

Mundra Solar PV Limited
Balance Sheet as at 31st March, 2021

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Solar

Particulars	Notes	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
ASSETS			
Non-current Assets			
(a) Property, Plant and Equipment	4.1	1,640.28	1,732.56
(b) Capital Work-In-Progress	4.2	21.95	28.16
(c) Other Intangible Assets	4.3	2.14	2.28
(d) Deferred Tax Assets (net)	5	-	113.28
(e) Financial Assets			
(i) Investments	6	1.25	1.25
(ii) Loans	7	6.63	1.70
(iii) Other Financial Assets	8	17.55	-
(f) Other Non-current Assets	9	15.54	9.58
Total Non-current Assets		1,705.34	1,888.81
Current Assets			
(a) Inventories	10	300.25	273.49
(b) Financial Assets			
(i) Trade Receivables	11	813.24	509.66
(ii) Cash and Cash Equivalents	12	62.37	0.32
(iii) Bank balances other than (ii) above	13	68.86	141.91
(iv) Loans	14	1.48	13.24
(v) Other Financial Assets	15	85.44	92.04
(c) Other Current Assets	16	373.45	104.55
Total Current Assets		1,705.09	1,135.21
Total Assets		3,410.43	3,024.02
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	17	300.00	300.00
(b) Instrument entirely equity in nature	18	450.00	450.00
(c) Other Equity	19	14.40	(403.61)
Total Equity		764.40	346.39
LIABILITIES			
Non-current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	719.62	1,178.92
(ii) Other Financial Liabilities	21	241.84	104.99
(b) Provisions	22	8.18	6.56
(c) Deferred tax liabilities (Net)	5	0.91	-
(d) Other Non-current Liabilities	23	265.02	273.43
Total Non-current Liabilities		1,235.57	1,563.90
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	24	802.65	426.20
(ii) Trade Payables	25		
a. Total outstanding dues of micro enterprises and small enterprises		31.08	26.67
b. Total outstanding dues of creditors other than micro enterprises and small enterprises		321.78	396.39
(iii) Other Financial Liabilities	26	167.21	176.82
(b) Other Current Liabilities	27	86.13	86.32
(c) Provisions	28	1.61	1.33
Total Current Liabilities		1,410.46	1,113.73
Total Liabilities		2,646.03	2,677.63
Total Equity and Liabilities		3,410.43	3,024.02

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

As per our attached report of even date

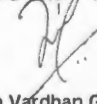
For **Shah & Shah Associates**
Chartered Accountants
Firm Registration Number : 113742W


Sunil K. Dave
Partner
Membership No.047236



Place : Ahmedabad
Date : 3rd May 2021

For and on behalf of the Board of Directors of
Mundra Solar PV Limited


Harsh Vardhan Govil
Whole-time Director
DIN 08388344


Rajesh Kumar Jha
Director
DIN: 03387711


Kalpesh Dave
Company Secretary

Place : Ahmedabad
Date : 3rd May 2021

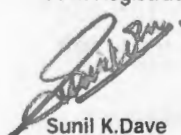
Mundra Solar PV Limited
Statement of Profit and Loss for the year ended 31st March, 2021

adani
Solar

Particulars	Notes	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Income			
Revenue from Operations	29	2,924.87	2,355.28
Other Income	30	35.94	18.08
Total Income		2,960.81	2,373.36
Expenses			
Cost of Material Consumed		1,599.14	1,470.57
Change in Inventories of Finished Goods, Work-in-Progress	31	18.12	(38.63)
Other Manufacturing Expenses	32	274.78	251.61
Employee Benefit Expenses	33	110.33	120.35
Finance Cost	34	182.07	181.42
Depreciation / Amortisation Expenses	4.1 & 4.3	113.54	108.62
Other Expenses	35	130.50	265.95
Total Expenses		2,428.48	2,359.89
Profit before exceptional items and tax		532.33	13.47
Exceptional items			
Profit before tax		532.33	13.47
Tax Expense:			
Current Tax		-	-
Deferred Tax	36	114.22	(22.99)
Total Tax Expense		114.22	(22.99)
Profit for the year	Total A	418.11	36.46
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
(a) Remeasurement of employee benefit obligation		(0.13)	(0.56)
(b) Income tax relating to the above item		0.03	0.19
Other Comprehensive Income (After Tax)	Total B	(0.10)	(0.37)
Total comprehensive Income for the year	Total (A+B)	418.01	36.09
Earning per Equity Share of ₹ 10 each			
- Basic & Diluted (in ₹)	44	13.94	1.22
Summary of significant accounting policies	2		

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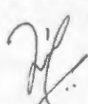
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Sunil K. Dave
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Harsh Vardhan Govil
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Director
DIN: 03387711




Kalpesh Dave
Company Secretary

Place : Ahmedabad
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Statement of changes in equity for the year ended 31st March, 2021

A. Equity Share Capital

(₹ in Crores)

Particulars	No. Shares	Amount
Balance as at 1st April, 2019	300,000,000	300.00
Changes in equity share capital during the year :		
Shares issued during the year	-	-
Balance as at 31st March, 2020	300,000,000	300.00
Changes in equity share capital during the year :		
Shares issued during the year	-	-
Balance as at 31st March, 2021	300,000,000	300.00

B. Instrument entirely equity in nature Compulsorily Convertible Debentures

(₹ in Crores)

Particulars	No. of Debentures	Amount
Balance as at 1st April, 2019	-	-
Debentures issued during the year	45,000,000	450.00
Balance as at 31st March, 2020	45,000,000	450.00
Debentures issued during the year	-	-
Balance as at 31st March, 2021	45,000,000	450.00

Note :

The Company has issued 0% Compulsory Convertible Debentures of ₹ 100 each which shall be compulsorily convertible any time before 20 years from the date of first issue.

C. Other Equity

Particulars	Retained Earnings (₹ in Crores)
Balance as at 1st April, 2019	(439.70)
Profit for the year	36.46
Remeasurement of defined benefit plans, net of tax	(0.37)
Total Comprehensive Profit for the year	36.09
Balance as at 31st March, 2020	(403.61)
Balance as at 1st April, 2020	(403.61)
Profit for the year	418.11
Remeasurement of defined benefit plans, net of tax	(0.10)
Total Comprehensive Profit for the year	418.01
Balance as at 31st March, 2021	14.40

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

As per our report of even date

For Shah & Shah Associates

Chartered Accountants

Firm Registration Number : 113742W



Sunil K. Dave

Partner

Membership No.047236



For and on behalf of the Board of Directors of
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Harsh Vardhan Govil

Whole-time Director

DIN 08388344

Rajesh Kumar Jha

Director

DIN: 03387711

Kalpesh Dave

Company Secretary

Place : Ahmedabad

Date : 3rd May 2021

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Date : 3rd May 2021

Mundra Solar PV Limited
Statement of Cash Flow for the year ended 31st March, 2021

Particulars	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
(A) Cash flow from operating activities		
Profit before tax	532.33	13.47
Adjustment for:		
Finance Costs	182.07	181.42
Profit on Sale of units of Mutual Fund	-	(0.40)
Depreciation / Amortisation Expenses	113.54	108.62
Interest Income	(11.43)	(11.91)
Bad debts written off	7.15	-
Profit on sale / Retirement of Assets (net)	-	0.00
Unrealised (gain) / loss on foreign exchange fluctuation	6.09	(1.70)
Income from Government Grant	(21.25)	(20.73)
Operating Profit / (Loss) before working capital changes	808.50	268.77
Changes in working capital:		
(Increase) in Inventories	(26.76)	(51.16)
(Increase) in Trade Receivables	(322.45)	(42.74)
Decrease / (Increase) in Loans	11.76	(12.68)
(Increase) / Decrease in Other Assets	(279.91)	223.64
(Decrease) / Increase in Trade Payables	(64.56)	136.83
Increase in Provisions	1.77	1.99
Increase / (Decrease) in Other Liabilities	137.46	(183.01)
	(542.70)	72.87
Cash used in operations	265.81	341.64
Less : Tax Paid	(0.75)	(4.53)
Net Cash (used in) / generated from operating activities (A)	265.06	337.11
(B) Cash flow from investing activities		
Capital expenditure on Property, Plant and Equipment, Intangible assets, Capital Work in progress including capital advances	(20.13)	(43.55)
Receipt from sale of assets	-	0.00
Proceeds from sale of / (Investment in) Current Investments (net)	-	2.16
Inter-corporate deposits (given) / received back (net)	(4.93)	(0.71)
Interest received	11.30	11.79
Bank deposits / margin money (placed) / withdrawn (net)	73.04	(84.10)
Net Cash generated from / (used in) investing activities (B)	59.28	(114.41)
(C) Cash flow from financing activities		
Proceeds from Long-term borrowings	1,716.70	1,382.45
Repayment of Long-term borrowings	(2,225.78)	(1,487.39)
Proceeds / (Repayment) from Short-term borrowings (net)	376.14	45.82
Finance Costs Paid	(129.35)	(229.10)
Net Cash generated from / (used in) financing activities (C)	(262.29)	(288.22)
Net (Decrease) / Increase in cash and cash equivalents (A)+(B)+(C)	62.05	(65.52)
Cash and cash equivalents at the beginning of the year	0.32	65.84
Cash and cash equivalents at the end of the year	62.37	0.32

(Figures below ₹ 50,000 are denominated by 0.00*)



Particulars	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Notes to Cash flow Statement ;		
Cash and cash equivalents as per above comprise of the following :		
Cash and cash equivalents (refer note 12)	62.37	0.32
Balances as per statement of cash flows	62.37	0.32

Notes:

1) The Cash Flow Statement has been prepared under the 'Indirect Method' set out in Ind AS 7 'Cash Flow Statement'.

