b>36,317</b>	<b>36,317</b>

Financial assets and liabilities measured at fair value - recurring fair value measurements as at March 31, 2020	Level 1	Level 2	Rupees in lakhs Level 3	Total
<b>Financial assets</b>				
<b>Financial Investments at FVOCI</b>				

Unquoted equity instruments - Investments in Subsidiaries	-	-	1,950	1,950
<b>Total financial assets</b>	-	-	<b>1,950</b>	<b>1,950</b>

Assets and liabilities which are measured at amortised cost for which fair values are disclose as at March 31, 2020	Level 1	Level 2	Level 3	Total
---	---------	---------	---------	-------

**Financial liabilities**

Borrowings	-	-	49,498	49,498
<b>Total financial liabilities</b>	-	-	<b>49,498</b>	<b>49,498</b>



## (c) Fair value of financial assets and liabilities measured at amortised cost

	March 31, 2021		March 31, 2020	
	Carrying amount	Fair Value	Carrying amount	Fair Value
<b>Financial assets</b>				
Other Non-current financial assets	-	-	-	-
<b>Total financial assets</b>	-	-	-	-
<b>Financial Liabilities</b>				
Borrowings	36,317	36,317	49,498	49,498
<b>Total financial liabilities</b>	36,317	36,317	49,498	49,498

## (d) Valuation technique used to determine fair values

The carrying amount of current financial assets and liabilities are considered to be the same as their fair values, due to their short term nature.

The fair value of security deposits and borrowings has been considered same as carrying value since there have not been any material changes in the prevailing interest rates. Impact on account of changes in interest rates, if any has been considered immaterial.

**Note**

Level 1 : Level 1 hierarchy includes financial instruments measured using quoted prices.

Level 2: The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities which are included in level.

There were no transfers between any levels during the year.

**11) Financial risk management**

The Company's business activities expose it to a variety of financial risks, namely liquidity risk, market risks and credit risk.

Risk	Exposure arising from	Measurement	Management
Credit Risk	Cash and cash equivalents, financial assets measured at amortised cost.	Aging analysis	Diversification of bank deposits, letters of credit
Liquidity Risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities

**(a) Credit risk**

The company is exposed to credit risk, which is the risk that counterparty will default on its contractual obligation resulting in a financial loss to the company. Credit risk arises from cash and cash equivalents and financial assets carried at amortised cost

**Credit risk management**

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

The Company's credit risk arises on account of inter-corporate deposits / loans are given to subsidiaries incorporated as special purpose vehicle for power projects awarded to the Company and to other corporate. With respect to inter corporate deposits/ loans given to subsidiaries, the Company will be able to control the cash flows of those subsidiaries. The inter-corporate deposits / loan are given to corporate which has good credit ratings.



For banks and financial institutions, only highly rated banks/institutions are accepted. Generally all policies surrounding credit risk have been managed at company level. The Company's policy to manage this risk is to invest in debt securities that have a good credit rating.

#### (b) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, company's treasury function maintains flexibility in funding by maintaining availability under committed credit lines.

In respect of its existing operations, the Company funds its activities primarily certain intra-group loans.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at the operating subsidiaries level of the Company in accordance with practice and limits set by the Company. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the Company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintained debt financing plans.

#### Maturities of financial liabilities

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

	Rupees in Lakhs			
March 31, 2021	Less than 1 years	Between 1 year and 5 years	More than 5 years	Total
<b>Financial liabilities</b>				
Borrowings	47,687	1,545	-	49,232
Dues to holding company	-	34,772	-	34,772
Interest accrued and due	11,592	-	-	11,592
Others	23	-	-	23
<b>Total financial liabilities</b>	<b>59,302</b>	<b>36,317</b>	<b>-</b>	<b>95,619</b>
<b>March 31, 2020</b>	<b>Less than 1 years</b>	<b>Between 1 year and 5 years</b>	<b>More than 5 years</b>	<b>Total</b>
<b>Financial liabilities</b>				
Borrowings	31,160	15,185	-	46,345
Dues to holding company	-	34,313	-	34,313
Interest accrued and due	7,388	3,577	-	10,965
Others	14	-	-	14
<b>Total financial liabilities</b>	<b>38,562</b>	<b>53,075</b>	<b>-</b>	<b>91,637</b>

## 12) Capital Management

### Risk Management

The company's objectives when managing capital are to safeguard the company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Company monitors capital on basis of total equity on a periodic basis. Equity comprises all components of equity includes the fair value impact. Debt includes long term loan and short term loans. The following table summarizes the capital of the Group:

	Rupees in lakhs	
	March 31, 2021	March 31, 2020
Equity	3,25,330	3,30,420
Debt	95,597	91,169
Total	4,20,927	4,21,589

**13) Segment reporting**

Presently, the Company is engaged in only one segment viz 'Generation of Power' and as such there is no separate reportable segment as per Ind AS 108 'Operating Segments'. Presently, the Company's operations are predominantly confined in India.

