

# DSP & ASSOCIATES

CHARTERED ACCOUNTANTS

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The Board of Directors of  
Indian Renewable Energy Development Agency Limited

## Report on the audit of the Consolidated financial statements

### Opinion

We have audited the accompanying Consolidated financial statements of Indian Renewable Energy Development Agency Limited (hereinafter referred to as 'the Parent') and its associate (the Parent Company and its associate together referred to as 'the Group'), which comprise the consolidated Balance Sheet as at March 31<sup>st</sup>, 2021 and the consolidated statement of Profit and Loss (Including Other Comprehensive Income), consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated Financial Statements, including a summary of significant accounting policies and other explanatory notes for the year ended on that date (hereinafter referred to as "consolidated financial statements"). The consolidated Financial statements have been prepared based on unaudited Financial statements of its associate company as provided by the management.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and the accounting principles generally accepted in India, of the state of affairs of the Group as at March 31, 2021, and profit, changes in equity and its cash flows for the year ended on that date.

### Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated Financial Statements under the provisions of the Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by other auditor in terms of his report referred to in the Other matters section below is sufficient and appropriate to provide a basis for our audit opinion on the consolidated Financial Statements.



Branches : (1) KASHIPUR 05947-278145, 272145 (2) MUMBAI 9820029621, (3) LUDHIANA 9779920064  
(4) RAMESH NAGAR (DELHI) 25920935 (5) DARYA GANJ (DELHI) 23289270

**Emphasis of Matter**

1. As described in Note 38 (43) (b) to the Consolidated Financial Statements, the extent to which the COVID-19 pandemic including the current "second wave" will have impact on the Parent and its associate Company's financial performance is dependent on ongoing as well as future developments, which are highly uncertain and potential impact thereof is not ascertainable at this point in time.

Our opinion is not modified in respect of the above matter.

**Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have considered the matters described below to be the Key Audit Matters for incorporation in our Report.

| Sr. No. | Key Audit Matters   | Auditor's Response   |
|---------|---|--|
| 1.      | <p><b>Impairment of Loan Assets – Expected Credit loss</b></p> <p>(Refer Note no. 38 (38 A ii) to the Consolidated Financial Statements read with accounting policy No. 3(xx) – 'Financial Instruments')</p> <p>Financing is principal business of the Parent Company and disclosure of Loan assets at fair value considering the provision for loss due to impairment is most significant.</p> <p>The Parent Company follows a Board approved methodology wherein assessment for allowance is carried out by an external agency for impairment based on certain Criterion/framework classifying the assets into various stages depending upon credit risk and level of evidence of impairment.</p> | <p>Our Audit procedures based on which we arrived at conclusion regarding reasonableness of the disclosures and accounting for Impairment of Loan Assets – Expected Credit loss include the following :</p> <p>We have obtained an understanding of the guidelines as specified in Ind AS 109 "Financial Instruments", various regulatory updates and the Parent Company's internal instructions and procedures in respect of the expected credit loss and adopted the following audit procedures:</p> <ul style="list-style-type: none"> <li>. Evaluation and testing of the key internal control mechanisms with respect to the loan assets monitoring, assessment of the loan impairment including testing of relevant data quality, and review of the real data entered.</li> <li>Recoveries in the loan assets are verified to ascertain level of stress thereon and impact on impairment allowance in financial statements.</li> </ul> |



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| <p>The measurement of an expected credit loss allowance (ECL) for financial assets measured at amortized cost requires the use of complex models and significant assumptions about future economic conditions and credit behavior (e.g., likelihood of customers defaulting and resulting losses). The Parent Company makes significant judgments while assessing ECL and the assumptions underlying the ECL are monitored and reviewed on an on-going basis.</p> <p>The proper application of such assumptions is material for statement of the Loan Assets. In view of the significance of the amount of loan assets in the Consolidated Financial Statements, the loss due to impairment of loan assets has been considered as Key Audit Matter in our audit.</p>                   | <p>• Verification / review of the documentations, operations / performance and monitoring of the loan assets, especially large and stressed loan assets, to ascertain any overdue, unsatisfactory conduct or weakness in any loan asset account.</p> <p>The Parent Company avails services of third party for evaluation of ECL. Components and calculations in the study for impairment allowance carried out by third party are relied upon by us and test checks are carried out for the same. The data shared with the third party is verified by us for correctness of material components being submitted. Our audit procedure in the same are limited in view of not sharing certain parameters and software used for study of such data being considered confidential by such third party.</p> |
| <p>2. <b>Fair valuation of Derivative Financial Instruments</b></p> <p>(Refer Note No. 38 (37) to the Consolidated Financial Statements read with accounting policy No. 3. (xx) To mitigate the Parent Company's exposure to foreign currency risk and interest rate, non- Rupee cash flows are monitored and derivative contracts are entered for hedging purpose. The derivatives are measured at fair value as per Ind AS 109.</p> <p>To qualify for hedge accounting, the hedging relationship must meet certain specified requirements as per Ind As. Hedge accounting results in significant impact on financial statements together with complexity of its accounting/ assumptions and numerous parameters therein for establishing hedge relationship. Gain/ loss on these</p> | <p><b>Our Audit procedures based on which we arrived at conclusion regarding reasonableness of the disclosures and accounting for derivatives include the following :</b></p> <p>Discussing and understanding management's perception and studying policy of the Parent Company for risk management.</p> <p>Verification of fair value of derivative in terms of Ind AS 109, testing the accuracy and completeness of derivative transactions.</p> <p>Evaluation of Parent Company's management's key internal controls over classification, valuation, and valuation models of derivative instruments.</p> <p>Obtained details of various financial derivative contracts as outstanding/ pending for settlement as on 31<sup>st</sup> March, 2021.</p>  |



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| <p>derivatives are recognised in other comprehensive income or Profit and Loss as provided by Ind AS. The magnitude of such transactions is significant as per the operations of the Parent Company.</p> <p>In view of facts of the matter we have identified it as a key audit matter.</p>  | <p>Verification of underlying assumptions in estimating the fair valuation arrived at for those financial derivative contracts.</p> <p>Appropriateness of the valuation methodologies applied and testing the same on sample basis for the derivative instruments.</p> <p>Additionally, we verified the accounting of gain/loss on derivatives in the other comprehensive income or Profit &amp; Loss Account.</p> <p>Reviewed the appropriateness and adequacy of disclosures by the management as required in terms of IND AS 109.</p>   |
| <p>3. <b>Liability for Income Tax</b></p> <p>Refer note 38 (3 a)</p> <p>The Parent Company has material uncertain tax demands in respect of matters under dispute which involves significant judgement to determine the possible outcome of these disputes.</p> <p>The income tax cases for Assessment Year 1998-1999 to Assessment Year 2009-2010 were referred back on direction of Hon'ble High Court / ITAT and for Financial Year (FY) 2009-10 to 2017-18 are pending with Appellate authorities. Appropriate provision and disclosure of such liabilities is material to the presentation of financial statements.</p> <p>In view of this we have identified it as a key audit matter.</p> | <p><b>Our Audit procedures based on which we arrived at conclusion regarding reasonableness of the disclosures and accounting for Liability for Income Tax include the following :</b></p> <p>Our audit procedure include review of various orders passed by Honorable High Court and Honorable ITAT on the subject matter in the dispute with Department of Income Tax .We undertook procedure to evaluate management position on these uncertain tax positions.</p> <p>Reviewed the appropriateness and adequacy of disclosures by the management as required in terms of IND AS 37 " Provisions, Contingent Liabilities and Contingent Assets "</p> |

### Information Other than the Consolidated Ind AS Financial Statements and Auditor's Report thereon

The Parent Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Reports including Annexures to Directors' Report, Management Discussion and Analysis Report, but does not include the consolidated financial statements and our auditors' report thereon. The other information as stated above is expected to be made available to us after the date of this auditors' report. Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available, and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. When we read the other information as stated above and if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and describe necessary actions required as per applicable laws and regulations.



### **Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements**

The Parent Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and fair presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance (including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group including its associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act ("Ind AS").

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the respective board of directors of the companies included in the group are responsible for assessing their company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate or cease operations, or has no realistic alternative but to do so.

The respective board of directors of the companies included in the group are also responsible for overseeing the financial reporting process of their respective companies.

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Parent Company has adequate internal financial controls system with reference to consolidated financial statements in place and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such business activities of the Parent included in the consolidated financial statements of which we are the independent auditors. For the business activities included in the consolidated financial statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Parent included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our audit report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### Other Matters:-

1. The consolidated financial statements also include our share in net profit in respect of an associate including other comprehensive income for the year ended 31<sup>st</sup> March, 2021 considered as under based on financial statements not audited by us:

| Name of the Company    | Share in net profit /(loss) for year ended 31 <sup>st</sup> March, 2021 (Amount Rs. in lacs) | Share in net other comprehensive income / (loss) for year ended 31 <sup>st</sup> March, 2021 (Amount Rs. in lacs) | Share total (Amount Rs. in lacs) |
|------------------------|--|---|----------------------------------|
| M.P. Windfarms Limited | (2.53)   | 0   | (2.53)                           |



These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of associate company, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the associate company, which is unaudited, based solely on the management information.

2. The standalone financial statements of the Parent for the year ended March 31, 2020 included in these consolidated financial statements were audited by the then statutory auditors of the Parent and they had expressed an unmodified audit Report vide their report dated July 30, 2020 on such consolidated financial Statements.

Our opinion is not modified in respect of these matters.