2) Disclosure of changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes are given below:

	As at 1st April, 2020	Net cash flows	Changes in fair values	Foreign exchange management	Others	(₹ in Crores) As at 31st March, 2021
Particulars						
Non Current borrowings (including Current Maturities)	1,315.17	(509.08)	1.05	0.00	57.35	864.49
Current borrowings	426.20	376.14	-	-	0.31	802.65
Derivative instruments	0.21	(0.21)	0.00	-	-	0.00

	As at 1st April, 2019	Net cash flows	Changes in fair values	Foreign exchange management	Others	As at 31st March, 2020
Particulars						
Non Current borrowings (including current maturities)	1,393.07	(104.94)	1.05	25.99	-	1,315.17
Current borrowings	406.53	45.82	0.00	(26.15)	-	426.20
Derivative instruments	(42.63)	42.63	0.21	-	-	0.21

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

As per our report of even date

For **Shah & Shah Associates**
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Firm Registration Number : 113742W

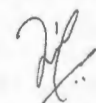

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Membership No.047236



Place : Ahmedabad
Date : 3rd May 2021

For and on behalf of the board of directors of
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Harsh Vardhan Govil
Whole-time Director
DIN 08388344

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Date : 3rd May 2021



Rajesh Kumar Jha
Director
DIN: 03387711



Kalpesh Dave
Company Secretary

1 Corporate information

Mundra Solar PV Limited ("the Company", "MSPVL") is a company domiciled in India and incorporated on 1st June, 2015 under the provisions of Companies Act, 2013 to carry on the business of manufacturing of Solar Photovoltaic Equipment's and Ancillaries in Special Economic Zone area (i.e. SEZ area) at Mundra, District Kutch, Gujarat.

The Company is involved in the manufacture of Solar Photovoltaic modules / systems and Solar Cell. The Company is also involved in Engineering, Procurement and Construction (EPC) business for Solar Renewable Projects. Under these contracts, company carries out work related to project by way of designing and engineering the project, procurement of material and service required for the project, construction work involving civil work and other works. The Company is wholly owned Subsidiary of Adani Green Technology Limited (Formerly known as Sami Solar (Gujarat) Private Limited)

2 Significant accounting policies**a Basis of preparation**

The financial statements of the Company have been prepared in compliance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, on the historical cost basis except for certain financial instruments that are measured at fair values, as explained in the accounting policies below.

b Property, plant and equipment

Property, plant and equipment are stated at acquisition cost less accumulated depreciation and accumulated impairment losses, if any. Properties in the course of construction are carried at cost, less any recognised impairment losses. All costs, including borrowing costs incurred up to the date the asset is ready for its intended use, is capitalised along with respective asset.

Depreciation is recognised based on the cost of assets (other than Lease hold land) less their residual values over their useful lives, using the straight line method. The useful life of property, plant and equipment is considered based on life prescribed in schedule II to the Companies Act, 2013. In case of major components identified, depreciation is provided based on the useful life of each such component based on technical assessment, if materially different from that of the main asset.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit and loss.

Intangible assets acquired separately are carried at cost less accumulated amortisation and any accumulated impairment losses. Amortisation is recognised on a straight line method basis over their estimated useful lives. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition are recognised in profit or loss. Estimated useful life of the Computer Software is 5 years.

c Project Development Expenditure / Capital Work in Progress

Expenditure related to and incurred during implementation of capital projects is included under "Capital Work in Progress" or "Project Development Expenditure" as the case may be. The same is allocated to the respective fixed assets on completion of construction/ erection of the capital project/ fixed assets.

d Financial Instruments

Financial assets and financial liabilities are recognised when an entity becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

e Financial assets**Initial recognition and measurement**

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis.

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

Classification of financial assets

Financial assets that meet the following conditions are subsequently measured at amortised cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows, and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest

For the impairment policy on financial assets measured at amortised cost, refer note t(ii).

All other financial asset are subsequently measured at fair value.

Effective interest method

The effective interest method is a method of calculating the amortised cost of a financial assets and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and transaction costs and other premiums or discounts) through the expected life of the financial assets, or where appropriate, a shorter period, to the net carrying amount on initial recognition.

Interest is recognised on an effective interest basis for debt instruments other than those financial assets classified as at Fair Value through Profit and Loss (FVTPL). Interest income is recognised in profit or loss and is included in the "Other income" line item.

Financial assets at cost

Investments in associates are accounted for at cost.

Financial assets at fair value through profit or loss (FVTPL)

Financial assets that do not meet the amortised cost criteria or Fair value through other comprehensive income (FVOCI) criteria are measured at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the "Other income" line item.

Derecognition of financial assets

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

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

Foreign exchange gains and losses

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

For foreign currency denominated financial assets measured at amortised cost and FVTPL, the exchange differences are recognised in profit or loss.

f Financial liabilities and equity instruments**Classification as debt or equity**

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

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL.

Financial liabilities at FVTPL

A financial liability may be designated as at FVTPL upon initial recognition if

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise
- the financial liability whose performance is evaluated on a fair value basis, in accordance with the Company's documented risk management.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability.

Fair values are determined in the manner described in note 'K'.

Financial liabilities at amortised cost

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

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

Trade and other payables are recognised at the transaction cost, which is its fair value, and subsequently measured at amortised cost.

Foreign exchange gains and losses

For financial liabilities that are denominated in a foreign currency and are measured at amortised cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortised cost of the instruments and are recognised in 'Other income'.

The fair value of financial liabilities denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. For financial liabilities that are measured as at FVTPL, the foreign exchange component forms part of the fair value gains or losses and is recognised in profit or loss.

Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss. The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

g Derivative financial instruments

The Company enters into a variety of derivative financial instruments to manage its exposure to foreign exchange rate risks such as forward currency contracts. Further details of derivatives financial instruments are disclosed in note 40.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered into and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in profit or loss immediately.

Embedded derivatives

Derivatives embedded in non-derivative host contracts that are not financial assets within the scope of Ind AS 109 are treated as separate derivatives when their risks and characteristics are not closely related to those of the host contracts and the host contracts are not measured at FVTPL.

h Inventories

Inventories are stated at the lower of weighted average cost or net realisable value. Costs include all non-refundable duties and all charges incurred in bringing the goods to their present location and condition. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

i Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Company classifies all other assets as non-current.

A liability is current when

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

j Foreign currencies

The Company's financial statements are presented in INR which is company's functional currency and items included in the financial statements are measured using this functional currency.

Transactions and balances

Transactions in foreign currencies are initially recorded by the Company at its functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

k 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 fair value measurement is based on the presumption that the transaction to sell the financial asset or settle the financial liability takes place either:

- In the principal market, or
- In the absence of a principal market, in the most advantageous market

The principal or the most advantageous market must be accessible by the Company.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising 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:

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

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or reassessed as per the Company's accounting policies.

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

l Government grants

The Company recognises government grants only when there is reasonable assurance that the conditions attached to them will be complied with and the grants will be received. Where Government grants relates to assets, the cost of assets are presented at gross value and grant thereon is recognised as income in the statement of profit and loss over the useful life of the related assets in proportion in which depreciation is charged.

Grants related to income are recognised in the statement of profit and loss in the same period as the related cost which they are intended to compensate are accounted for.

m Revenue Recognition:

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

Revenue is measured based on the transaction price, which is the consideration, adjusted for discounts and other incentives, if any as specified in the contract with the customer. Revenue also excludes taxes or other amounts collected from customers.

i) Sale of goods

The Company's contracts with customers for the sale of goods generally include one performance obligation. Revenue from the sale of other goods is recognised at the point in time when control of the asset is transferred to the customers, generally on delivery of the goods.

ii) Interest income is recognised on time proportion basis at the effective interest rate ("EIR") applicable.

iii) Profit or loss on sale of investment is recognised on the contract date.

n Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

o Employee benefits**i) Defined benefit plans:**

The employees' gratuity scheme is a defined benefit scheme. The present value of the obligation under such defined benefit plan is determined at each Balance Sheet date based on actuarial valuation which is carried out by an independent actuary using the Projected Unit Credit method considering discount rate based on the prevailing market yields of Indian government bonds at the valuation date for the expected term of the obligation. Actuarial gains and losses are charged to the Capital work in progress till the commencement of commercial production otherwise, the same is charged to the Statement of Profit and Loss for the period.

Defined benefit costs in the nature of current and past service cost and net interest expense or income are recognized in the statement of profit and loss in the period in which they occur. Actuarial gains and losses on re-measurement is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur and is reflected immediately in retained earnings and not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment.