**14) Assets pledged as security**

	Rupees in lakhs	
Particulars	March 31, 2021	March 31, 2020
<b>Fixed assets</b>		
Property, plant and equipment	8	9
<b>Total Fixed assets pledged as security</b>	<b>8</b>	<b>9</b>
<b>Current</b>		
<b>Financial assets</b>		
Cash and bank balances	25	84
Loans	85,462	86,397
Other financial assets	15	3
<b>Total current assets pledged as security</b>	<b>85,502</b>	<b>86,484</b>
<b>Total assets pledged as security</b>	<b>85,510</b>	<b>86,493</b>

**15) Project status of Samalkot Power Limited (SMPL)****(i) With respect to 1508 Mega Watt (MW) (754 MW X 2 ) Plant**

There is a continued uncertainty regarding availability of natural gas in the country for operation of the plant, and while SMPL is actively pursuing with relevant authorities for securing gas linkages / supply at commercially viable prices / generation opportunities, it is also evaluating alternative arrangements / approaches, including marketing of equipment pursuant to an agreement with US-EXIM, to deal with the situation. SMPL is confident of arriving at a positive resolution to the foregoing in the foreseeable future and therefore, the carrying amount of capital work in progress is considered recoverable.

**(ii) With respect to 754 MW Plant**

The Company, had entered into a Memorandum of Understanding (MOU) with the Government of Bangladesh (GoB) for developing a gas-based project of a 3000 MW capacity in a phased manner. Pursuant to the above, Reliance Bangladesh LNG and Power Limited (RBLPL), subsidiary of the Company has taken steps to conclude a long-term power purchase agreement (PPA) for supply of 718 MW (net) power from a combined cycle gas-based power plant to be set up at Meghnaghat near Dhaka in Bangladesh.

RBLPL has signed all the project agreements (Power Purchase Agreement, Implementation Agreement, Land Lease Agreement and Gas Supply Agreement) with Government of Bangladesh authorities on 1 September 2019, and also inducted a strategic partner JERA Power International (Netherlands) - a subsidiary of JERA Co. Inc. (Japan) to invest 49% equity in RBLPL on September 02, 2019. Samsung C&T (South Korea) (SCTK) has been appointed as the EPC contractor for the Bangladesh project. SMPL has signed an Equipment Supply Contract with SCTK on March 11, 2020 to sell equipment of one module. All the project lenders including ADB, JBIC and NEXI have approved financing of the project and financing agreements were signed in July 2020. All the condition for achieving financial closure were satisfied and financial closure achieved and NTP issued by Samsung on February 02, 2021. Custom authorities have approved the export of equipment by SMPL and first consignment was exported on March 03, 2021. The other equipment is currently getting exported and expected to be completed by September 2021.

Considering the aforesaid developments, management of the Company is confident that RBLPL will be able to execute the project and the Company will be able to realize the proceeds for transfer of one

Module in the very near future. The proceeds from the sale of first module to Samsung are being used to repay a major portion of the outstanding US Exim loan.

Having regard to the above plans, and the continued financial support from the Company, the management believes that SMPL would be able to meet its financial and other obligations in the foreseeable future. Accordingly, the financial statements of SMPL have been prepared on a going concern basis.

- 16) The Company, based on the objects given in the Memorandum of Association, its operation through subsidiaries and other considerations, has been legally advised that the Company is not covered under the provisions of Non-Banking Financial Company as defined in Reserve Bank of India Act, 1934 and accordingly is not required to be registered under section 45 IA of the said Act. Further, the Management has been legally advised that the Company would qualify as an Infrastructure Company within the meaning of clause (a) of sub-section 11 of section 186 of the Companies Act, 2013.

**17) Disclosure under Micro, Small and Medium Enterprises Development Act, 2006**

Disclosure of amounts payable to vendors as defined under the "Micro, Small and Medium Enterprise Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act. There are no overdue principal amounts / interest payable amounts for delayed payments to such vendors at the Balance Sheet date. There are no delays in payment made to such suppliers during the year or for any earlier years and accordingly there is no interest paid or outstanding interest in this regard in respect of payments made during the year or brought forward from previous years.

**18) Changes in Liabilities arising from Financing activities:**

Disclosure pursuant to para 44 A to 44 E of Ind AS 7 - Statement of cash flows

	Rupees in lakhs	
Particulars	Year Ended March 31, 2021	Year Ended March 31, 2020
<b>Long term Borrowings</b>		
Opening Balance	49,498	21,287
Adjusted*	-	(10,574)
Availed during the year	4,257	31,421
Repaid During the year	(2,871)	(7,821)
Assignment of ICD	(14,630)	-
Reclassified**	63	15,185
Closing Balance	36,317	49,498
<b>Short term Borrowings</b>		
Opening Balance	31,160	53,982
Adjusted*	-	63
Availed during the year	-	-
Assignment of ICD including interest (net)	16,590	-
Repaid During the year	-	(7,700)
Reclassified**	(53)	(15,185)
Closing Balance	47,687	31,160
<b>Interest Expenses</b>		
Opening Balance	10,965	5,221
Interest Charge as per Statement Profit & Loss / Intangible assets under development	5,117	6,199
Assignment of interest on ICD	(4,525)	-
TDS on interest	35	-
Interest paid to Lenders	-	(455)
Closing Balance	11,592	10,965



\* During the previous year, Rs.10,574 lakhs have been eliminated and Rs. 63 lakhs have been availed during the year in the process of amalgamation with hydro companies. (Refer Note 19)

\*\* Rs. 63 lakhs (March 31, 2020: Rs. 15,185 lakhs) relates to ICD Received which was short term, however converted to Long Term as per the revised terms of agreement.

