

INDEPENDENT AUDITORS REPORT

To,
Shri S.K. Bhargava,
Director (Finance)
Indian Renewable Energy Development Agency Limited
3rd Floor, August Kranti Bhawan,
Bhikaji Cama Place
New Delhi - 110066

We have audited the Project Financial Statement(PFS) of the loan sanctioned by International Bank for Reconstruction and Development (IBRD), 1818 H Street, N.W, Washington D.C 20433, United States of America of USD 98 Million and a Clean Technology Fund grant (CTF grant) of USD 2 Million under shared infrastructure for solar parks project to Indian Renewable Energy Development Agency Limited(IREDA) having its registered office at 1stFloor, Core 4A, East Court, India Habitat Centre, Lodhi Road, New Delhi-110003.

Total loan has the following 3 components:

International Bank for Reconstruction and Development (IBRD) Loan

The IBRD Loan is for USD 75Million, out of that, IREDA has availed USD 0.75 million under Loan Number 8737-IN executed on 20th of November 2017.

Clean Technology Fund (CTF) Loan

The CTF Loan is for USD 23 Million, out of that, IREDA has availed USD 0.25 million under CTF Loan Number TFOA4648 executed on 20th of November 2017.

Clean Technology Fund (CTF) Grant

The CTF grant is for USD 2 Million, out of that, IREDA has not availed anything under CTF Grant Number TFOA4639 executed on 20th of November 2017.

Cumulative Disbursement

On cumulative basis, as on 31.03.2018, IREDA has received USD 1 million (INR 6.51775 Cr.) from International Bank for Reconstruction and Development (IBRD).



The Project Financial Statement comprises of the following:

1. Consolidated Statement of Sources and Uses of Funds
2. List of Claims during the period
3. Sub Loan Details
4. Summary of the Loan

Management's Responsibility for PFS

Indian Renewable Energy Development Agency Limited's management is responsible for the preparation of the Project Financial Statements that gives a true and fair view of the sources and application of the project funds in accordance with the terms of the Loan Agreements and instructions of the Operations Manual. This responsibility includes the design, implementation and maintenance of the internal control relevant to the preparation of the Project Financial Statements that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the Project Financial Statements based on our audit.

We have taken into account accounting and auditing standards and matters which are required to be included in the audit report under legal agreements and Operations Manual.

We have conducted our audit in accordance with the standards of auditing issued by the Institute of Chartered Accountants of India (ICAI). Those standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Project Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amount in the Project Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Project Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the Project Financial Statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us and subject to the points mentioned in the Annexure:




1. The company has followed the generally accepted accounting principle in Indian and comply with the mandatory accounting standards notified under the relevant provisions of the Companies Act 2013. The Company has adopted norms for income-recognition, asset classification and provisioning applicable to Non-Banking Financial Companies-Systemically Important Non-Deposit (NBFC-SI ND) as per Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 as amended from time to time.
2. The Project Financial Statement gives a true and fair view of financial position of the project at the end of the period under audit, the expenditure incurred on the project and of the sources and applications of project funds for that period.
3. The project funds were utilized for the purpose for which they were intended during the period 1st April, 2017 to 31st March, 2018;
4. Expenditures incurred for the period 1st April, 2017 to 31st March, 2018 shown in the Project Financial Statements are eligible for financing under the legal agreements and are recorded in the books of accounts of Indian Renewable Energy development Agency Limited (IREDA).
5. The Interim unaudited Financial Reports (IUFRs) submitted during the period under audit are supported by adequate detailed documentation maintained in IREDA's offices to support claims to the World Bank for reimbursement of the expenditure incurred

Date-19/01/2019

Place – New Delhi

For Rajiv S Agarwal & Co
(Chartered Accountants)

FRN No. 020476N


Rajiv Agarwal
(Partner)