Notes to financial statements for the period ended on 31st March, 2021

ii) Defined contribution plan:

Retirement Benefits in the form of Provident Fund and Family Pension Fund which are defined contribution schemes are charged to the Capital work in progress till the commencement of commercial production otherwise the same is charged to the Statement of Profit and Loss for the period in which the contributions to the respective funds accrue.

iii) Compensated Absences:

Provision for Compensated Absences and its classifications between current and non-current liabilities are based on independent actuarial valuation. The actuarial valuation is done as per the projected unit credit method.

iv) Short term employee benefits:

They are recognised at an undiscounted amount in Capital work in progress till the commencement of commercial production otherwise same is charged to Statement of Profit and Loss for the year in which the related services are received.

p Leases

Under Ind AS 116 Leases:

Effective 1st April, 2019 (i.e. Previous Year), the Company has adopted Ind AS 116 – Leases and applied the standard to all lease contracts existing on 1st April, 2019 using the modified retrospective method.

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

The Company recognises a right-of-use asset and a lease liability at the lease commencement date except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Lease term is a non-cancellable period together with periods covered by an option to extend the lease if the Company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option.

The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received. The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments to be paid over the lease term at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Generally, the Company uses its incremental borrowing rate as the discount rate. Subsequently, the lease liability is measured at amortised cost using the effective interest method.

q Taxes on Income

Tax on Income comprises current and deferred tax. It is recognised in statement of profit and loss except to the extent that it relates to a business combination, or items recognised directly in equity or in other comprehensive income.

Current tax

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is recognized for the future tax consequences of deductible temporary differences between the carrying values of assets and liabilities and their respective tax bases at the reporting date, using the tax rates and laws that are enacted or substantively enacted as on reporting date. Deferred tax liability are generally recorded for all temporary timing differences. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences can be utilised. Deferred tax relating to items recognized outside the statement of profit and loss is recognized outside the statement of profit and loss, either in other comprehensive income or directly in equity. The carrying amount of deferred tax assets is reviewed at each reporting date.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

r Earnings per share

Basic earnings per share is computed by dividing the profit / loss after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for the effects of dividend, interest and other charges relating to the dilutive potential equity shares by weighted average number of equity shares plus dilutive potential equity shares.

s Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

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



Contingent liabilities are not recognised but are disclosed in the notes.

Contingent assets are not recognised but are disclosed in the notes where an inflow of economic benefits is probable.

t Impairment

i) Impairment of tangible and intangible assets

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

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

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

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

ii) Financial assets

A financial asset is assessed at each reporting date to determine whether there is an objective evidence which indicates that it is impaired. A financial asset is considered to be impaired if an objective evidence indicates that one or more events have a negative effect on the estimated future cash flows of that asset.

The Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure.

- a) Financial assets that are debt instruments, and are measured at amortised cost ex. loans, debt securities, deposits, trade receivables and bank balances.
- b) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 11 and Ind AS 18.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk. If credit risk has not increased significantly, 12 month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used.

ECL is the difference between all contracted cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original EIR. ECL impairment loss allowance (or reversal) recognised during the period is recognised as expense / (income) in the statement of profit and loss.

3 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and assumptions

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

i) Fair value measurement of financial instruments

In estimating the fair value of financial assets and financial liabilities, the Company uses market observable data to the extent available. Where such Level 1 inputs are not available, the Company establishes appropriate valuation techniques and inputs to the model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Information about the valuation techniques and inputs used in determining the fair value of various assets and liabilities are disclosed in note 42.

ii) Defined benefit plans (gratuity benefits)

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

iii) Taxes

Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.



4.1 Property, Plant and Equipment

(₹ in Crores)

Description of Assets	Property, Plant and Equipment								Total
	Lease hold land *	Buildings	Computers	Plant & Machinery	Furniture & Fixtures	Office Equipments	Electrical Installation	Vehicles *	
I. Gross Carrying amount									
Balance as at 1st April, 2019	-	423.00	16.58	1,540.02	9.19	3.36	-	-	1,992.15
Additions	-	-	0.08	122.04	-	0.02	6.76	-	128.90
Disposals / Transfers	-	(0.11)	-	-	-	-	-	-	(0.11)
Transition Impact on adoption of Ind AS 116	80.69	116.52*	-	-	-	-	-	0.11	197.32
Balance as at 31st March, 2020	80.69	539.41	16.66	1,662.06	9.19	3.38	6.76	0.11	2,318.26
Additions	-	0.36	2.17	17.50	0.01	0.02	0.20	-	20.26
Disposals / Transfers	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2021	80.69	539.77	18.83	1,679.56	9.20	3.40	6.96	0.11	2,338.52
II. Accumulated depreciation and impairment									
Balance as at 1st April, 2019	-	46.86	8.50	417.84	2.86	1.86	-	-	477.92
Depreciation and Amortisation expense	3.00	17.05**	1.91	84.07	0.73	0.43	0.64	0.05	107.88***
Eliminated on disposal of assets	-	(0.10)	-	-	-	-	-	-	(0.10)
Transition Impact on adoption of Ind AS 116	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2020	3.00	63.81	10.41	501.91	3.59	2.29	0.64	0.05	585.70
Depreciation expense	3.00	17.09**	2.23	88.34	0.74	0.44	0.65	0.05	112.54***
Eliminated on disposal of assets	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2021	6.00	80.90	12.64	590.25	4.33	2.73	1.29	0.10	698.24

Description of Assets	Tangible Assets								Total
	Lease hold land *	Buildings	Computers	Plant & Machinery	Furniture & Fixtures	Office Equipments	Electrical Installation	Vehicles *	
Carrying amount :									
As at 31st March, 2020	77.69	475.60	6.25	1,160.15	5.60	1.09	6.12	0.06	1732.56****
As at 31st March, 2021	74.69	458.87	6.19	1,089.31	4.87	0.67	5.67	0.01	1640.28****

* Represents Right of Use asset as per Ind AS 116.

**Includes amortisation on Right of Use assets Buildings of ₹ 4.43 Cr as on 31.03.2021 and ₹ 4.43 Cr as on 31.03.2020

***Includes amortisation on Right of Use assets of ₹ 7.48 Cr as on 31.03.2021 and ₹ 7.48 Cr as on 31.03.2020

****Includes carrying amount of Right of Use assets towards Lease hold land ₹ 74.69 Cr, Buildings ₹ 107.66 Cr and Vehicles ₹ 0.01 Cr as on 31.03.2021 and Lease hold land ₹ 77.69 Cr, Buildings ₹ 112.09 Cr and Vehicles ₹ 0.06 Cr as on 31.03.2020

Note:-

1) All the property, Plant and equipment are subject to charge to secured loan from Bank (refer note 20 & 24)

4.2 Capital Work in Progress

The Capital work in progress represent Capital Inventory and direct/ incidental expenses incurred during construction period in connection with proposed project which will be capitalised on commencement of commercial production, consequently expenses disclosed under the respective note are net of such amount. The details of the

Particulars	As at 31st March 2021	As at 31st March 2020
Opening Balance		
1.Capital Work in Progress	14.83	72.00
2.Capital Inventory	13.33	27.57
Total (A)	28.16	99.57
Addition		
1.Capital Work in Progress		
(i) Project expenditure	14.77	72.26
(ii) Professional Expenses	13.13	0.37
(iii) Administration and Other Expenses	0.22	-
2.Capital Inventory	-	-
Total(B)	28.12	72.63
Less		
Amount Capitalized /deduction during the year		
1.Capital Work in Progress	21.12	130.08
2.Capital Inventory	13.21	13.96
Total(C)	34.33	144.04
1.Capital Work in Progress	21.83	14.83
2.Capital Inventory	0.12	13.33
Closing Balance (A + B - C)	21.95	28.16



Notes to financial statements for the year ended 31st March, 2021

4.3 Other Intangible Assets

(₹ in Crores)		
Description of Assets	Computer software	Total
I. Gross Carrying amount		
Balance as at 1st April, 2019	3.13	3.13
Additions	0.89	0.89
Disposals / Transfers	-	-
Balance as at 31st March, 2020	4.02	4.02
Additions	0.86	0.86
Disposals / Transfers	-	-
Balance as at 31st March, 2021	4.88	4.88
II. Accumulated depreciation and impairment		
Balance as at 1st April, 2019	1.00	1.00
Amortisation expense	0.74	0.74
Eliminated on disposal of assets	-	-
Balance as at 31st March, 2020	1.74	1.74
Amortisation expense	1.00	1.00
Eliminated on disposal of assets	-	-
Balance as at 31st March, 2021	2.74	2.74

(₹ in Crores)		
Description of Assets	Computer software	Total
Carrying amount		
As at 31st March, 2020	2.28	2.28
As at 31st March, 2021	2.14	2.14

Note:

1) All the Other Intangible Assets are subject to charge to secured loan from Bank (refer note 20 & 24)
(Figures below ₹ 50,000 are denominated by 0.00*)



Notes to financial statements for the year ended 31st March, 2021

5 Deferred Tax Assets / (Liabilities) (net)		As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Deferred Tax Assets on account of			
(i) Provisions for Employee Benefits		2.09	2.23
(ii) Unabsorbed Depreciation		173.08	353.41
Gross Deferred Tax Assets	Total (A)	175.17	355.64
Deferred Tax Liabilities on account of			
(i) Property, Plant and Equipment		176.08	242.36
Gross Deferred Tax Liabilities	Total (B)	176.08	242.36
Net Deferred Tax (Liabilities) / Assets	Total (A-B)	(0.91)	113.28

(a) Movement in deferred tax assets (net) for the period ended 31st March, 2021.