**Report on Other Legal and Regulatory Requirements: -**

As required by sub-section 3 of Section 143 of the Act, based on our audit and on the consideration of report of other auditors on separate Financial Statements and on the other financial information of associate, as noted in 'Other Matters' paragraph above, we report, to the extent applicable, that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid Consolidated Financial Statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the parent in so far as it appears from our examination of those books and with respect to the associate company we have relied on the information by its management.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid Consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- e) In terms of Notification no. G.S.R. 463 (E) dated 05th June 2015 issued by the Ministry of Corporate Affairs, provisions of Section 164(2) of the Act regarding disqualifications of the Directors, are not applicable to the Parent Company as it is a government Company and with respect to the associate company, we have relied upon the information provided by the management of the Parent company.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the Auditor's Report of the Parent Company. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Parent Company; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
  - i. The Consolidated Financial Statement have disclosed the impact of pending litigations on its financial position of the Group – Refer Note no. 38 (3) to the Consolidated financial statements.
  - ii. The Group has made provision, as required under the applicable law and Indian Accounting Standards, for material foreseeable losses, if any, on long-term contracts, derivative contracts – Refer Note 38(37)(C) (ii) (c) and



- iii. There has been no delay in transferring amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.
- iv. As per notification number G.S.R. 463 (E) dated 5th June, 2015 issued by Ministry of Corporate Affairs, section 197 of the Act as regards the managerial remuneration is not applicable to the Parent Company.

**For DSP & ASSOCIATES**  
Chartered Accountants  
Firm's Registration Number: 006791N

**CA SANJAY JAIN**  
Partner  
Membership No 084906



Place: New Delhi  
Date: 30th May 2021  
UDIN: 21084906AAAASL8043



## **Annexure-A to the Independent Auditor's Report on Consolidated Financial Statements**

### **Report on the Internal Financial Controls over Financial Reporting under Clause (1) of Sub-Section 3 of Section 143 of the Companies Act, 2013 (the Act)**

In conjunction with our audit of the consolidated financial statements of the group as at and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of the Parent and its associate which are companies incorporated in India as of date.

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

The respective Board of directors of the Parent and its associate is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting record, and timely preparation of reliable financial information, as required under the Act.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by ICAI. Those Standards and the Guidance Note required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial control over financial reporting system was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes obtaining an understanding of internal financial controls over financial report, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls over Financial Reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles including the Indian Accounting standards (Ind AS). A Company's internal financial control over financial reporting includes those policies and procedures that:



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

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

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

### **Opinion**

In our opinion, in addition to the matters stated hereunder, the Parent needs to strengthen, in all material respect, its internal financial controls system over financial reporting as at March 31, 2021, based on the internal control over financial reporting criteria established by the parent considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by ICAI.

- a) Delegation of authority at various levels to be reviewed.
- b) Information technology system for maintenance of Ind AS accounting records to be updated.
- c) Preparation of IT enabled process in respect of income under miscellaneous heads is in progress.

For DSP & ASSOCIATES  
Chartered Accountants  
Firm's Registration Number: 006791N

CA SANJAY JAIN  
Partner  
Membership No 084906



Place: New Delhi  
Date: 30th May 2021

Indian Renewable Energy Development Agency Limited

Consolidated Balance Sheet as at March 31, 2021

(Rs. in Lakhs)

| S.No       | Particulars   | Note No. | As at March 31, 2021 | As at March 31, 2020 |
|------------|---|----------|----------------------|----------------------|
| <b>I</b>   | <b>ASSETS</b>   |          |                      |                      |
| <b>A</b>   | <b>Financial Assets</b>   |          |                      |                      |
|            | (a) Cash and cash equivalents   | 2        | 22,101.83            | 98,836.04            |
|            | (b) Bank Balance other than (a) above   | 3        | 38,229.29            | 58,735.71            |
|            | (c) Derivative financial instruments  | 4        | 40,309.01            | 71,255.99            |
|            | (d) Receivables   |          |                      |                      |
|            | (I) Trade Receivables   | 5        | 297.66               | 312.98               |
|            | (II) Other Receivables  |          | -                    | -                    |
|            | (e) Loans   | 6        | 26,90,564.31         | 22,97,768.68         |
|            | (f) Investments   | 7        | -                    | -                    |
|            | (g) Other financial assets  | 8        | 2,278.75             | 2,486.44             |
|            | <b>Total (A)</b>  |          | <b>27,93,780.85</b>  | <b>25,29,395.84</b>  |
| <b>B</b>   | <b>Non-financial Assets</b>   |          |                      |                      |
|            | (a) Current Tax Assets (Net)  | 9        | 10,846.02            | 16,506.40            |
|            | (b) Deferred Tax Assets (Net)   | 10       | 21,099.21            | 14,264.10            |
|            | (c) Investment Property   | 11       | 4.25                 | 5.09                 |
|            | (d) Property, Plant and Equipment   | 12       | 24,637.63            | 26,468.39            |
|            | (e) Capital Work-in-progress  | 13       | 0.86                 | 0.86                 |
|            | (f) Right of use asset  | 14       | 1,961.84             | 1,714.60             |
|            | (g) Intangible assets under development   | 15       | -                    | -                    |
|            | (h) Intangible assets   | 16       | 10.61                | 16.39                |
|            | (i) Other non-financial assets  | 17       | 1,76,944.37          | 1,76,808.49          |
|            | (j) Investment accounted using Equity Method  |          | 53.42                | 55.95                |
|            | <b>Total (B)</b>  |          | <b>2,35,558.22</b>   | <b>2,35,840.28</b>   |
|            | <b>Total Assets (A+B)</b>   |          | <b>30,29,339.06</b>  | <b>27,65,236.12</b>  |
| <b>II.</b> | <b>LIABILITIES AND EQUITY</b>   |          |                      |                      |
|            | <b>LIABILITIES</b>  |          |                      |                      |
| <b>A</b>   | <b>Financial Liabilities</b>  |          |                      |                      |
|            | (a) Derivative financial instruments  | 4        | 9,183.16             | 6,788.00             |
|            | (b) Payables  |          |                      |                      |
|            | (I) Trade Payables  | 18       |                      |                      |
|            | (i) total outstanding dues of micro enterprises and small enterprises                       |          | 43.12                | 45.09                |
|            | (ii) total outstanding dues of creditors other than micro enterprises and small enterprises |          | 7,972.49             | 6,535.05             |
|            | (c) Debt Securities   | 19       | 9,12,026.16          | 9,26,758.64          |
|            | (d) Borrowings (Other than Debt Securities)   | 20       | 14,23,055.09         | 12,43,625.87         |
|            | (e) Subordinated Liabilities  | 21       | 64,919.20            | 14,970.00            |
|            | (f) Other financial liabilities   | 22       | 80,496.43            | 94,064.47            |
|            | <b>Total(A)</b>   |          | <b>24,97,695.66</b>  | <b>22,92,787.10</b>  |
| <b>B</b>   | <b>Non-Financial Liabilities</b>  |          |                      |                      |
|            | (a) Provisions  | 23       | 60,245.87            | 45,581.35            |
|            | (b) Deferred Tax Liability(Net)   | 10       | -                    | -                    |
|            | (c) Other non-financial liabilities   | 24       | 1,71,837.62          | 1,74,691.86          |
|            | <b>Total(B)</b>   |          | <b>2,32,083.49</b>   | <b>2,20,273.21</b>   |
| <b>C</b>   | <b>EQUITY</b>   |          |                      |                      |
|            | (a) Equity Share Capital  | 25       | 78,460.00            | 78,460.00            |
|            | (b) Other Equity  | 26       | 2,21,099.92          | 1,73,715.81          |
|            | <b>Total(C)</b>   |          | <b>2,99,559.92</b>   | <b>2,52,175.81</b>   |
|            | <b>Total Liabilities and Equity(A+B+C)</b>  |          | <b>30,29,339.06</b>  | <b>27,65,236.12</b>  |

Significant Accounting Policies  
Notes on Financial Statements

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As per our Report of even date  
**For D S P & Associates**  
Chartered Accountants  
ICAI Regn No.- 006791N

**Sanjay Jain**  
Partner  
M.No.- 084906

Place : New Delhi  
Date : 30.05.2020

For and on Behalf of the Board of Directors

**Chintan Navinbhai Shah**  
Director (Technical)  
DIN No. 07795952

**Dr. R. C. Sharma**  
GM (Finance) & C.F.O.

**Pradip Kumar Das**  
Chairman & Managing Director  
DIN No. 07448576

**Surender Suyal**  
Company Secretary  
M. No. A11900

Indian Renewable Energy Development Agency Limited  
Consolidated Statement of Profit and Loss for the year ended March 31, 2021