#### 19) Amalgamation of Hydro Companies

The Board of Directors of the Company at its meeting dated January 27, 2019 approved a scheme of amalgamation between the Reliance CleanGen Limited and Amuln Hydro Power Private Limited, Emini Hydro Power Private Limited, Mihundon Hydro Power Private Limited, Lara Sumta Hydro Power Private Limited, Sumte Kothang Hydro Power Private Limited, Purthi Hydro Power Private Limited.

The NCLT, Mumbai vide its order dated August 30, 2019 approved the said scheme and NCLT, Chandigarh vide order dated March 04, 2020 approved the said scheme. The certified copy of the scheme has been submitted to the ministry of corporate affairs on March 26, 2020. The said Scheme of amalgamation was given effect in the books of account on March 26, 2020.

The amalgamation has been accounted for under Ind AS 103 "Business Combination" as per Appendix C Business Combination of Entities under Common Control.

During the previous year, the following accounting treatment, inter-alia, had been given effect to the Scheme as approved by the NCLT, Chandigarh.

- a. The amalgamation had been accounted using "Pooling of Interest Method".
- b. All assets and liabilities have been recorded in the books at their respective book values, intercompany balances, if any, have been eliminated and the excess amount arising out of the above of Rs. 10,286 lakhs has been credited to the Capital Reserve. The retained earnings of the above amalgamating companies as on date of amalgamation of Rs. (10,340) lakhs has been transferred to retained earnings.

#### 20) Default in repayment of Borrowings and interest

Sr.	Name of Lender	Borrowings		Interest	
		Default as at March 31,2021		Default as at March 31,2021	
		Amount (Rs. In Lakhs)	Period (Maximum Days)	Amount (Rs. In Lakhs)	Period (Maximum Days)
1	RHFL	4,048	568	1,391	568
2	RCFL	27,049	640	9,431	640
	<b>Total</b>	<b>31,097</b>		<b>10,822</b>	

As at March 31, 2021 the Company has overdue of Rs. 31,097 lakhs (March 31, 2020: Rs. 31,097 lakhs) included in current borrowings in note no. 3.8(a) and Rs. 10822 lakhs (March 31, 2020: Rs.6,624 lakhs) included in interest accrued in note no. 3.8(b).

- 21) The Company has incurred loss during the year as well as in the previous year. The net worth of the Company is fully eroded and also has defaulted in repayment of its loan obligations. These events indicate a material uncertainty which may cast a significant doubt on the Company's ability to continue as a going concern. The Company is under a process of restructuring its obligations with the lenders and is confident of achieving the debt resolution in the near future. The Company also expects to generate sufficient and timely cash flows through time bound monetization of its assets and also there exists continuous financial support from the Holding Company to fulfill the obligation of the Company whenever required. Accordingly, the accounts of the Company are prepared on a going concern basis.
- 22) COVID-19 has impacted businesses globally and in India. The Company has continued its assessment of likely adverse impact on economic environment in general and financial risks on account of COVID-19. The Company is in the business of generation of electricity which is an essential service as emphasized by the Ministry of Power, Government of India and hence, the Company has ensured the availability of its power plant to generate power and honour commitments made under various power purchase agreements. The demand for electricity nearly bounced back to normal levels in keeping with the resumption of economic activities since easing of lockdown in various States during the 1st wave of COVID-19 pandemic. However, now the country is faced with the 2nd wave of COVID-19 pandemic and there exists uncertainty over its impact on future business performances, arising from among other things, any action to contain its spread or mitigate its impact whether government-mandated or elected by the Company and its evolving impact on distribution utilities in terms of demand for electricity; consumption mix;

resultant average tariff realization; bill collections from consumers; and support from respective State Governments and banks & financial institutions, including those focused on power sector financing. However, in view of power generation being considered as essential activity as also given the experience of sustaining its operation successfully during the pandemic year, the Company is confident of another year of successful operations with the support from its power procurers and other stakeholders.

- 23) There are no loans given, investment made, guarantee given and security provided by the Company covered U/s 186(4) of the Companies Act, 2013.
- 24) Previous year's figures are regrouped / reclassified, wherever necessary.



Reliance Cleangen Limited

As per our Report of even date

For Rajkumar Rath & Co.  
Chartered Accountants  
Firm Registration No. : 006342C

For approval on behalf of the Board of Directors

Sameer Kumar Gupta  
Director  
DIN No. 03486281

Vikas Rath  
Partner  
Membership No. 135597

Umesh Kumar Agarwal  
Director  
DIN No. 02908684

Ashok Kumar Pal  
Chief Financial Officer

Vinit Raut  
Company Secretary

Place : Mumbai  
Date : April 30, 2021

Place : Mumbai  
Date : April 30, 2021