Particulars	Opening Balance as at 1st April, 2020	Recognised in Profit and Loss	Recognised in OCI	(₹ in Crores) Closing Balance as at 31st March, 2021
Tax effect of items constituting deferred tax assets :				
Employee Benefits	2.23	(0.17)	0.03	2.09
Unabsorbed Depreciation	353.41	(180.33)	-	173.08
Business Loss	-	-	-	-
Total (A)	355.64	(180.50)	0.03	175.17
Tax effect of items constituting deferred tax liabilities:				
Property, Plant and Equipment	242.36	(66.28)	-	176.08
Total (B)	242.36	(66.28)	-	176.08
Net Deferred Tax Assets	Total - (A-B)	113.28	(114.22)	0.03

5.1 Unrecognised deductible temporary differences and unused tax losses

Deductible temporary differences and unused tax losses for which no deferred tax assets have been recognised are attributable to the following:

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Unused tax losses (revenue in nature)	-	220.79
	-	220.79

6 Non-current Investments

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Unquoted Investments		
Investments in Equity Instruments		
Mundra Solar Techno Park Private Limited		
12,45,000 Equity Shares (Previous Year 12,45,000 equity shares)	1.25	1.25
(Face value of ₹ 10 each)		
Total	1.25	1.25

7 Non-current Loans

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Loans to related party (refer note 51)	6.63	1.70
Total	6.63	1.70

8 Other Non-current Financial Assets

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Security deposit	17.55	-
Total	17.55	-

9 Other Non-current Assets

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Capital advances	8.35	3.10
Balances with Government authorities	0.25	-
Advance income tax (Net of Provision)	6.36	5.61
Staff Relocation Advance	0.58	0.87
Total	15.54	9.58



Notes to financial statements for the year ended 31st March, 2021

10 Inventories (At lower of weighted average cost or net realisable value)	As at	
	31st March, 2021 (₹ in Crores)	31st March, 2020 (₹ in Crores)
Finished Goods	135.93	154.05
Raw-Materials (including GIT of ₹ 49.17 Crores (As at 31st March 2020 ₹ 11.51 Crores))	144.00	95.84
Stores and Spares	18.88	22.29
Packing Materials	1.44	1.31
Total	300.25	273.49
Note: For charges created on inventories, refer note 20 & 24.		
11 Trade Receivables	As at	
	31st March, 2021 (₹ in Crores)	31st March, 2020 (₹ in Crores)
Secured, considered good	-	-
Unsecured, considered good	813.24	509.66
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
Total	813.24	509.66
Note: For charges created on Trade Receivables, refer note 20 & 24.		
12 Cash and Cash equivalents	As at	
	31st March, 2021 (₹ in Crores)	31st March, 2020 (₹ in Crores)
Balances with banks	62.37	0.32
In current accounts	-	-
Total	62.37	0.32
Note: For charges created on Cash and Cash equivalents, refer note 20 & 24.		
13 Bank balance (other than Cash and Cash equivalents)	As at	
	31st March, 2021 (₹ in Crores)	31st March, 2020 (₹ in Crores)
Balances held as Margin Money (Margin against Bank Guarantee and trade credits)	68.86	141.91
Total	68.86	141.91
Note: For charges created on Bank balance (other than Cash and Cash equivalents), refer note 20 & 24.		
14 Loans	As at	
	31st March, 2021 (₹ in Crores)	31st March, 2020 (₹ in Crores)
(Unsecured, considered good)	-	-
Loans to employees	0.77	0.68
Loans to related party (refer note 51)	0.71	12.56
Total	1.48	13.24
15 Other Financial Assets	As at	
	31st March, 2021 (₹ in Crores)	31st March, 2020 (₹ in Crores)
Interest receivable	0.50	0.37
Government Grant receivable	35.61	53.55
Export Incentive Receivable	11.09	20.81
Contract Assets	35.14	16.29
Derivative assets	-	0.20
Security deposit	0.91	0.81
Forward cover receivables	-	0.01
Other Financial assets	2.19	-
Total	85.44	92.04
16 Other Current Assets	As at	
	31st March, 2021 (₹ in Crores)	31st March, 2020 (₹ in Crores)
Advances for goods and services	336.27	94.91
Balances with Government authorities	33.38	7.33
Prepaid expenses	3.33	1.76
Advance to employees	0.47	0.55
Total	373.45	104.55

(Figures below ₹ 50,000 are denominated by 0.00*)



Notes to financial statements for the year ended 31st March, 2021

17 Share Capital

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Authorised Share Capital 30,00,00,000 equity shares of ₹ 10/- each	300.00	300.00
Total	300.00	300.00
Issued, Subscribed and fully paid-up equity shares 30,00,00,000 equity shares of ₹ 10/- each	300.00	300.00
Total	300.00	300.00

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

Equity Shares

	As at 31st March, 2021		As at 31st March, 2020	
	No. Shares	(₹ in Crores)	No. Shares	(₹ in Crores)
At the beginning of the year	300,000,000	300.00	300,000,000	300.00
Issued during the year	-	-	-	-
Outstanding at the end of the year	300,000,000	300.00	300,000,000	300.00

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company the holders of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the share holders.

c. Shares held by Parent company

Out of equity shares issued by the Company, shares held by its Parent company are as under:

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Equity Shares by Parent company Adani Green Technology Limited (Formerly known as Sami Solar (Gujarat) Private Limited)	300.00	300.00

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

	As at 31st March, 2021		As at 31st March, 2020	
	No. Shares	% holding in the class	No. Shares	% holding in the class
Equity shares of ₹ 10 each fully paid Adani Green Technology Limited (Formerly known as Sami Solar (Gujarat) Private Limited) (together with its nominees)	300,000,000	100%	300,000,000	100%
Total	300,000,000	100%	300,000,000	100%

18 Instrument entirely equity in nature

	As at 31st March, 2021		As at 31st March, 2020	
	No. of Debentures	(₹ in Crores)	No. of Debentures	(₹ in Crores)
0% Compulsorily Convertible Debentures classified as equity	45,000,000.00	450.00	45,000,000.00	450.00
Total	45,000,000.00	450.00	45,000,000.00	450.00

Note

The Company has issued 0% Compulsory Convertible Debentures of ₹ 100 each which shall be compulsorily convertible any time before 20 years from the date of first issue.

19 Other Equity

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Retained Earnings		
Opening Balance	(403.61)	(439.70)
Add : Profit for the year	418.01	36.09
Closing Balance	14.40	(403.61)



Mundra Solar PV Limited

Notes to financial statements for the year ended 31st March, 2021

20 Non Current Borrowings

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Secured borrowings		
Term Loans		
From Banks	719.35	802.71
	719.35	802.71
Unsecured borrowings		
From Financial Institutions	-	0.12
From Related Parties	0.27	266.08
From Others	-	110.01
	0.27	376.21
Total	719.62	1,178.92

Notes :

(a) Rupee term loan from banks aggregating to ₹ 869.34 Crores (Previous Year ₹ 944.50 Crores) are secured by first charge by way of Mortgage on all immovable properties and first charge by way of Hypothecation on all movable assets, Intangibles, Goodwill, Uncalled Capital, present and future of project of 1200 MW of Company on paripassu basis along with 51% equity shares of the company. The same is also secured by second charge on stock of raw material, semi finished goods, finished goods, stores & spares, goods in transit, book debt, bills, outstanding monies, receivable relating to project of 1200 MW, both present and future. The interest rates of 9.90% p.a on Rupee term borrowings and secured Loan from bank would be repaid in 22 quarterly structured instalments till September 2026

(b) The unsecured borrowings from related parties carries interest rate of 10% p.a and is repayable within 5 years from the date of agreement

21 Other Non-current Financial Liabilities

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Obligation under lease payable	82.31	179.51
Retention Money	34.53	25.11
Trade payables	125.00	-
Total	241.84	104.99

22 Non Current Provisions

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Provision for Employee Benefits (refer note 47)	8.18	6.56
Total	8.18	6.56

23 Other Non-current Liabilities

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Deferred Government Grant	265.02	273.43
Total	265.02	273.43

24 Current Borrowings

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Secured borrowings		
Trade Credits		
From Banks	333.45	302.13
Cash Credit / WCDL From Banks	-	-
Unsecured Borrowings		
Loan from Bank	451.32	351.78
Loan from Financial Institution	11.32	-
Trade Credits		
From Banks	4.38	10.77
From Financial Institutions	-	-
Other loans		
From Related Parties (refer note 51)	2.18	1.97
Total	802.65	426.20

Note:

(a) Trade Credits and Cash Credit/WCDL from Bank aggregating to ₹ 333.45 Crores (Previous year ₹ 374.78 Crores) are secured by first charge by way of hypothecation of stock of raw material, semi finished goods, finished goods, stores & spares, goods in transit, all the bank accounts (excluding ESCROW & DSRA accounts), book debt, operating cash flows, commissions, revenue of whatsoever and whenever arising bills, outstanding monies, receivable, both present and future. The same are also secured by second charge on Company's immovable and movable properties relating to project of 1200 MW, both present and future.