| S.No        | Particulars  | Note No. | (Rs. in Lakhs)               |                               |
|-------------|--|----------|------------------------------|-------------------------------|
|             |  |          | Year Ended<br>March 31, 2021 | Year Ended<br>March 31, 2020  |
| <b>I</b>    | <b>Revenue from Operations</b>   |          |                              |                               |
| i)          | Interest Income  | 27       |                              |                               |
| ii)         | Fees and Commission Income   | 28       | 2,56,522.88                  | 2,24,658.02                   |
| iii)        | Net gain/(loss) on fair value changes on derivatives   | 29       | 3,377.26                     | 2,162.65                      |
| iv)         | Net Revenue from Solar Plant Operations  | 30       | (1,247.32)                   | 7,165.33                      |
|             | <b>Total Revenue from operations (I)</b>   |          | <b>2,741.73</b>              | <b>2,745.99</b>               |
| <b>II</b>   | <b>Other Income</b>  | 31       | <b>2,61,394.55</b>           | <b>2,36,731.98</b>            |
| <b>III</b>  | <b>Total Income (I+II)</b>   |          | <b>4,468.85</b>              | <b>506.18</b>                 |
| <b>IV</b>   | <b>Expenses</b>  |          | <b>2,65,863.40</b>           | <b>2,37,238.17</b>            |
| i)          | Finance Cost   | 32       |                              |                               |
| ii)         | Net translation/ transaction exchange loss   | 33       | 1,57,026.19                  | 1,45,920.61                   |
| iii)        | Impairment on financial instruments  | 34       | 6,984.66                     | 4,064.67                      |
| iv)         | Employee Benefits Expenses   | 35       | 34,164.50                    | 51,809.07                     |
| v)          | Depreciation, amortization and impairment  | 36       | 4,735.95                     | 4,697.50                      |
| vi)         | Others expenses  | 37       | 2,267.40                     | 2,281.20                      |
| vii)        | Corporate Social Responsibility Expense  | 38(27)   | 2,091.38                     | 2,434.80                      |
|             | <b>Total Expenses (IV)</b>   |          | <b>1,641.60</b>              | <b>1,919.04</b>               |
| <b>V</b>    | <b>Profit/(loss) before exceptional items and tax (III-IV)</b>   |          | <b>2,08,911.68</b>           | <b>2,13,126.89</b>            |
| <b>VI</b>   | <b>Exceptional Items</b>   |          | <b>56,951.72</b>             | <b>24,111.28</b>              |
| <b>VII</b>  | <b>Profit/(loss) before tax (V-VI)</b>   |          | <b>56,951.72</b>             | <b>-</b>                      |
| <b>VIII</b> | <b>Tax expense</b>   |          | <b>56,951.72</b>             | <b>24,111.28</b>              |
|             | (i) Current tax  | 38(29)   | 29,162.31                    | 10,013.33                     |
|             | (ii) Deferred tax  |          | (6,851.31)                   | (7,357.10)                    |
| <b>IX</b>   | <b>Share of Profit in Associate</b>  |          |                              |                               |
| <b>X</b>    | <b>Profit/(loss) for the period from continuing operations (VII-VIII+IX)</b>   |          | <b>(2.53)</b>                | <b>6.39</b>                   |
| <b>XI</b>   | <b>Profit/(loss) for the period</b>  |          | <b>34,638.19</b>             | <b>21,461.43</b>              |
| <b>XII</b>  | <b>Other Comprehensive Income</b>  |          |                              |                               |
| (A)         | (i) Items that will not be reclassified to profit or loss<br>- Remeasurements of the defined benefit plans:-<br>Gratuity<br>Post retirement medical benefit<br>Baggage allowance   |          | 0.01<br>(141.37)<br>0.33     | (53.90)<br>(150.47)<br>(1.05) |
|             | (ii) Income tax relating to items that will not be reclassified to profit or loss  |          | (16.21)                      | 50.62                         |
|             | <b>Subtotal (A)</b>  |          | <b>(157.23)</b>              | <b>(154.80)</b>               |
| (B)         | (i) Items that will be classified to profit or loss :-<br>Effective portion of gain / (loss) on hedging instrument in cash flow hedge reserve<br>(ii) Income tax relating to items that will be reclassified to profit or loss |          | (32,828.63)<br>8,262.31      | 39,479.61<br>(4,386.67)       |
|             | <b>Subtotal (B)</b>  |          | <b>(24,566.32)</b>           | <b>35,092.94</b>              |
|             | <b>Other Comprehensive Income (A+B)</b>  |          | <b>(24,723.55)</b>           | <b>34,938.14</b>              |
| <b>XIII</b> | <b>Total Comprehensive Income for the period (X+XI) (Comprising Profit (Loss) and other Comprehensive Income for the period)</b>   |          | <b>9,914.63</b>              | <b>56,399.57</b>              |
| <b>XIV</b>  | <b>Earning per equity share (for continuing operations)(Annualised )</b>   |          |                              |                               |
|             | Basic (Rs.)  | 38(13)   | 4.41                         | 2.74                          |
|             | Diluted (Rs.)  |          | 4.41                         | 2.74                          |

Significant Accounting Policies  
Notes on Financial Statements

1  
38

As per our Report of even date  
For D S P & Associates  
Chartered Accountants  
ICAI Regn No.- 006791N



For and on Behalf of the Board of Directors

Sanjay Jain  
Partner  
M.No.- 084906

Chintan Navinbhai Shah  
Director (Technical)  
DIN No. 07795952

Pradip Kumar Das  
Chairman & Managing Director  
DIN No. 07448576

Place : New Delhi  
Date : 30.05.2021

Dr. R. C. Sharma  
GM (Finance) & C.F.O

Surender Suyal  
Company Secretary  
M. No. A11981

**Indian Renewable Energy Development Agency Limited**  
**Consolidated Statement of Changes In Equity for the year ended March 31 ,2021**

| A Equity Share Capital (Rs. in Lakhs) |           |
|---------------------------------------|-----------|
| Balance as at 01.04.2019              | 78,460.00 |
| Changes during the year               | -         |
| Balance as at 31.03.2020              | 78,460.00 |
| Changes during the year               | -         |
| Balance as at 31.03.2021              | 78,460.00 |

**B Other Equity**

| Particulars   | Reserve & Surplus |   |                               |   |                   |  | (Rs. in Lakhs)                        |             |
|---|-------------------|---|-------------------------------|---|-------------------|--|---------------------------------------|-------------|
|   | General Reserve   | Special Reserve u/s 36(1)(viii) of Income Tax Act, 1961 | Debtenture Redemption Reserve | NBFC Reserve u/s 45-IC of Reserve Bank of India Act, 1934 | Retained Earnings | Foreign Currency Monetary Item Translation Reserve | Effective portion of Cash Flow Hedges | Total       |
| <b>Balance as at 01.04.2019</b>   | 1,08,298.33       | 82,651.13   | 21,281.04                     | 4,882.69  | 1,939.29          | (54,141.39)  | 15,063.04                             | 1,79,974.13 |
| Profit for the period   |                   |   |                               |   | 21,461.43         |  |                                       | 21,461.43   |
| Recognition through Other Comprehensive Income (net of taxes)                 |                   |   |                               |   | (154.80)          |  | 35,092.94                             | 34,938.14   |
| <b>Total Comprehensive Income for the year ended 31.03.2020</b>               | -                 | -   | -                             | -   | 21,306.63         | -  | 35,092.94                             | 56,399.57   |
| Transfer to Reserves during the year  | (20,000.00)       | 10,820.32   | 4,629.11                      | 4,300.00  | 250.57            |  |                                       | -           |
| Foreign Currency Translation Loss on long term monetary items during the year |                   |   |                               |   |                   | (51,252.72)  |                                       | (51,252.72) |
| Amortisation during the year  |                   |   |                               |   |                   |  |                                       |             |
| Dividend Paid   |                   |   |                               |   |                   | 4,048.81   |                                       | 4,048.81    |
| Corporate Dividend Tax  |                   |   |                               |   | (12,819.00)       |  |                                       | (12,819.00) |
| <b>Balance as at 31.03.2020</b>   | 88,298.33         | 93,471.45   | 25,910.15                     | 9,182.69  | 8,042.51          | (1,01,345.31)                                      | 50,155.98                             | 1,73,715.81 |
| Profit for the period   |                   |   |                               |   | 34,638.19         |  |                                       | 34,638.19   |
| Recognition through Other Comprehensive Income (net of taxes)                 |                   |   |                               |   | (157.23)          |  | (24,566.32)                           | (24,723.55) |
| <b>Total Comprehensive Income for the year ended 31.03.2021</b>               |                   |   |                               |   | 34,480.95         |  | (24,566.32)                           | 9,914.63    |
| Transfer to Reserves during the year  | 19,500.00         | 11,119.53   | 4,629.11                      | 7,000.00  | (42,248.64)       |  |                                       | -           |
| Foreign Currency Translation Loss on long term monetary items during the year |                   |   |                               |   |                   | 30,488.20  |                                       | 30,488.20   |
| Amortisation during the year  |                   |   |                               |   |                   |  |                                       |             |
| Dividend Paid   |                   |   |                               |   |                   | 6,981.27   |                                       | 6,981.27    |
| Corporate Dividend Tax  |                   |   |                               |   |                   |  |                                       |             |
| <b>Balance as at 31.03.2021</b>   | 1,07,798.33       | 1,04,590.98   | 30,539.26                     | 16,182.69   | 274.82            | (63,875.83)  | 25,589.66                             | 2,21,099.92 |

Significant Accounting Policies  
Notes on Financial Statements

Note No. 1  
Note No. 38

As per our Report of even date  
For DSP & Associates  
Chartered Accountants  
ICAI Regn No.- 006791N

Sanjay Jain  
Partner  
M.No.- 084906

Place : New Delhi  
Date : 30.05.2021

For and on Behalf of the Board of Directors

*Chintan Navinbhai Shah*  
Chintan Navinbhai Shah  
Director (Technical)  
DIN No. 07795952

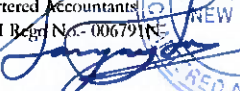


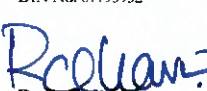
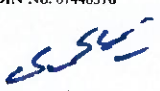
*Dr. R. C. Sharma*  
Dr. R. C. Sharma  
GM (Finance) & C.F.O.