Interim Unaudited Financial Report				
Shared Infrastructure for Solar Parks				
Nodal Implementing Agency : IREDA				
Consolidated Statement of Sources and Uses of Funds (IREDA)				
For the period: 20/11/2017 to 31/03/2018				
IUFR - 2				
In INR lakh				
Particulars		For the period	Year till Date (01.04.17 to 31.03.18)	Cummulative Till Date (01.05.16 to 31.03.18)
A Opening balances				
Project Bank account		-	-	-
Total opening balance		-	-	-
B Sources of funds (IREDA)				
i) From World Bank:		651.775	651.775	651.775
ii) Own Sources (IREDA)		3,455.10	3,455.10	3,455.10
iii) Counterpart (State PIA) :		-	-	-
iv) Other receipts :				
Bank Interest		-	-	-
Other income (if any)		-	-	-
Total Sources of funds		4,106.88	4,106.88	4,106.88
C1 Uses of funds (I.e. Transfer of funds)				
Component 1 - Shared Infrastructure for Solar Parks* - Sub-Loans				
1 Rewa Ultra Mega Solar Ltd.	IBRD Loan	2,591.325	2,591.325	2,591.325
	CTF Loan	863.775	863.775	863.775
Component 2 - Technical Assistance				
1 IREDA	CTF Grant	-	-	-
2 Rewa Ultra Mega Solar Ltd.	CTF Grant	-	-	-
Sub total	CTF Grant	-	-	-
Total Uses of Funds	IBRD Loan	2,591.325	2,591.325	2,591.325
	CTF Loan	863.775	863.775	863.775
	CTF Grant	-	-	-
D Closing balances				
IREDA Project Bank Account		-	-	-
Total closing balance		651.775	651.775	651.775

* Amounts released under sub-loans would be shown here



Roshan
Authorized Signatory
(Dr. R.C Sharma)
GM (F&A)

Notes

- The consolidated IUFR has been prepared by IREDA on the basis of signed IFRs submitted by Rewa Ultra Mega Solar Ltd. The IUFR has been prepared on cash basis.
- PIA is required to submit copies of bank statements and bank reconciliation statements along with IFRs to IREDA. (The bank account was opened on 05.03.2018)
- The PIA is required to prepare the annual project budget broken down into quarterly budget estimates prior to the beginning of each financial year and share with IREDA after approval of BOD of PIAs. Actual expenditure will be monitored against budget on a regular basis and reported in Summary Sources and Uses of Funds. Major variations of expenditure from budget should be monitored and remedial measures undertaken will be briefly mentioned in the Remarks column. Project budgets will also form the basis for half yearly forecasts for advances.
The above said process has not yet been started by Rewa.



Interim Unaudited Financial Report							
Shared Infrastructure for Solar Parks							
Nodal implementing Agency : IREDA							
List of claims							
For the period: 20/11/2017 to 31/03/2018							
IUFR - 4							
S.No	Date	Period	IUFR No.	Expenditure Reported (in INR Lakhs)	Claims requested	Claims reimbursed	RF/WF No.
1	28-Mar-18	20 Nov 2017 to 31 Mar 2018	0	-	651.775	651.78	IREDA 01 and IREDA 02 (in hard copy)

Note: The funds amounting to INR 34,551 Crores, disbursed to REWA, pertain to the expenditure incurred for the period up till 19.11.2018 and accordingly have been reimbursed under retroactive financing. Since the IUFR is on cash basis, the disbursement of funds is shown here so as to maintain transparency.



R.C. Sharma
Authorized Signatory
(Dr. R.C Sharma)
GM (F&A)



Interim Unaudited Financial Report
Shared Infrastructure for Solar Parks
Nodal Implementing Agency : IREDA
Sub Loan Details
For the period: 20/11/2017 to 31/03/2018
IUFR - 5

					Amount (in INR lakh)
S.No	Name of the PIA	Total Loans Sanctioned	Total Loan Amount Disbursed	Total Amount Utilised	Balance
1	Rewa Ultra Mega Solar Ltd.	21,062	3,455.10	3,455.10	17,607

Note: 1. Subloan agreement signed with REWA Ultra Mega Solar Ltd. on 31.01.18.
2. The amount disbursed above has been claimed under retroactive financing



R.C. Sharma
Authorized Signatory
(Dr. R.C Sharma)
GM (F&A)

	Loan Amount (in USD M)
World Bank - IBRD	75.00
World Bank - CTF	23.00
Total	98.00

Draws by IREDA	USD M	INR Lakh
FY 17-18	1.00	651.775
Total	1.00	651.775

* Exchange Rate used for rupee conversion is the rate at which the advance was converted with the ICICI bank

Project No.	Borrower	Sector	MW	Location	Project Cost (INR Lakh)	Loan amount of IREDA (INR Lakh)	WB Financing (INR Lakh)	Disbursement by IREDA (INR Lakh)	Advance				Total Claimed	
									INR Lakh - IBRD	(USD Million) - IBRD	INR Lakh - CTF	(USD Million) - CTF	INR Lakh	(USD Million)
2341	Rewa Ultra Mega Solar Ltd.	Solar	REWA Solar park has the capacity of 750 MW	Madhya Pradesh	47,491.00	21,062.00	21,062.00	3,455.10	4,888,3125	0.75	1,629,4375	0.25	6,517,75	1.00