Mundra Solar PV Limited
Notes to financial statements for the year ended 31st March, 2021

25 Trade Payables	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Trade Payables (refer note 39)		
i. Total outstanding dues of micro enterprises and small enterprises	31.08	26.67
ii. Total outstanding dues of creditors other than micro enterprises and small enterprises	321.78	356.39
Total	352.86	423.06
26 Other Financial Liabilities	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Current maturities of Non-current borrowings (Secured)	144.75	135.51
Current maturities of Non-current borrowings (Unsecured)	0.12	1.71
Lease Liabilities obligation	0.00*	0.00
Interest accrued but not due on borrowings	1.14	0.87
Project Creditors	20.80	30.16
Other Financial Liabilities	0.40	0.48
Total	167.21	176.82
(Figures below ₹ 50,000 are denominated by 0.00*)		
27 Other Current Liabilities	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Advance from Customers	60.96	55.85
Deferred Government Grant	21.25	20.77
Statutory liabilities	3.92	9.76
Total	86.13	86.32
28 Current Provisions	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Provision for Employee Benefits (refer note 47)	1.61	1.33
Total	1.61	1.33
29 Revenue from Operations	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Revenue from sale of goods and services		
- Modules / Others	2,602.16	1,887.84
- EPC	287.48	255.54
Other Operating revenue		
Income from Government Grant	34.07	41.68
Exports Incentives	1.16	26.13
Total	2,924.87	2,355.28
(a) Contract balances:		
The following table provides information about receivables, contract assets and contract liabilities from the contracts with customers.		
Particulars	As at 31st March 2021	As at 31st March 2020
Trade Receivables (refer note 11)	813.24	709.66
Contract assets (refer note 15)	35.14	16.29
Contract liabilities (refer note 27)	60.96	55.85
The Trade receivables primarily relate to the Company's right to consideration for work completed at the reporting date.		
The contract assets primarily relate to the Company's right to consideration for work completed but not billed at the reporting date. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Company issues an invoice to the Customer.		
The contract liabilities primarily relate to the advance consideration received from the customers.		
(b) Significant changes in contract assets and liabilities during the period		
Particulars	As at 31st March 2021	As at 31st March 2020
Contract assets reclassified to receivables	16.29	14.10
Contract liabilities recognised as revenue during the year	44.00	216.10
(c) Reconciliation the amount of revenue recognised in the statement of profit and loss with the contracted price		
Particulars	For the year ended 31st March 2021	
Revenue as per contracted price	2,889.64	
Adjustments if any		
Revenue from contract with customers	2,889.64	



30 Other Income	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Profit on Sale of units of Mutual Fund	-	0.40
Foreign Exchange Fluctuation Gain (net)	18.84	1.28
Income from Sale of Scrap	4.31	2.55
Interest Income	11.43	11.91
Miscellaneous Income	1.36	1.94
Profit on sale / Retirement of Assets (net)	-	0.00*
Total	35.94	18.08
31 Changes in Inventories of Finished Goods and Work-in-Progress	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Inventories at the beginning of the year		
Finished goods	154.05	115.42
	154.05	115.42
Inventories at the end of the year		
Finished goods	135.93	154.05
	135.93	154.05
Net (Increase) / Decrease	18.12	(38.63)
32 Other Manufacturing Expenses	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Stores Spares and Chemical Consumed	204.72	168.30
Packing Materials Consumed	28.17	34.26
Power and Fuel Consumed	32.54	35.93
Direct Operating Expenses	9.35	13.12
Total	274.78	251.81
33 Employee Benefit Expenses	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Salaries and Wages	101.49	111.34
Contribution to Provident Fund and Other Funds	4.48	4.46
Staff Welfare Expenses	4.36	4.55
Total	110.33	120.35
34 Finance Cost	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
(a) Interest Expenses on :		
Interest on Loans	150.47	106.52
Interest on Trade Credits and Others*	15.44	28.73
Total (A)	165.91	135.25
(b) Other borrowing costs :		
Loss on Derivatives Contracts	1.72	(25.86)
Bank Charges and Other Borrowing Costs	14.44	11.15
Total (B)	16.16	(14.71)
(c) Net loss on foreign currency transactions and translation (to the extent considered as finance costs)	-	60.88
	-	60.88
Total (A+B)	182.07	181.42

* Includes interest on lease liabilities of ₹ 6.41 Crores for the period ended 31st March, 2021 (Previous year - ₹ 6.23 Crores)



Notes to financial statements for the year ended 31st March, 2021

35 Other Expenses

	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Repairs and Maintenance		
Plant and Equipment	11.10	11.93
Building	2.09	1.67
Others	6.39	7.12
Rent & Infrastructure Usage Charges	5.93	4.64
Rates and Taxes	0.27	0.16
Legal & Professional Expenses	17.56	18.90
Payment to Auditors		
Statutory Audit Fees	0.06	0.06
Interim financial reporting Fees	0.04	
Tax Audit Fees	0.01	0.01
Others	0.03	0.02
Communication Expenses	1.73	1.36
Bad debts written off	8.50	
Travelling and Conveyance Expenses	9.18	12.79
Insurance Expenses	6.02	3.52
Office expenses	0.55	0.88
Electricity Expenses	0.59	0.69
Freight and handling charges	36.14	86.04
Custom Duty	6.98	88.67
Miscellaneous Expenses	17.33	27.49
Total	130.50	265.95

(Figures below ₹ 50,000 are denominated by 0.00*)

36 Income Tax

The major components of income tax expense for the year ended 31st March, 2021 and 31st March, 2020 are under:

Income Tax Expense :

Current Tax:

Current Income Tax Charge

Adjustments of current tax for Prior Period

	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Current Income Tax Charge	-	-
Adjustments of current tax for Prior Period	-	-
Total (A)	-	-

Deferred Tax

In respect of current year origination and reversal of temporary differences

	114.22	(22.99)
Total (B)	114.22	(22.99)
Total (A+B)	114.22	(22.99)

Profit before tax as per Statement of Profit and loss

Income tax using the company's domestic tax rate @ 25.17% (Previous year 34.94%)

Tax Effect of :

i) Incremental depreciation / allowance allowable on assets

ii) Provisions disallowed

iii) Brought forward Losses utilized for current tax

iv) Non-deductible expenses

v) Impact of Change in Tax Rate & Others

	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Profit before tax as per Statement of Profit and loss	532.20	12.91
Income tax using the company's domestic tax rate @ 25.17% (Previous year 34.94%)	133.96	4.51
i) Incremental depreciation / allowance allowable on assets	(16.82)	(45.41)
ii) Provisions disallowed	0.96	1.00
iii) Brought forward Losses utilized for current tax	(114.34)	42.95
iv) Non-deductible expenses	(3.76)	(3.05)
v) Impact of Change in Tax Rate & Others	-	-
Total	-	-
Deferred tax recognised due to change in Tax Rate	0.35	-
Deferred tax recognised due to others	113.87	(22.99)
Total	114.22	(22.99)

Income tax recognised in profit and loss account at effective rate

Deferred tax recognised due to change in Tax Rate

Deferred tax recognised due to others

Total tax recognised for the year



Notes to financial statements for the year ended 31st March, 2021

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

(i) Contingent Liabilities :

Based on the information available with the company, there is no contingent liability as at the period ended 31st March, 2021

(ii) Commitments :

Capital Commitment

(Estimated amount of contract remaining to be executed on capital account and not provided for (Net of Advance)

As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Nil	Nil
As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
123	2196

38 Leases

The Company has lease contracts for land, Warehouse & Vehicle used in its operations. Leases of this items are generally have lease terms between 3 to 30 years. Generally, the Company is restricted from assigning and subleasing the leased assets.

The weighted average incremental borrowing rate applied to lease liabilities is 8.25%.

The following is the movement in Lease liabilities during the period ended 31st March 2021.

Particulars

	As at 31st March 2021	As at 31st March 2020
Opening Balance	79.91	32.72
Add :Lease Liabilities on account of adoption of Ind AS 116	-	44.96
Add: Finance Costs incurred during the period	6.41	6.23
Less: Payments of Lease Liabilities	4.00	4.00
Balance as at 31st March, 2021 (Refer Note 21 and 26)	82.32	79.91

39 Due to micro, small and medium enterprises

Under the Micro Small and Medium Enterprises Development Act, 2006, (MSMED) which came in to force from 2nd October, 2006, certain disclosures are required to be made relating to Micro, Small and Medium enterprises. On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below.

Particulars

	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
Principal amount remaining unpaid to any supplier as at the year end.	31.08	26.67
Interest due thereon	-	-
Amount of interest paid by the company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year.	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under the MSMED.	-	-

Amount of interest accrued and remaining unpaid at the end of the accounting year.

Amount of further interest remaining due and payable even in succeeding years.

The disclosure in respect of the amount payable to enterprises which qualify under the definition of micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 has been made based on the information received and available with the Company. On the basis of such information, no interest is payable to any micro, small and medium enterprises. These facts have been relied upon by the auditors.