*Pradip Kumar Das*  
Pradip Kumar Das  
Chairman & Managing Director  
DIN No. 07448576

*Surender Suyal*  
Surender Suyal  
Company Secretary  
M. No. A11900

Indian Renewable Energy Development Agency Limited  
Consolidated Cash Flow Statement for the year ended March 31, 2021

(Rs. in Lakhs)

| Particulars   | For the year ended<br>March 31, 2021  | For the year ended<br>March 31, 2020  |
|---|---|---|
| <b>A Cash Flow from Operating Activities:</b>   |   |   |
| Profit Before Tax   | 56,951.72   | 24,111.28   |
| Adjustment for:   |   |   |
| 1 Loss on sale of Fixed Assets/Adjustment (Net)   | 0.96  | 0.16  |
| 2 Impairment of Financial Assets  | 34,164.50   | 51,809.07   |
| 3 Depreciation  | 2,267.40  | 2,281.20  |
| 4 Interest on lease liability   | 7.89  | 10.63   |
| 5 Net translation/ transaction exchange loss  | 6,984.66  | 4,064.67  |
| 6 Provision Written Back  | (199.17)  | -10.52  |
| 7 Amortisation of Masala Bond Grant   | -   | -130.94   |
| 8 Provisions for Employee Benefits  | (141.02)  | -205.42   |
| 9 Effective Interest Rate on Debt securities  | 267.52  | 211.80  |
| 10 Effective Interest Rate on other than Debt Securities  | 2.66  | 3.17  |
| 11 Effective Interest Rate on Sub debt  | (50.80)   | 2.12  |
| 12 Effective Interest Rate on Loans   | 1,732.27  | 1,958.50  |
| 13 Net gain on fair value changes on derivatives  | 1,247.32  | -7,165.33   |
| <b>Operating profit before changes in operating assets/liabilities</b>  | <b>1,03,235.91</b>  | <b>76,940.39</b>  |
| Increase / (Decrease) in operating assets / liabilities   |   |   |
| 1 Loans   | -4,14,488.48  | -2,24,663.12  |
| 2 Other Financial Assets  | 207.70  | 360.89  |
| 3 Other Non Financial Assets  | -120.68   | 1,526.85  |
| 4 Trade Receivable  | 15.32   | -73.39  |
| 5 Other non-financial liabilities   | -2,698.67   | 421.58  |
| 6 Other financial liability   | -13,800.55  | 6,352.38  |
| 7 Trade Payable   | 1,435.47  | -6,036.44   |
| 8 Bank Balances other than Cash and Cash equivalent   | 20,506.41   | -9,131.93   |
| 9 Provisions  | 305.02  | 428.34  |
| <b>Cash Flow Before Exceptional Items</b>   | <b>-4,08,638.46</b>   | <b>-2,30,814.83</b>   |
| Exceptional Item  | -   | -   |
| <b>Cash Generated from Operations before Tax</b>  | <b>-3,05,402.55</b>   | <b>-1,53,874.44</b>   |
| Income Tax  | -15,239.62  | -17,063.61  |
| <b>Net Cash Generated from Operations</b>   |   |   |
|   | -3,20,642.17  | -1,70,938.05  |
| <b>B Cash Flow From Investing Activities</b>  |   |   |
| 1 Purchase of FA  | -194.93   | -17.78  |
| 2 Sale of Fixed Assets  | 0.31  | 2.27  |
| 3 Advance for Capital Expenditure   | (15.20)   | -   |
| <b>Net Cash flow from Investing Activities</b>  | <b>-209.82</b>  | <b>-15.51</b>   |
| <b>C Cash Flow from Financing Activities</b>  |   |   |
| 1 Issue of Debt Securities (Net of redemption)  | -15,000.00  | 1,65,300.00   |
| 2 Raising of Other than Debt Securities (Net of repayments)   | 2,09,177.59   | 64,294.30   |
| 3 Raising of Subordinated Liabilities (Net of redemption)   | 50,000.00   | -   |
| 4 Payment for Lease Liability   | -59.80  | -81.48  |
| 5 Dividend  | -   | -12,819.00  |
| 6 Corporate Dividend Tax  | -   | -2,634.98   |
| <b>Net Cash flow from Financing Activities</b>  | <b>2,44,117.79</b>  | <b>2,14,058.84</b>  |
| <b>Net Increase in Cash and Cash Equivalents</b>  | <b>-76,734.20</b>   | <b>43,105.28</b>  |
| Cash and Cash Equivalents at the beginning of the year  | 98,836.04   | 55,730.76   |
| Cash and Cash Equivalents at the end of the year  | 22,101.83   | 98,836.04   |
| <b>Net Increase in Cash and Cash Equivalents</b>  | <b>-76,734.20</b>   | <b>43,105.28</b>  |
| <b>COMPONENTS OF CASH AND CASH EQUIVALENTS AS AT THE END OF THE PERIOD</b>  |   |   |
| In Current Accounts with Banks in Indian Branch   | 21,891.28   | 50,865.90   |
| In Current Accounts with Banks in Foreign Branch  | 9.95  | 2,585.08  |
| In Overdraft Accounts with Banks  | -   | -   |
| In Deposit Accounts with Banks  | -   | 45,374.52   |
| In Saving Bank Accounts with Banks  | 200.33  | 10.19   |
| Cheques Under Collection/DD In hand and Postage imprest   | 0.27  | 0.35  |
|   | <b>22,101.83</b>  | <b>98,836.04</b>  |
| <b>Notes to the Cash Flow statement.</b>  |   |   |
| 1 Previous years figures have been rearranged and regrouped wherever necessary.   |   |   |
| 2 There is no such cash and cash equivalent balance held by IREDA that are not available for use for IREDA.                             |   |   |
| 3 Previous year ended 31.03.2020, total deposits includes deposits of Rs. 5,271.76 Lakhs having original maturity of more than 90 days. |   |   |
| As per our Report of even date<br>For D S P & Associates<br>Chartered Accountants<br>ICAI Regn No.- 006791N                             | For and on Behalf of the Board of Directors   |   |
| <br>Sanjay Jain<br>Partner<br>M.No.- 084906          | <br>Chintan Navinbhai Shah<br>Director (Technical)<br>DIN No. 07795952 | <br>Pradip Kumar Das<br>Chairman & Managing Director<br>DIN No. 07448576 |
| Place : New Delhi<br>Date : 30.05.2021  | <br>Dr. R. C. Sharma<br>GM (Finance) & C.F.O.                          | <br>Surender Suyal<br>Company Secretary<br>M. No. A11900                 |

## Significant Accounting Policies Forming Part of Financial Statement

### Note -1

#### 1) Corporate Information

Indian Renewable Energy Development Agency Limited (IREDA) is a Mini Ratna (Category – I) Government of India enterprise under the administrative control of Ministry of New and Renewable Energy (MNRE). IREDA is a Public Limited Government Company. The company is registered with Reserve Bank of India under Section 45-IA of The Reserve Bank of India Act, 1934 as non-deposit taking non-banking financing company (NBFC). Since 1987, IREDA is engaged in promoting, developing and extending financial assistance for setting up projects relating to new and renewable sources of energy and energy efficiency/conservation with the motto: "ENERGY FOR EVER". The Company owns 50 MW Solar project situated at Kasargod in the state of Kerala.

#### 2) Basis of Preparation

##### (i) Statement of Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with the Sec. 133 of the Companies Act 2013 and in compliance with the Indian Accounting Standards (Ind AS) issued by the Ministry of Corporate Affairs under the Companies (Indian Accounting Standards) Rules, 2015 and as further amended.

The financial statements are prepared on a going concern basis and on accrual basis of accounting. The Company has adopted historical cost convention except for certain items which have been measured on a different basis and such basis is disclosed in the relevant accounting policy.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use .

##### (ii) Use of estimates

The preparation of the Company's financial statements requires management to make judgments, estimates, and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the related disclosures. Management believes that the estimates used in the preparation of financial statement are prudent and reasonable. Future result could differ from these estimates. Any revision to accounting estimate is recognized prospectively in current and future period.

### Significant management judgment in applying accounting policies and estimation of uncertainty

#### (A) Significant management judgments

Recognition of deferred tax assets/ liability – The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilized. Further, the Company Management has no intention to make withdrawal from the Special Reserve created and maintained under section 36(1)(viii) of the Income tax Act, 1961 and thus, the special reserve created and maintained is not capable of being reversed. Hence, the company does not create any deferred tax liability on the said reserve.

Evaluation of indicators for impairment of assets – The evaluation of the applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of the recoverable amount of the assets.

Non recognition of Interest Income on Credit Impaired Loans - Interest income on credit-impaired loan

## Significant Accounting Policies Forming Part of Financial Statement

assets is not being recognised as a matter of prudence, pending the outcome of resolutions of stressed assets.

### (B) Significant estimates

Useful lives of depreciable/amortizable assets – Management reviews its estimate of the useful lives of depreciable/ amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

Defined benefit obligation (DBO) – Management’s estimate of the DBO is based on a number of underlying assumptions such as standard rates of inflation, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

Fair value measurements – Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available). This involves developing estimates and assumptions consistent with how market participants would price the instrument. In estimating the fair value of an asset or a liability, the Company uses market observable data to the extent it is available. In case of non-availability of market-observable data, Level 2 & Level 3 hierarchy is used for fair valuation.

Income Taxes – Significant estimates are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions and in respect of expected future profitability to assess deferred tax asset.

Expected Credit Loss ('ECL') – The measurement of an expected credit loss allowance for financial assets measured at amortized cost requires the use of complex models and significant assumptions about future economic conditions and credit behavior (e.g., likelihood of customers defaulting and resulting losses). The Company makes significant judgments about the following while assessing expected credit loss to estimate ECL:

- Determining criteria for a significant increase in credit risk;
- Establishing the number and relative weightings of forward-looking scenarios for each type of product/ market and the associated ECL;
- Establishing groups of similar financial assets to measure ECL ; and
- Estimating the probability of default and loss given default (estimates of recoverable amounts in case of default) .

Provisions: The timing of recognition and quantification of the liability (including litigations) requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

### (iii) Functional and Presentation currency

The financial statements are presented in Indian Rupee ('INR') which is the functional currency of the primary economic environment in which the company operates, values being rounded in lakhs to the nearest two decimals except when stated otherwise.



## Significant Accounting Policies Forming Part of Financial Statement

### 3) SIGNIFICANT ACCOUNTING POLICIES

#### (i) Property, Plant and Equipment (PPE)

##### Tangible Assets (PPE)

The PPE (Tangible assets) is initially recognized at cost.

The cost of an item of Property, Plant and Equipment comprises of its purchase price, including import duties, non-refundable taxes, after deducting trade discounts & rebates and any cost directly attributable in bringing the asset to the location and condition necessary for it to be ready for its intended use. Stores and spares which meet the recognition criteria of Property, Plant and Equipment are capitalized and added in the carrying amount of the underlying asset.

The Company has adopted the cost model of subsequent recognition to measure the Property, Plant and Equipment. Consequently all Property, Plant and Equipment are carried at its cost less accumulated depreciation and accumulated impairment losses, if any.

##### De-recognition

An item of PPE is derecognized on disposal, or when no future economic benefits are expected from use. Gains or losses arising from de-recognition of a PPE measured as the difference between the net disposal proceeds and the Carrying amount of the asset are recognized in the Statement of Profit and Loss when the asset is derecognized.

##### Capital Work-in-Progress

The cost of PPE under construction at the reporting date is disclosed as 'Capital work-in-progress.' The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price. Advances paid for the acquisition/ construction of PPE which are outstanding at the balance sheet date are classified under 'Capital Advances.'

#### (ii) Intangible Assets and Amortisation

Intangible assets mainly comprise of computer software which is initially measured at cost. Such assets are recognized where it is probable that the future economic benefits attributable to the assets will flow to the Company.

All intangible assets with finite useful life are subsequently recognized at cost model. These intangible assets are carried subsequently at its cost less accumulated amortization and accumulated impairment loss if any. The estimated life of the computer software does not exceed 5 years.

##### Intangible Assets under Development

Expenditure incurred which are eligible for capitalization under intangible assets is carried as 'Intangible assets under development' till they are ready for their intended use.

##### Derecognition

An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognized in the Statement of Profit and Loss when the asset is derecognized.

#### (iii) Depreciation and Amortization

Depreciation on Tangible PPE is provided in accordance with the manner and useful life as specified in Schedule –II of the Companies Act 2013, on Written Down Basis (WDV) except for the assets mentioned

## Significant Accounting Policies Forming Part of Financial Statement

as below:

- Depreciation on Library books is provided @ 100% in the year of purchase.
- Depreciation on PPE of Solar Power Project is provided on Straight Line Method at rates/methodology prescribed under the relevant Central Electricity Regulatory Commission (CERC) and relevant state Commission Tariff Orders.
- Depreciation is provided @100% in the financial year of purchase in respect of assets of Rs. 5,000/- or less.
- Amortization of intangible assets is being provided on straight line basis.
- Useful lives for all PPE & Intangible assets are reviewed at each reporting date. Changes, if any, are accounted for as changes in accounting estimates.
- **Useful life of assets as per Schedule II:**

| Asset Description                   | Estimated Useful Life | Residual Value as a %age of original cost |
|-------------------------------------|-----------------------|---|
| Building                            | 60 years              | 5%  |
| Computers and Data Processing Units |                       |   |
| -Laptops / Computers                | 3 years               | 5%  |
| -Servers                            | 6 years               | 5%  |
| Office Equipments                   | 5 years               | 5%  |
| Furniture and Fixtures              | 10 years              | 5%  |
| Vehicles                            | 8 years               | 5%  |
| Intangible Assets                   | 5 years               | 5%  |

- **Useful life of assets as per CERC order**

| Asset Description | Estimated Useful Life | Residual Value as a %age of original cost |
|-------------------|-----------------------|---|
| Solar Plant       | 25 years              | 10%                                       |

### (iv) Government Grant / Assistance

The Company may receive government grants that require compliance with certain conditions related to the Company's operating activities or are provided to the Company by way of financial assistance on the basis of certain qualifying criteria.

Government grants are recognised when there is reasonable assurance that the grant will be received and the Company will be able to comply with the conditions attached to them. These grants are classified as grants relating to assets and revenue based on the nature of the grant.

Government grants with a condition to purchase, construct or otherwise acquire long term assets are initially recognised as deferred income. Once recognised as deferred income, such grants are recognised in the statement of profit and loss on a systematic basis over the useful life of the asset. Changes in estimates are recognized prospectively over the remaining life of the asset.

Grant related to subsidy are deferred and recognised in the statement of profit and loss over the period that the related costs, for which it is intended to compensate, are expensed.

Grant-in-aid for financing projects in specified sectors of New and Renewable Sources of Energy (NRSE) is treated and accounted as deferred income.

## Significant Accounting Policies Forming Part of Financial Statement

The expenditure incurred under Technical Assistance Programme (TAP) is accounted for as recoverable and shown under the head 'Other Financial Assets'. The assistance reimbursed from Multilateral/Bilateral Agencies is credited to the said account.

### (v) Leases

#### **As a lessee**

The Company assesses at contract inception 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. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) The contract involves the use of an identified asset;
- (ii) The Company has substantially all of the economic benefits from use of the asset through the period of the lease, and
- (iii) The Company has the right to direct the use of the asset.

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

#### **i) Right-of-use assets**

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the estimated useful life of the assets.

#### **ii) Lease liabilities**

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. The incremental borrowing rate is the SBI MCLR rate for the period of the loan if the loan is up to 3 years. For a period greater than 3 years, SBI MCLR rate for 3 year may be taken.

#### **iii) Short-term leases and leases of low-value assets**

Lease payments on short-term leases (which has a lease term of up to 12 months) and leases of low value assets (asset value up to Rs. 10, 00,000/-) are recognised as expense over the lease term. Lease term is determined by taking non-cancellable period of a lease, together with both:

- (a) Periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and
- (b) Periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option.

#### **As a lessor**

When the Company acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease. To classify each lease, the Company makes an overall assessment of whether the lease transfers substantially all the risk and rewards incidental to the ownership of the underlying asset.

## Significant Accounting Policies Forming Part of Financial Statement

If this is the case, then the lease is a finance lease, if not, then it is an operating lease. As part of the assessment, the Company considers certain indicators such as whether the lease is for the major part of the economic life of the asset. If an arrangement contains lease and non-lease components, the Company applies Ind AS 115 "Revenue from contract with customers" to allocate the consideration in the contract. The Company recognizes lease payments received under operating lease as income on a straight line basis over the lease term as part of "Revenue from operations".

### (vi) Investments in Subsidiary, Associates and Joint Venture

- The company accounts investment in subsidiary, joint ventures and associates at cost. An entity controlled by the company is considered as a subsidiary of the company. Investments in subsidiary company outside India are translated at the rate of exchange prevailing on the date of acquisition.
- Investments where the company has significant influence are classified as associates. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.
- A joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint arrangement is classified as a joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

### Impairment Loss on Investment in Associate or joint Venture

If there is an indication of impairment in respect of entity's investment in associate or joint venture, the carrying value of the investment is tested for impairment by comparing the recoverable amount with its carrying value and any resulting impairment loss is charged against the carrying value of investment in associate or joint venture.

### (vii) Impairment of Non-Financial Asset

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating units (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Group of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

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. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

### (viii) Cash and cash equivalents

Cash comprises of cash in hand, cash at bank including debit balance in bank overdraft, if any, demand deposits with banks, commercial papers and foreign currency deposits. Cash equivalents are short term deposits ( with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

### (ix) Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying asset are capitalized up-to the date when the asset is ready for its intended use after netting off any income earned on temporary investment of such funds.

## Significant Accounting Policies Forming Part of Financial Statement

To the extent that the Company borrows funds generally and uses them for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalisation are determined by applying a capitalisation rate to the expenditures on that asset.

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

**(x) Foreign currency transactions**

Transactions in currencies other than the functional currency are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Foreign exchange gains and losses resulting from the settlement of such transactions and the re-measurement of monetary items denominated in foreign currency at period-end exchange rates are recognized in the Statement of Profit and Loss.

IREDA has adopted exemption of para D13AA of Ind AS 101, according to which a first-time adopter may continue the policy adopted for accounting for exchange differences arising from translation of long-term foreign currency monetary items recognised in the financial statements for the period ending immediately before the beginning of the first Ind AS financial reporting period as per the previous GAAP.

Accordingly, all transactions in foreign currency are recorded at the exchange rate prevailing at the date of the transaction. The exchange differences arising on reporting of long-term foreign currency monetary items outstanding as on March 31, 2018, at rate prevailing at the end of each reporting period, different from those at which they were initially recorded during the period, or reported in previous financial statements, are accumulated in a "Foreign Currency Monetary Item Translation Reserve Account" and amortized over the balance period of such long term monetary item, by recognition as income or expense in each of such periods.

Long-term foreign currency monetary items are those which have a term of twelve months or more at the date of origination.

Short-term foreign currency monetary items (having a term of less than twelve months at the date of origination) are translated at rate prevailing at the end of each reporting period. The resultant exchange fluctuation is recognized as income or expense in each of such periods.

As per Para 27 of Ind AS 21, exchange difference on monetary items that qualify as hedging instruments in cash flow hedge are recognized in other comprehensive income to the extent hedge is effective. Accordingly, company recognize the exchange difference due to translation of foreign currency loans at the exchange rate prevailing on reporting date in cash flow hedge reserve.

**(xi) Earnings per Share**

The basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed by dividing adjusted net profit after tax by the aggregate of weighted average number of equity shares and dilutive potential equity shares outstanding during the year. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

**(xii) Provisions**

A provision is recognized when the company has a present obligation (Legal or Constructive) as a result of past event and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

## Significant Accounting Policies Forming Part of Financial Statement

### (xiii) **Contingent liabilities**

Contingent liabilities are not recognized but disclosed in Notes when the company has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the company and Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent liabilities are assessed continuously to determine whether outflow of Economic resources have become probable. If the outflow becomes probable, then relative provision is recognized in the financial statements.

### (xiv) **Contingent Assets**

Contingent Assets are not recognized but disclosed in Notes which usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits.

Contingent assets are assessed continuously to determine whether inflow of economic benefits becomes virtually certain, then such assets and the relative income will be recognised in the financial statements.

### (xv) **Segment Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Chairman and Managing Director (CMD) of the Company have been identified as the Chief Operating Decision Maker (CODM).

### (xvi) **Material prior period errors**

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest period presented, the opening balances of assets, liabilities and equity for the earliest period presented, are restated. Prior period items up-to Rs. 1,00,000/- per item are charged to Statement of Profit & Loss as and when adjusted/received and not restated.

### (xvii) **Taxation**

#### *Current tax*

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss /other comprehensive income because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Current tax is recognized in the statement of profit and loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current tax is also recognized in other comprehensive income or directly in equity respectively. Where current tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

#### *Deferred tax*

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding amounts used for taxation purpose.

Deferred tax liabilities are generally recognized for all taxable temporary differences.

## Significant Accounting Policies Forming Part of Financial Statement

Deferred tax assets are generally recognized only to the extent that it is probable that future taxable profits will be available against which the assets can be utilized. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Current and deferred tax are recognized in the statement of profit and loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

### (xviii) Investment Property

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investment properties are measured initially at cost, including transaction costs.