40 The Company has taken various derivatives to hedge its loans. The outstanding position of derivative instruments is as under:

Nature	Purpose	Currency	As at 31st March, 2021		As at 31st March, 2020	
			(₹ in Crores)	Foreign Currency (In Million)	(₹ in Crores)	Foreign Currency (In Million)
Forward Contract	Hedging of Trade Credits	USD	-	-	28.09	3.71

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

Nature	Currency	As at 31st March, 2021		As at 31st March, 2020	
		(₹ in Crores)	Foreign Currency (In Million)	(₹ in Crores)	Foreign Currency (In Million)
1. Trade Credit from bank	USD	192.55	26.34	364.27	48.14
	GBP	-	-	0.36	0.04
	EUR	42.76	4.99	1.09	0.13
2. Trade Receivable	USD	4.69	0.64	96.78	12.79
	EUR	3.92	0.46	6.29	0.76
3. Trade Payable & Other Financial Liability	GBP	0.01	0.00*	-	-
	USD	83.87	11.47	103.49	13.68
4. Interest accrued but not due	USD	0.08	0.01	0.95	0.13
5. Other Receivable	GBP	-	-	0.02	0.00
	USD	17.55	2.40	-	-

(Figures below 50,000 are denominated by 0.00*)

41 Financial Risk Management Objective and Policies:

The Company's risk management activities are subject to the management direction and control under the framework of Risk Management Policy as approved by the Board of Directors of the Company. The Management ensures appropriate risk governance framework for the Company through appropriate policies and procedures and that risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

The Company is primarily exposed to risks resulting from fluctuation in market risk, credit risk and liquidity risk, which may adversely impact the fair value of its financial instruments.



Notes to financial statements for the year ended 31st March, 2021

(i) Market Risk

Market risk is the risk of loss of future earnings, fair value or future cash flows of a financial instrument, that may result from adverse changes in interest rate and foreign currency exchange rates.

A. Foreign Currency Exchange Risk :

Since the Company operates in more than one currency, it is exposed to currency risks through its transactions in more than one foreign currency or where assets or liabilities are denominated in currency other than functional currency.

The company evaluates exchange rate exposure arising from foreign currency transactions and follows established risk management policies including the use of derivatives like foreign exchange forward and option contracts to hedge exposure to foreign currency risks.

For open positions on outstanding foreign currency contracts and details on unhedged foreign currency exposure, please refer note no 40.

Every percentage point depreciation / appreciation in the exchange rate between the Indian Rupee and the U. S. Dollar, would have affected the Company's profit for the year as follows:

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Impact on profit for the year	3.46	3.80

B. Interest Risk :

The Company is exposed to changes in interest rates due to its financing, investing and cash management activities. The risks arising from interest rate movements arise from borrowings with variable interest rates. The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

The Company's risk management activities are subject to the management, direction and control of Central treasury team of the Adani Group under the framework of Risk Management Policy for interest rate risk. The Group's central treasury team ensures appropriate financial risk governance framework for the Company through appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives.

For Company's total borrowings, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used, which represents management's assessment of the reasonably possible change in interest rate.

(₹ in Crores)		
Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Total Borrowings	864.10	938.22

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

(₹ in Crores)		
Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Impact on profit for the year	4.32	4.69

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

(ii) Credit Risk

Credit risk refers to the risk that a counterparty or customer will default on its contractual obligations resulting in a loss to the company. Financial instruments that are subject to credit risk principally consist of Loans, Trade and Other Receivables, Cash & Cash Equivalents, investments and Other Financial Assets. The carrying amounts of financial assets represent the maximum credit risk exposure.

Credit risk encompasses both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Credit risk is controlled by analysing credit limits and creditworthiness of counter parties on continuous basis with appropriate approval mechanism for sanction of credit limits. Credit risk from balances with banks, financial institutions and investments is managed by the company's treasury team in accordance with the company's risk management policy. Cash and cash equivalents and Bank deposits are placed with banks having good reputation, good past track record and high quality credit rating.

(iii) Liquidity Risk

Liquidity risk refers to the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities. The Company's objective is to provide financial resources to meet its obligations when they are due in a timely, cost effective and reliable manner without incurring unacceptable losses or risking damage to the Company's reputation. The Company monitors liquidity risk using cash flow forecasting models. These models consider the maturity of its financial investments, committed funding and projected cash flows from operations.

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

(₹ in Crores)					
As at 31st March, 2021	Carrying Value	Less than 1 year	1 to 5 years	More than 5 years	Total
Borrowings (including current maturities of long-term borrowings)	1,667.14	1,031.50	894.26		1,925.76
Trade Payables	477.86	352.86	125.00		527.86
Lease Liabilities	82.31	6.61	35.42	191.86	233.89
Other Financial Liabilities	56.87	22.34	34.53		87.47
Total	2,284.18	1,413.31	1,089.21	191.86	2,694.38

The table has been drawn up based on the undiscounted contractual maturities of the financial liabilities including interest that will be paid on those liabilities upto the maturity of the instruments.



Mundra Solar PV Limited

Notes to financial statements for the year ended 31st March, 2021

42 Fair Value Measurement :

a) The carrying value of financial instruments by categories as of 31st March, 2021 is as follows :

(₹ in Crores)				
Particulars	Fair Value through other Comprehensive income	Fair Value through profit or loss	Amortised cost	Total
Financial Assets				
Cash and cash equivalents	-	-	62.37	62.37
Bank balances other than cash and cash equivalents	-	-	68.86	68.86
Trade Receivables	-	-	813.24	813.24
Loans	-	-	8.11	8.11
Other Financial assets	-	-	102.99	102.99
Total	-	-	1,055.57	1,055.57
Financial Liabilities				
Borrowings	-	-	1,522.27	1,522.27
Trade Payables	-	-	477.86	477.86
Other Financial Liabilities	-	-	284.05	284.05
Total	-	-	2,284.18	2,284.18

b) The carrying value of financial instruments by categories as of 31st March, 2020 is as follows :

(₹ in Crores)				
Particulars	Fair Value through other Comprehensive income	Fair Value through profit or loss	Amortised cost	Total
Financial Assets				
Cash and cash equivalents	-	-	0.32	0.32
Bank balances other than cash and cash equivalents	-	-	141.91	141.91
Trade Receivables	-	-	509.66	509.66
Loans	-	-	14.94	14.94
Derivative instruments	-	0.21	-	0.21
Other Financial assets	-	-	91.83	91.83
Total	-	0.21	758.66	758.87
Financial Liabilities				
Borrowings	-	-	1,605.12	1,605.12
Trade Payables	-	-	423.06	423.06
Other Financial Liabilities	-	-	281.81	281.81
Total	-	-	2,309.99	2,309.99

(Figures below ₹ 50,000 are denominated by 0.00*)

The Carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are reasonable approximation of their fair value, since the Company does not anticipate that the carrying amount would be significantly different from the values that would eventually be received or settled.

43 Fair Value hierarchy :

(₹ in Crores)			
Particulars	As at 31st March, 2021		
	Level 2	Level 3	Total
Assets			
Investments in Mutual Fund	-	-	-
Derivative instruments	-	-	-
Total	-	-	-
Liabilities			
Derivative instruments	-	-	-
Total	-	-	-
Particulars	As at 31st March, 2020		
	Level 2	Level 3	Total
Assets			
Derivative instruments	0.21	-	0.21
Total	0.21	-	0.21
Liabilities			
Derivative instruments	-	-	-
Total	-	-	-

The fair values of the financial assets and financial liabilities included in the level 2 and level 3 categories above have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties.

44 Pursuant to the Indian Accounting Standard (Ind AS- 33) – "Earnings per Share", the disclosure is as under:

Particulars		For the year ended 31st March, 2021	For the year ended 31st March, 2020
Basic and Diluted EPS			
Profit attributable to equity shareholders	(₹ in Crores)	418.11	34.34
Weighted average number of equity shares outstanding during the year	No	300,000,000	300,000,000
Nominal Value of equity share	₹	10	10
Basic and Diluted EPS	₹	13.94	1.14

Potential equity shares in the form of compulsory convertible debentures, pending conversion are ignored in the calculation of diluted earnings per share, as the number of equity shares to be allotted is currently undeterminable.

Notes to financial statements for the year ended 31st March, 2021

45 Capital Management

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

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

The funding requirements are met through a mixture of equity, internal fund generation, borrowings. The Company's policy is to use borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the net debt to equity ratio.

- 46 The Company's activities during the year revolve around manufacture of Solar Photovoltaic modules / systems and Solar Cell. Considering the nature of Company's business and operations, as well as based on reviews of operating results by the chief operating decision maker to make decisions about resource allocation and performance measurement, there is only one reportable segment in accordance with the requirements of Ind AS - 108 - "Operating Segments", prescribed under Companies (Indian Accounting Standards) Rules, 2015.

- 47 As per Ind AS - 19 "Employee Benefits", the disclosure are given below :

(a) Defined Benefit Plan

The Company operates a defined benefit plan (the Gratuity plan) covering eligible employees, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment.