After initial recognition, the company measures investment property by using cost model.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on de recognition of the property (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss in the period in which the property is derecognized.

Investment properties are depreciated in accordance to the class of asset that it belongs and the life of the asset shall be as conceived for the same class of asset at the Company.

Though investment property is measured using cost model, the fair value of investment property is disclosed in the notes.

### (xix) Employee Benefits

#### a) Short-term employee benefits

Short-term employee benefits including salaries, short term compensated absences (such as a paid annual leave) where the absences are expected to occur within twelve months after the end of the period in which the employees render the related service, profit sharing and bonuses payable within twelve months after the end of the period in which the employees render the related services and non-monetary benefits for current employees are estimated and measured on an undiscounted basis.

#### b) Post-employment benefit plans are classified into defined benefits plans and defined contribution plans as under:

##### (i) Defined contribution plan

A defined contribution plan is a plan under which the Company pays fixed contributions in respect of the employees into a separate fund. The Company has no legal or constructive obligations to pay further contributions after its payment of the fixed contribution. The contributions made by the Company towards defined contribution plans are charged to the statement of profit and loss in the period to which the contributions relate.

##### (ii) Defined benefit plan

The Company has an obligation towards gratuity, Post-Retirement Medical Benefit (PRMB) and Other Defined Retirement Benefit (ODRB) which are being considered as defined benefit plans

## Significant Accounting Policies Forming Part of Financial Statement

covering eligible employees. Under the defined benefit plans, the amount that an employee will receive on retirement is defined by reference to the employee's length of service, final salary, and other defined parameters. The legal obligation for any benefits remains with the Company, even if plan assets for funding the defined benefit plan have been set aside.

The Company's obligation towards defined benefit plans is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. The liability recognized in the statement of financial position for defined benefit plans is the present value of the Defined Benefit Obligation (DBO) at the reporting date less the fair value of plan assets. Management estimates the DBO annually with the assistance of independent actuaries.

Actuarial gains/losses resulting from re-measurements of the liability/asset are included in Other Comprehensive Income.

The liability for retirement benefits of employees in respect of provident fund, benevolent fund, superannuation fund and Gratuity is funded with separate trusts.

The company's contribution to Provident Fund / Superannuation Fund is remitted to separate trusts established for this purpose based on a fixed percentage of the eligible employee's salary and debited to Statement of Profit and Loss.

### c) Other long-term employee benefits:

Liability in respect of compensated absences becoming due or expected to be availed more than one-year after the balance sheet date is estimated on the basis of actuarial valuation performed by an independent actuary using the projected unit credit method.

Actuarial gains and losses arising from past experience and changes in actuarial assumptions are charged to statement of profit and loss in the period in which such gains or losses are determined.

## (xx) Financial instruments

### Initial recognition and measurement

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the financial instrument and are measured initially at fair value adjusted by transactions costs, except for those carried at fair value through profit or loss. Subsequent measurement of financial assets and financial liabilities is described below.

### Classification and subsequent measurement of financial assets

For the purpose of subsequent measurement, financial assets are classified into the following categories upon initial recognition:

- Amortized cost
- Financial assets at fair value through profit or loss (FVTPL)
- Financial assets at fair value through other comprehensive income (FVOCI)

All financial assets except for those at FVTPL or equity instruments at FVOCI are subject to review for impairment at least at each reporting date to identify whether there is any objective evidence that a financial asset or a group of financial assets is impaired. Different criteria to determine impairment are applied to each category of financial assets, which are described below.

### Loan at Amortised Cost



## Significant Accounting Policies Forming Part of Financial Statement

Loans (financial asset) are measured at amortized cost using Effective Interest Rate (EIR) if both of the following conditions are met:

- a) The financial asset is held within a business model whose objective is to hold financial assets to collect contractual cash flows; and
- b) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A loss allowance for expected credit losses is recognized on financial assets carried at amortized cost.

### Financial assets at FVTPL

Financial assets at FVTPL include all derivative financial instruments except for those designated and effective as hedging instruments, for which the hedge accounting requirements are being applied. Assets in this category are measured at fair value with gains or losses recognized in the statement of profit and loss. The fair values of financial assets in this category are determined by reference to active market transactions or using a valuation technique where no active market exists.

### De-recognition of financial assets

Financial assets (or where applicable, a part of financial asset or part of a group of similar financial assets) are derecognized (i.e. removed from the Company's balance sheet) when the contractual rights to receive the cash flows from the financial asset have expired, or when the financial asset and substantially all the risks and rewards are transferred. The Company also derecognizes the financial asset if it has both transferred the financial asset and the transfer qualifies for de-recognition.

### Classification and subsequent measurement of financial liabilities

Financial liabilities are measured subsequently at amortized cost using the effective interest method, except for derivative financial liabilities which are carried at FVTPL, subsequently at fair value with gains or losses recognized in the statement of profit and loss. (FVTPL)

### De-recognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

### Derivative financial instruments

The Company is exposed to foreign currency fluctuations on foreign currency assets and liabilities. The Company limits the effect of foreign exchange rate fluctuations by following established risk management policies including the use of derivatives.

The Company use Derivative instrument includes principal swap, Cross Currency & Interest Rate Swap (CCIRS), forwards, interest rate swaps, currency and cross currency options, structured product, etc. to hedge foreign currency assets and liabilities.

Derivatives are recognized and measured at fair value (MTM). Attributable transaction costs are recognized in statement of profit and loss as cost.

### De-recognition of Financial asset:

Financial assets are derecognized when the contractual right to receive cash flows from the financial assets expires, or transfers the contractual rights to receive the cash flows from the asset.

## Significant Accounting Policies Forming Part of Financial Statement

### Hedge Accounting

Derivative financial instruments are accounted for at fair value through profit and loss (FVTPL) except for derivatives designated as hedging instruments in cash flow hedge relationships, which require a specific accounting treatment. To qualify for hedge accounting, the hedging relationship must meet all of the following requirements:

- there is an economic relationship between the hedged item and the hedging instrument
- the effect of credit risk does not dominate the value changes that result from that economic relationship
- the hedge ratio of the hedging relationship is the same as that resulting from the quantity of the hedged item that the entity actually hedges and the quantity of the hedging instrument that the entity actually uses to hedge that quantity of hedged item.

The Company has designated mostly derivative contracts as hedging instruments in cash flow hedge relationships. These arrangements have been entered into to mitigate foreign currency exchange risk and interest rate risk arising against which debt instruments denominated in foreign currency.

- Cash Flow hedging is done to protect cash flow positions of the company from changes in exchange rate fluctuations and to bring variability in cash flow to fixed ones.
- The Company enters into hedging instruments in accordance with policies as approved by the Board of Directors; provide written principles which are consistent with the risk management strategy/policies of the Company.
- All derivative financial instruments used for hedge accounting are recognised initially at fair value and reported subsequently at fair value in the balance sheet.
- The hedge instruments are designated and documented as hedges at the inception of the contract. The effectiveness of hedge instruments is assessed and measured at inception and on an on-going basis. The effective portion of change in the fair value as assessed based on MTM valuation provided by respective banks/third party valuation of the designated hedging instrument is recognized in the "Other Comprehensive Income" as "Cash Flow Hedge Reserve". The ineffective portion is recognized immediately in the Statement of Profit and Loss as and when occurs.
- At the time the hedged item affects profit or loss, any gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss and presented as a reclassification adjustment within other comprehensive income.
- If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognized in Cash Flow Hedge Reserve remains in Cash Flow Hedge Reserve till the period the hedge was effective. The cumulative gain or loss previously recognized in the Cash Flow Hedge Reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction.

### **Impairment**

#### Impairment of financial assets

- Loan assets

## Significant Accounting Policies Forming Part of Financial Statement

The Company follows a 'three-stage' model for impairment of loan asset carried at amortized cost based on changes in credit quality since initial recognition as summarized below:

- Stage 1 includes loan assets that have not had a significant increase in credit risk since initial recognition or that has low credit risk at the reporting date.
- Stage 2 includes loan assets that have had a significant increase in credit risk since initial recognition but that do not have objective evidence of impairment.
- Stage 3 includes loan assets that have objective evidence of impairment at the reporting date.

The Expected Credit Loss (ECL) is measured at 12-month ECL for Stage 1 loan assets and lifetime ECL for Stage 2 and Stage 3 loan assets. ECL is the product of the Probability of Default, Exposure at Default and Loss Given Default, defined as follows:

Probability of Default (PD) - The PD represents the likelihood of a borrower defaulting on its financial obligation, either over the next 12 months (12 months PD), or over the remaining lifetime (Lifetime PD) of the obligation.

Loss Given Default (LGD) - LGD represents the Company's expectation of the extent of loss on a defaulted exposure. LGD varies by type of counterparty, type, and preference of claim and availability of collateral or other credit support.

Exposure at Default (EAD) - EAD is based on the amount of outstanding exposure as on the assessment date on which ECL is computed.

Forward-looking economic information is included in determining the 12-month and lifetime PD, EAD and LGD. The assumptions underlying the expected credit loss are monitored and reviewed on an on-going basis.

### Financial Instruments other than Loans consist of :

- Financial assets include cash and cash equivalents, trade receivables, unbilled revenues, finance lease receivables, employee and other advances.
- Financial liabilities include borrowings, bank overdrafts, trade payables.

Non derivative financial instruments other than loans are recognized initially at fair value including any directly attributable transaction costs. Financial assets are derecognized when substantial risks and rewards of ownership of the financial asset have been transferred. In cases where substantial risks and rewards of ownership of the financial assets are neither transferred nor retained, financial assets are derecognized only when the Company has not retained control over the financial asset.

Subsequent to initial recognition, they are measured as prescribed below:

#### a) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents include cash in hand, at bank, demand deposits with banks, cash credit, fixed deposits and foreign currency deposits, net of outstanding bank overdrafts that are repayable on demand and are considered part of the Company's cash management system. In the statement of financial position, bank overdrafts are presented under borrowings.

## Significant Accounting Policies Forming Part of Financial Statement

### b) Trade Receivable

The company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. The application of simplified approach does not require the company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. The Company determines impairment loss allowance based on individual assessment of receivables, historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates.

### c) Other payables

Other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest method. For these financial instruments, the carrying amounts approximate fair value due to the short term maturity of these instruments.

### (xxi) Dividend

Proposed dividends and interim dividends payable to the shareholders are recognized as changes in equity in the period in which they are approved by the Board of Directors and in the shareholders' meeting respectively.

### (xxii) Fair Value Measurement & Disclosure

The Company measures financial instruments, such as derivatives at fair value at each reporting date. 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 asset or transfer the liability takes place either:

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

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

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, including assumptions about risk, assuming that market participants act in their economic best interest. 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 or by selling it to another market participant that would use 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, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized 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.

## Significant Accounting Policies Forming Part of Financial Statement

For assets and liabilities that are recognized in the financial statements regularly, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

### (xxiii) Revenue Recognition

#### Interest income

Interest income is accounted on all financial assets (except company is not recognizing interest income on credit impaired financial assets) measured at amortized cost. Interest income is recognized using the Effective Interest Rate (EIR) method in line with Ind AS 109, Financial Instruments. The Effective Interest Rate (EIR) is the rate that exactly discounts estimated future cash receipts through expected life of the financial asset to that asset's net carrying amount on initial recognition. The EIR is calculated by taking into account transactions costs and fees that are an integral part of the EIR in line with Ind AS 109. Interest income on credit impaired assets is recognized on receipt basis.

Rebate on account of timely payment of interest by borrowers is recognized on receipt of the entire interest amount due in time, in accordance with the terms of the respective contract and is netted against the corresponding interest income.

Amounts recovered from credit impaired assets are appropriated in the following manner :

1. Incidental charges
2. Interest
3. Outstanding principal .

#### Other Revenue

- Revenue (other than for those items to which Ind AS 109 Financial Instruments are applicable) are recognised as per Ind AS 115 Revenue from contracts with customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers. The Company recognises revenue from contracts with customers based on the principle laid down in Ind 115.
- Revenue from solar plant  
Income from solar plant is recognised when the performance obligation are satisfied over time .
- Revenue from fees and commission  
Fees and commission are recognised on a point in time basis when probability of collecting such fees is established .

### (xxiv) Expense

Expenses are accounted for on accrual basis. Prepaid expenses upto Rs. 50,000/- per item are charged to Statement of Profit & Loss as and when incurred/adjusted/received.

Indian Renewable Energy Development Agency Limited  
Consolidated Notes to Financial Statements

Note 2 : Cash and Cash Equivalents

(Rs. in Lakhs)

| Particulars   | As at March 31,<br>2021 | As at March 31,<br>2020 |
|---|-------------------------|-------------------------|
| <b>I. Cash and cash equivalents</b>                         |                         |                         |
| (A) Cash in hand  | -                       | -                       |
| (B) Balances with Banks :-                                  |                         |                         |
| (a) Current Account with banks                              |                         |                         |
| - In Indian Branches  | 21,891.28               | 50,865.90               |
| - In Foreign Branches                                       |                         |                         |
| (i) In USD  | 9.95                    | 2,585.08                |
| (b) Deposit Account (Original maturity less than 3 months)  |                         |                         |
| Short term Deposits   | -                       | 45,374.52               |
| (c) Savings Bank Account                                    |                         |                         |
| - In Indian Branches  | 200.33                  | 10.19                   |
| (C) Cheques Under Collection/DD In hand and Postage imprest | 0.27                    | 0.35                    |
| <b>Total (A+B+C)</b>  | <b>22,101.83</b>        | <b>98,836.04</b>        |

There are no repatriation restrictions with respect to Cash and Cash equivalents as at the end of the reporting periods presented above.

Indian Renewable Energy Development Agency Limited  
Consolidated Notes to Financial Statements

Note 3 : Bank balances other than included in Cash and Cash Equivalents

(Rs. in Lakhs)

| Particulars  | As at March 31,<br>2021 | As at March 31,<br>2020 |
|--|-------------------------|-------------------------|
| <b>a. Earmarked Balances with Banks</b>                                |                         |                         |
| <b>A) In Current Account</b>   |                         |                         |
| - MNRE <sup>1</sup>  | 2.15                    | 2.15                    |
| - MNRE GOI Fully Serviced Bond (Refer Note 38(33))                     | 353.11                  | 358.26                  |
| - IREDA (Interest on Bonds)  | 134.73                  | 47.58                   |
| - IREDA Dividend A/C   | 0.10                    | 0.10                    |
| - MNRE Implementation of Solar Water Heating System (SWHS)             | -                       | 357.95                  |
| <b>Sub total (A)</b>   | <b>490.10</b>           | <b>766.04</b>           |
| <b>B) In Saving Account</b>  |                         |                         |
| - MNRE United Nations Development Program (UNDP) Account               | 54.95                   | 56.07                   |
| - MNRE National Hydrogen Energy Board                                  | 0.06                    | 0.06                    |
| - IREDA MNRE Generation Based Incentive (GBI) Fund (Refer Note 38(32)) | 685.38                  | 1,500.70                |
| - MNRE Rooftop & Other Small Solar Power Plant                         | 762.35                  | 10,955.34               |
| - MNRE Capital Subsidy for Channel Partners (Refer Note 38(32))        | 0.00                    | 5,794.61                |
| - IREDA National Clean Energy Fund (NCEF)                              | 8,472.94                | 4,078.16                |
| - MNRE - Association of Renewable Energy Agencies of State (AREAS)     | 0.01                    | 0.01                    |
| - MNRE - U S - India Clean Energy Finance Facility (USICFF)            | 95.26                   | 765.59                  |
| <b>Sub total (B)</b>   | <b>10,070.96</b>        | <b>23,150.55</b>        |
| <b>C) In Deposit Account (INR)</b>                                     |                         |                         |
| - IREDA <sup>1</sup>   | 38.48                   | 36.44                   |
| - MNRE   | 17.25                   | 17.25                   |
| - MNRE Implementation of Solar Water Heating System (SWHS)             | 369.86                  | -                       |
| - MNRE - National Hydrogen Energy Board                                | 6.20                    | 5.74                    |
| - MNRE - IREDA Co Generation   | 37.14                   | 35.31                   |
| - IREDA National Clean Energy Fund (NCEF)                              | 22,597.19               | 23,382.05               |
| - MNRE GOI Fully Serviced Bond (Refer Note 38(33))                     | 861.39                  | 855.29                  |
| - MNRE Rooftop & Other Small Solar Power Plant                         | 2,000.00                | -                       |
| <b>Sub total (C)</b>   | <b>25,927.51</b>        | <b>24,332.06</b>        |
| <b>D) In Deposit Account (Forex)</b>                                   |                         |                         |
| - Dollar Deposit (ADB) <sup>2</sup>                                    | 1,740.73                | 5,215.30                |
| <b>Sub total (D)</b>   | <b>1,740.73</b>         | <b>5,215.30</b>         |
| <b>Sub total (a)=(A+B+C+D)</b>   | <b>38,229.29</b>        | <b>53,463.95</b>        |
| <b>b. Deposit Account (Original maturity more than 3 months)</b>       |                         |                         |
| - INR Term Deposit   | -                       | 5,271.76                |
| <b>Sub total (b)</b>   | <b>-</b>                | <b>5,271.76</b>         |
| <b>Total(a+b)</b>  | <b>38,229.29</b>        | <b>58,735.71</b>        |

<sup>1</sup> The Company is the implementing agency for certain schemes of the Government Of India. The funds received for disbursement to various agencies under the scheme are kept in a separate bank account. The undisbursed funds for the scheme (including interest thereon, if any) are presented as designated funds of the Scheme. Refer Note 38 (31).

<sup>1</sup> An amount of Rs.38.48 Lakhs (previous year : Rs. 36.44 lakhs) kept as FDR including interest with Union Bank of India, Khanna Market, Lodhi Road, New Delhi against two Bond holders payments i.e. M/s The Bengal Club Ltd and Ms. Maya M. Chulani as per the order dated 31.7.2009 passed in Civil Misc Writ petition No. 28928 of 2009 passed by the Hon'ble Allahabad High Court.

<sup>2</sup> The Company has taken Loan from Bank of Baroda (which is shown under Note 20) against the Dollar Deposits.

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**Note 4 : Derivative Financial Instruments**

The Company enters into derivative contracts for hedging Foreign Exchange and Interest Rate risk. Derivative transactions include forwards, interest rate swaps, cross currency swaps etc. to hedge the liabilities. These derivative transactions are done for hedging purpose and not for trading or speculative purpose.