The status of gratuity plan (non-funded) as required under Ind AS - 19 "Employee Benefits"

Particulars	As at 31st March, 2021 (₹ in Crores)	As at 31st March, 2020 (₹ in Crores)
i. Present Value of Defined Benefit Obligations at the beginning of the year	3.97	2.47
Current Service Cost	1.05	0.93
Interest Cost	0.25	0.18
Liability Transferred in / (Out) (net)	(0.19)	(0.11)
Benefit paid	(0.32)	(0.06)
Re-measurement (or Actuarial) (gain) / loss arising from:		
Change in demographic assumptions	0.24	0.15
Change in financial assumptions	(0.17)	0.33
Experience variance (i.e. Actual experience vs. assumptions)	0.07	0.08
Present Value of Defined Benefit Obligations at the end of the year	4.90	3.97
ii. Reconciliation of Opening and Closing Balances of the Fair value of Plan assets		
Fair value of Plan assets at the beginning of the year	-	-
Expected return on plan assets	-	-
Contributions:		
Employer's Contributions	-	-
Employee's Contributions	-	-
Benefit paid	-	-
Actuarial gain/(loss) on plan assets	-	-
Fair value of Plan assets at the end of the year	-	-
iii. Reconciliation of the Present value of defined benefit obligation and Fair value of plan assets		
Fair Value of Plan assets at the end of the year	-	-
Present Value of Defined Benefit Obligations at the end of the year	4.90	3.97
Net Liability recognized in balance sheet as at the end of the year	(4.90)	(3.97)
iv. Gratuity Cost / (Gain) for the year		
Current service cost	1.05	0.93
Net Interest Cost / (Income)	0.25	0.18
Net Gratuity Cost / (Gain) recognised	1.30	1.13
v. Other Comprehensive Income		
Actuarial (gains) / losses		
Change in demographic assumptions	0.24	0.15
Change in financial assumptions	(0.17)	0.33
Experience variance (i.e. Actual experience vs. assumptions)	0.07	0.08
Total Defined benefit cost / (Gain) recognised in Other Comprehensive Income	0.14	0.56
vi. Actuarial Assumptions		
Discount Rate (per annum)	6.70%	6.70%
Annual Increase in Salary Cost	8.00%	8.50%
Attrition Rate	7.58%	12.00%
Mortality Rates are given under Indian Assured Lives Mortality (2012-14) Ultimate Retirement Age 58 Years		

vii. Sensitivity Analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

Particulars	As at 31st March, 2021	As at 31st March, 2020
Defined Benefit Obligation (Base)	4.90	3.97

Particulars	As at 31st March 2021 (₹ in Crores)		As at 31st March 2020 (₹ in Crores)	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	5.39	4.48	4.29	3.70
(% change compared to base due to sensitivity)	10.00%	-8.60%	7.90%	-7.00%
Salary Growth Rate (- / + 1%)	4.48	5.38	3.70	4.28
(% change compared to base due to sensitivity)	-8.60%	9.80%	-7.00%	7.10%
Attrition Rate (- / + 50%)	5.18	4.70	4.46	3.64
(% change compared to base due to sensitivity)	5.60%	-4.10%	12.00%	-8.40%
Mortality Rate (- / + 10%)	4.90	4.90	3.98	3.98
(% change compared to base due to sensitivity)	0.00%	0.00%	0.00%	0.00%

viii. Effect of Plan on Entity's Future Cash Flows**a) Funding arrangements and Funding Policy**

The scheme is managed on unfunded basis.

b) Expected Contribution during the next annual reporting period

The Company's best estimate of Contribution during the next year is Nil as scheme is managed on unfunded basis.

c) Maturity Profile of Defined Benefit Obligation

Weighted average duration (based on discounted cash flows) - 9 years.

Expected cash flows over the next (valued on undiscounted basis):	(₹ in Crores)
1 year	0.32
2 to 5 years	1.56
6 to 10 years	2.42
More than 10 years	6.08

The discount rate is based on the prevailing market yields of Government of India securities as at the balance sheet date for the estimated term of the obligations

The actuarial liability for compensated absences as at the year ended 31st March, 2021 is ₹ 4.89 Crores (31st March, 2020 is ₹ 3.92 Crores)

(b) Defined Contribution Plan**Contribution to Defined Contribution Plans**

Particulars	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
Employer's Contribution to Provident Fund	2.94	3.15
Employer's Contribution to Superannuation Fund	0.01	0.01

(Figures below ₹ 50,000 are denominated by 0.00*)

48 Events occurring after the Balance sheet Date

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to the financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the financial statements. As of 31st March 2021, there were no subsequent events to be recognized or reported that are not already disclosed.

49 Due to on going impact of COVID-19 globally and in India, the Company has assessed likely adverse impact on economic environment in general and financial risks on account of COVID-19. On long term basis, the Company does not anticipate any major challenge in operating its plants and meeting its financial obligations. Basis above, the management has estimated its future cash flows for the Company which indicates no major impact in the operational and financial performance of the Company. The management, however, will continue to closely monitor the performance of the Company.**50 Recent Pronouncements**

On March 24, 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Key amendments relating to Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

Balance Sheet:

- Lease liabilities should be separately disclosed under the head 'financial liabilities', duly distinguished as current or non-current.
- Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- Specified format for disclosure of shareholding of promoters.
- Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- Specific disclosure under 'additional regulatory requirement' such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.

Statement of Profit & Loss:

- Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of financial statements.

The amendments are extensive and the Company will evaluate the same to give effect to them as required by law.



51 Related Party Transactions

The Management has identified the following entities as related parties of the company for the year ended 31st March 2021 for the purpose of reporting as per Indian Accounting Standard 24 - "Related Party Disclosure" which are as under:-

A. List of related parties and relationship

Ultimate Controlling Entity	: S B Adani Family Trust ("SBAFT")
Ultimate Parent Company	: Adani Enterprises Limited
Intermediate Parent Entity	: Adani Tradecom LLP
Parent Company	: Adani Green Technology Limited (Formerly known as Sami Solar (Gujarat) Private Limited)
Fellow Subsidiary	: Mundra Solar Limited
Entities over which ultimate Controlling entity, key Management personnel, Directors and their relative are able to exercise significant Influence. (With whom transactions made during the year)	: Adani Electricity Mumbai Limited Adani Enterprises Limited Adani Estate Management Private limited Adani Foundation Adani Global PTE Limited Adani Green Energy (MP) Limited Adani Green Energy (UP) Limited Adani Green Energy Four Ltd Adani Green Energy Limited Adani Green Energy PTE Limited Adani Green Technology Limited Adani Hazira Port Private Limited Adani Hospitals Mundra Private Limited Adani Infra (India) Limited Adani Institute of Infrastructure Adani Institute for Education Adani Logistics Limited Adani Lucknow International Airport Limited Adani Mangaluru International Airport Limited Adani Petronet (Dahej) Port Private Limited Adani Ports & Special Economic Zone Limited Adani Power (Mundra) Limited Adani Power Maharashtra Limited Adani Power Rajasthan Limited Adani Properties Private Limited Adani Renewable Energy Holding One Limited (Formerly known as Mahoba Solar UP Private Limited) Adani Township and Real Estate Company Private Limited Adani Transmission India Limited Adani Wilmar Limited Belvedere Golf and Country Club Chhattisgarh – WR Transmission Limited Essel Urja Private Limited Karnavati Aviation Private Limited Maharashtra Eastern Grid Power Transmission Company Limited Mpsej Utilities Private Limited Mundra Solar Technopark Private Limited Parampujya Solar Energy Private Limited Prayatna Developers Private Limited Raipur Rajnandgaon Warora Transmission Limited T N Urja Private Limited The Dhamra Port Company Limited Vishaka Industries Private Limited Vishakha Renewables Private Limited Vishakha Solar Films Private Limited
Key Management Personnel	: Mr. Rajesh Kumar Jha, Director Mr. Harsh Vardhan Govil, Whole-time Director Mr. Sanjeev Bafna, Chief Financial Officer (upto 26.03.2021) Mr. Kalpesh Dave, Company Secretary



B. Transactions with related parties

Sr No.	Nature of Transaction	Related Party	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
1	Expenses Paid / Services Availed	Adani Enterprises Limited Adani Hospitals Mundra Private Limited Adani Infra (India) Limited Adani Ports & Special Economic Zone Limited Adani Power (Mundra) Limited Adani Wilmar Limited Mpsez Utilities Private Limited Mundra Solar Technopark Private Limited Adani Institute for Education Karnavati Aviation Private Limited Belvedere Golf and Country Club Adani Institute of Infrastructure Limited Adani Logistics Limited Adani Transmission India Limited	4.88 0.10 1.66 9.75 1.48 0.04 31.42 9.87 0.00* 3.00 0.01 0.01 0.00* 0.35 0.00*	5.05 0.19 5.56 4.96 1.50 0.04 34.81 8.44 0.01 3.00 0.02 0.01 - - -
2	Borrowing Taken	Adani Enterprises Limited Mundra Solar Technopark Private Limited Adani Properties Private Limited Vishaka Industries Private Limited Prayatna Developers Private Limited	19.32 6.87 794.99 - 0.20	307.86 - 75.98 2.00 0.69
3	Borrowing Paid	Adani Enterprises Limited Adani Properties Private Limited Vishaka Industries Private Limited Prayatna Developers Private Limited Mundra Solar Technopark Private Limited	206.05 874.07 - - 6.87	151.48 20.00 2.00 0.60 -
4	Loan Given	Adani Infra (India) Limited Mundra Solar Limited Vishakha Renewables Private Limited Adani Green Energy Four Ltd Adani Green Technology Limited	255.17 4.96 2.00 0.35 0.00*	55.34 0.69 6.00 0.35 0.02
5	Loan Received Back	Adani Infra (India) Limited Vishakha Renewables Private Limited Adani Green Technology Limited	261.38 8.00 0.04	49.14 - -
6	Interest Expense on Borrowings	Adani Enterprises Limited Adani Properties Private Limited Mundra Solar Technopark Private Limited Vishaka Industries Private Limited Prayatna Developers Private Limited	3.05 35.70 0.37 - 0.20	5.45 6.45 - 0.07 0.19
7	Interest Income	Adani Infra (India) Limited Adani Green Energy Four Ltd Vishakha Renewables Private Limited Adani Green Technology Limited Mundra Solar Limited	- 0.06 0.36 0.00* 0.29	0.55 - - 0.11 0.14
8	Purchase of Goods / Material	Adani Enterprises Limited Adani Hospitals Mundra Private Limited Mundra Solar Technopark Private Limited Adani Ports & Special Economic Zone Limited Adani Power (Mundra) Limited Adani Green Energy PTE Limited Adani Renewable Energy Holding One Limited (Formerly known as Mahoba Solar UP Private Limited) Vishakha Renewables Private Limited Vishakha Solar Films Private Limited	481.47 0.00 0.03 5.51 7.82 - - 109.22 95.20 57.75	161.09 - 0.05 8.00 7.87 10.05 - - 53.72 40.46



Sr No.	Nature of Transaction	Related Party	For the year ended 31st March, 2021 (₹ in Crores)	For the year ended 31st March, 2020 (₹ in Crores)
9	Sale of Goods	Adani Green Energy Limited	39.33	66.07
		Adani Green Energy (UP) Limited	-	4.94
		Adani Hazira Port Private Limited	-	15.52
		Adani Ports & Special Economic Zone Limited	1.97	18.39
		Adani Petronet (Dahej) Port Private Limited	-	4.31
		Adani Wilmar Limited	0.02	0.48
		Chhattisgarh – WR Transmission Limited	0.36	-
		Adani Global PTE Limited	-	223.84
		Adani Infra (India) Limited	1,408.37	181.74
		Adani Transmission India Limited	0.01	0.67
		Mpsez Utilities Private Limited	-	0.29
		Adani Foundation	0.25	0.18
		Parampujya Solar Energy Private Limited	-	5.89
		Essei Urja Private Limited	14.43	-
		T N Urja Private Limited	12.69	-
		Adani Estate Management Private limited	0.16	-
		Raipur Rajnandgaon Warora Transmission Limited	0.96	-
10	Sale of Assets	Adani Electricity Mumbai Limited	0.42	0.45
		The Dhamra Port Company Limited	0.34	1.18
11	Sale of Licence	Adani Green Energy (MP) Limited	-	0.04
12	Other Balance Transfer From Related Party	Adani Wilmar Limited	11.17	11.88
		Adani Power (Mundra) Limited	-	0.06
		Adani Enterprises Limited	0.10	-
		Adani Green Energy Limited	0.00*	-
		Mundra Solar Techno Park Private Limited	0.01	-
		Adani Power Rajasthan Limited	-	0.12
13	Other Balance Transfer to Related Party	Prayatna Developers Private Limited	-	0.01
		Adani Power Maharashtra Limited	-	0.00
		Adani Power (Mundra) Limited	-	0.06
		Adani Enterprises Limited	0.12	-
		Adani Green Energy Limited	0.26	-
		Adani Hazira Port Private Limited	0.01	-
		Adani Power Rajasthan Limited	0.00	-
		Adani Lucknow International Airport Limited	0.02	-
		Adani Mangaluru International Airport Limited	0.01	-
		Adani Ports & Special Economic Zone Limited	0.01	0.00*
14	Remuneration	Maharashtra Eastern Grid Power Transmission Company Limited	-	0.00*
		Mr Rajeshkumar Jha	6.89	4.56
		Mr. Sanjeev Bafna (upto 26.03.2021)	2.34	2.20
		Mr. Anshul Khandelwal (up to 02.08.2019)	-	0.27
		Mr. Harsh Vardhan Govil	1.02	0.83
		Mr. Kalpesh Dave	0.09	0.08

(Figures below ₹ 50,000 are denominated by 0.00*)



Notes to financial statements for the year ended 31st March, 2021

Sr No.	Nature of Transaction	Related Party	As at 31st March, 2021	As at 31st March, 2020
1	Borrowings (Loan)	Adani Enterprises Limited Adani Properties Private Limited Mundra Solar Technopark Private Limited Prayatna Developers Private Limited	0.21 - - 2.18	187.00 19.08 - 1.97
2	Interest Accrued and due payable	Adani Green Energy Limited	-	0.00
3	Loan Given	Mundra Solar Limited Adani Infra (India) Limited Vishakha Renewables Private Limited Adani Green Energy Four Ltd Adani Green Technology Limited	6.62 - - 0.71 0.00	1.66 6.21 6.00 0.35 0.04
4	Instrument entirely equity in nature	Adani Tradeline LLP	450.00	450.00
5	Interest Accrued and due receivable	Vishakha Renewables Private Limited	0.44	0.10
6	Accounts Payables (Including Provisions)	Adani Enterprises Limited Adani Agri Fresh Limited Adani Power Maharashtra Limited Adani Hospitals Mundra Private Limited Adani Logistic Limited Adani Ports & Special Economic Zone Limited Adani Power (Mundra) Limited Mundra Synenergy Limited (Formerly known as Adani Synenergy Limited) Adani Warehousing Services Private Limited Adani Wind Energy (Gujarat) Private Limited Mpsez Utilities Private Limited Mundra Solar Technopark Private Limited Karnavati Aviation Private Limited Adani Infrastructure & Developers Private Limited Udupi Power Corporation Limited Vishakha Industries Private Limited Vishakha Renewables Private Limited Vishakha Solar Films Private Limited Parampujya Solar Energy Private Limited Adani Foundation Adani Green Energy (MP) Limited Adani Institute for Education Adani Power Rajasthan Limited Maharashtra Eastern Grid Power Transmission Company Limited Vishakha Mouldings Private Limited Adani Green Energy Limited Adani Renewable Energy Holding One Limited (Formerly known as Mahoba Solar UP Private Limited) Adani Transmission India Limited Adani Lucknow International Airport Limited Adani Mangaluru International Airport Limited Adani Estate Management Private Limited Raigarh Eenergy Generation Limited	137.54 0.34 - 0.03 0.36 32.54 4.61 - 0.10 0.01 2.73 15.16 7.73 0.03 - 0.00 14.47 8.76 1.05 - 0.03 0.00 - - - 0.09 0.58 89.23 0.00 0.02 0.01 - - - 0.00	43.91 - 0.02 0.01 0.03 21.99 2.34 0.00 0.10 0.01 13.42 17.52 5.31 0.03 0.00 2.00 12.68 9.85 0.53 0.09 0.03 0.00 0.12 0.00 0.09 - - - 0.09 0.06 - - - 0.00
7	Account Receivable	Adani Enterprises Limited Adani Green Energy (UP) Limited Adani Green Energy Limited Adani Infra (India) Limited Adani Petronet (Dahej) Port Private Limited Adani Green Energy (Tamilnadu) Limited Adani Power Limited Adani Agri Logistics Harda Limited Adani Township and Real Estate Company Private Adani Wilmar Limited Adani Transmission India Limited Gujarat Adani Institute of Medical Science Adani Infrastructure Management Service Limited Prayatna Developers Private Limited Adani Global PTE Limited Adani Hazira Port Private Limited Adani Electricity Mumbai Limited Belvedere Golf and Country Club Chatisgarh WR Transmission Limited Raipur Rajnandgaon Warora Transmission Limited Adani Estate Management Private limited The Dhamra Port Company Limited Adani Foundation	300.00 1.53 - 289.21 - 0.00 0.00 - 0.18 0.81 - - 0.00 - - 0.01 0.01 0.03 0.00 0.00 0.09 - 0.00	- 0.15 33.30 11.84 0.75 2.29 3.20 0.00 0.18 0.85 0.26 0.08 0.06 0.02 4.99 1.23 0.38 0.02 0.03 - 1.37 -

SHAH & SHAH ASSOCIATE
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Aniket,

52 Previous year's figures have been recast, regrouped and rearranged, wherever necessary to conform to this year's classification.

53 Approval of financial statements

The financial statements were approved for issue by the board of directors on 3rd May 2021.

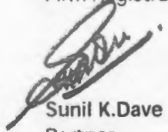
The accompanying notes are an integral part of the financial statements.

As per our report of even date

For **Shah & Shah Associates**

Chartered Accountants

Firm Registration Number : 113742W



Sunil K. Dave
Partner

Membership No.047236



For and on behalf of the Board of Directors of
Mundra Solar PV Limited


Harsh Vardhan Govil
Whole-time Director
DIN 08388344


Rajesh Kumar Jha
Director
DIN: 03387711


Kalpesh Dave
Company Secretary

Place : Ahmedabad
Date : 3rd May 2021

Place : Ahmedabad
Date : 3rd May 2021