(Rs. in Lakhs)

| Particulars   | As at March 31, 2021 |                     |                          | As at March 31, 2020 |                     |                          |
|---|----------------------|---------------------|--------------------------|----------------------|---------------------|--------------------------|
|   | Notional amounts     | Fair Value - Assets | Fair Value - Liabilities | Notional amounts     | Fair Value - Assets | Fair Value - Liabilities |
| <b>Part I</b>   |                      |                     |                          |                      |                     |                          |
| <b>(i) Currency derivatives:-</b>   |                      |                     |                          |                      |                     |                          |
| Principal only swap   | 7,68,787.29          | 39,117.62           | 9,137.96                 | 7,66,757.90          | 66,990.78           | 6,788.00                 |
| Foreign exchange forward contract   | -                    | -                   | -                        | -                    | -                   | -                        |
| <b>Sub-total (i)</b>  | <b>7,68,787.29</b>   | <b>39,117.62</b>    | <b>9,137.96</b>          | <b>7,66,757.90</b>   | <b>66,990.78</b>    | <b>6,788.00</b>          |
| <b>(ii) Interest rate Derivatives :-</b>  |                      |                     |                          |                      |                     |                          |
| Cross currency interest rate swap   | 53,075.64            | 1,191.39            | 45.20                    | 73,776.35            | 4,265.21            | -                        |
| <b>Sub-total (ii)</b>   | <b>53,075.64</b>     | <b>1,191.39</b>     | <b>45.20</b>             | <b>73,776.35</b>     | <b>4,265.21</b>     | <b>-</b>                 |
| <b>Total Derivative financial Instruments (i+ii)</b>  | <b>8,21,862.93</b>   | <b>40,309.01</b>    | <b>9,183.16</b>          | <b>8,40,534.25</b>   | <b>71,255.99</b>    | <b>6,788.00</b>          |
| <b>Part II</b>  |                      |                     |                          |                      |                     |                          |
|   |                      |                     |                          |                      |                     |                          |
|   |                      |                     |                          |                      |                     |                          |
| Included in above (Part I) are derivatives held for hedging and risk management purposes as follows:- |                      |                     |                          |                      |                     |                          |
| <b>(i) Cash flow hedging:-</b>  |                      |                     |                          |                      |                     |                          |
| Currency Derivatives  | 7,41,731.33          | 37,700.50           | 9,137.96                 | 7,02,287.06          | 60,797.70           | 6,788.00                 |
| Interest rate Derivatives   | 53,075.64            | 1,191.39            | 45.20                    | 73,776.35            | 4,265.21            | -                        |
| <b>Subtotal (i)</b>   | <b>7,94,806.97</b>   | <b>38,891.89</b>    | <b>9,183.16</b>          | <b>7,76,063.41</b>   | <b>65,062.91</b>    | <b>6,788.00</b>          |
| <b>(ii) Undesignated Derivatives:-</b>  |                      |                     |                          |                      |                     |                          |
| Currency Derivatives  | 27,055.96            | 1,417.12            | -                        | 64,470.84            | 6,193.08            | -                        |
| Interest rate Derivatives   | -                    | -                   | -                        | -                    | -                   | -                        |
| <b>Sub-total (ii)</b>   | <b>27,055.96</b>     | <b>1,417.12</b>     | <b>-</b>                 | <b>64,470.84</b>     | <b>6,193.08</b>     | <b>-</b>                 |
| <b>Total Derivative Financial Instruments (i) + (ii)</b>  | <b>8,21,862.93</b>   | <b>40,309.01</b>    | <b>9,183.16</b>          | <b>8,40,534.25</b>   | <b>71,255.99</b>    | <b>6,788.00</b>          |

For Disclosures on Risk Exposure refer Note 38 (38)

**Note 5 : Receivables**

**Trade Receivables**

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| A Trade Receivables  |                      |                      |
| (a) Receivables considered good - Secured                      | -                    | -                    |
| (b) Receivables considered good - Unsecured                    | 297.66               | 312.98               |
| (c) Receivables which have significant increase in credit risk | -                    | -                    |
| (d) Receivables credit impaired                                | -                    | -                    |
| Sub Total (A)  | 297.66               | 312.98               |
| Allowance for Impairment loss (B)                              | -                    | -                    |
| <b>Total (A-B)</b>   | <b>297.66</b>        | <b>312.98</b>        |



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**Note 6 : Loans**

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
|  | At Amortised Cost    | At Amortised Cost    |
| <b>A) Loans</b>  |                      |                      |
| Term Loans   |                      |                      |
| Front end fee adjustment                               | 27,85,392.12         | 23,54,784.13         |
|  | (7,462.93)           | (5,575.09)           |
| <b>Gross Loans at amortised cost</b>                   | <b>27,77,929.18</b>  | <b>23,49,209.04</b>  |
| <b>Loans to constituents of MNRE</b>                   |                      |                      |
| Loans to constituents of MNRE                          | 254.77               | 254.77               |
| Interest Accrued and due on MNRE Loans                 | 664.69               | 664.69               |
| Loans to employees                                     | 261.37               | 301.47               |
| Loans to related parties                               | 3.21                 | 11.09                |
| Interest Accrued and due on Loans                      | 3,620.26             | 19,681.55            |
| Liquidated Damages Accrued and due                     | 35.78                | 61.05                |
| Interest Accrued but not due on Loans                  | 1,257.86             | 1,240.84             |
| Interest Accrued but not due on Loans of Related Party | 8.74                 | 10.74                |
| <b>Total (A) - Gross</b>                               | <b>27,84,035.87</b>  | <b>23,71,435.24</b>  |
| Less: Impairment loss allowance                        | 93,471.56            | 73,666.55            |
| <b>Total (A) - Net</b>                                 | <b>26,90,564.31</b>  | <b>22,97,768.68</b>  |
| <b>(B) Sub-classification of above :</b>               |                      |                      |
| <b>Security-wise classification</b>                    |                      |                      |
| <b>(i) Secured by tangible assets</b>                  |                      |                      |
| Term Loans   | 24,37,369.42         | 20,62,536.52         |
| Loans to employees                                     | 261.37               | 301.47               |
| Loans to related parties                               | 3.21                 | 11.09                |
| Interest Accrued and due on Loans                      | 3,620.26             | 19,681.55            |
| Liquidated Damages Accrued and due                     | 35.78                | 61.05                |
| Interest Accrued but not due on Loans                  | 1,257.86             | 1,240.84             |
| Interest Accrued but not due on Loans of Related Party | 8.74                 | 10.74                |
| <b>Loans to constituents of MNRE</b>                   |                      |                      |
| Loans to constituents of MNRE                          | 254.77               | 254.77               |
| Interest Accrued and due on MNRE Loans                 | 664.69               | 664.69               |
| <b>(ii) Secured by intangible assets</b>               | -                    | -                    |
| <b>(iii) Covered by Bank/Government Guarantees</b>     |                      |                      |
| Term Loans Secured by Bank Guarantee                   | 14,516.95            | -                    |
| <b>(iv) Unsecured</b>                                  |                      |                      |
| Term Loans   | 3,26,042.81          | 2,86,672.52          |
| <b>Total (B) - Gross</b>                               | <b>27,84,035.87</b>  | <b>23,71,435.24</b>  |
| Less: Impairment loss allowance                        | 93,471.56            | 73,666.55            |
| <b>Total (B) - Net</b>                                 | <b>26,90,564.31</b>  | <b>22,97,768.68</b>  |
| <b>(C) (I) Loans in India</b>                          |                      |                      |
| (i) Public Sector                                      | 6,92,445.66          | 4,28,484.42          |
| (ii) Others (to be specified)                          | 20,91,590.21         | 19,42,950.82         |
| <b>Total (C) (I) Gross</b>                             | <b>27,84,035.87</b>  | <b>23,71,435.24</b>  |
| Less: Impairment loss allowance                        | 93,471.56            | 73,666.55            |
| <b>Total (C) (I) - Net</b>                             | <b>26,90,564.31</b>  | <b>22,97,768.68</b>  |
| <b>(C) (II) Loans outside India</b>                    |                      |                      |
| Less: Impairment loss allowance                        | -                    | -                    |
| <b>Total (C) (II)- Net</b>                             | -                    | -                    |
| <b>Total C (I) and C(II)</b>                           | <b>26,90,564.31</b>  | <b>22,97,768.68</b>  |

During the year ended 31.03.2021, the Company has sent letters to borrowers, except where loans have been recalled or pending before court/NCLT, seeking confirmation of balances as at 31.03.2021 to the borrowers. Confirmations for 9.62% of the said balances have been received. Out of the remaining loan assets amounting to Rs. 2,517,507.77 Lakhs for which balance confirmations have not been received, 78.05% loans are secured by tangible securities, 21.93% by way of Government Guarantee/ Loans to Government and 0.02% are unsecured loans.

For Disclosures on Credit Risk, refer Note 38 (38).

**Note 7 : Investments**

(Rs. in Lakhs)

| Investments                              | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
|  | Cost*                | Cost*                |
| <b>(A) Investment</b>                    |                      |                      |
| Total - Gross (A)                        | -                    | -                    |
| <b>(B) Sub-classification of above :</b> |                      |                      |
| <b>(i) Investment outside India</b>      | -                    | -                    |
| <b>(ii) Investment in India</b>          | -                    | -                    |
| <b>Total (B)</b>                         | -                    | -                    |
| Less: Allowance for Impairment loss ( C) | -                    | -                    |
| <b>Total - Net (D)=(A)-(C)</b>           | -                    | -                    |

\*Investment in associate is measured at cost as per Ind AS 28

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Note 8 : Other Financial Assets

(Rs. in Lakhs)

| Particulars                     | As at March 31, 2021 | As at March 31, 2020 |
|---------------------------------|----------------------|----------------------|
|                                 | At Amortised Cost    | At Amortised Cost    |
| Security Deposits               | 80.84                | 45.21                |
| Advances to employees           | 31.79                | 36.41                |
| Advances to related parties     | -                    | 1.90                 |
| Other receivables:-             |                      |                      |
| FDRs - Borrowers                | 1,922.57             | 1,927.72             |
| Commercial papers               | 6,899.11             | 6,899.11             |
| Less: Impairment loss allowance | (6,899.11)           | (6,899.11)           |
| Others                          | 243.56               | 475.20               |
| <b>TOTAL</b>                    | <b>2,278.75</b>      | <b>2,486.44</b>      |

Note 9 :Current Tax Assets (Net)

(Rs. in Lakhs)

| Particulars   | As at March 31, 2021 | As at March 31, 2020 |
|---|----------------------|----------------------|
| Income Tax deposited -Earlier years                   | 1,24,635.79          | 1,07,300.28          |
| Less : Provision for Tax -Earlier years               | 1,06,789.39          | 92,389.39            |
| <b>Net Tax Assets / (Liabilities) - Earlier years</b> | <b>17,846.40</b>     | <b>14,910.89</b>     |
| Advance Income Tax and TDS -Current year              | 13,899.62            | 15,995.51            |
| Less : Provision for tax -Current year                | 20,900.00            | 14,400.00            |
| <b>Net Tax Assets / (Liabilities) - Current year</b>  | <b>(7,000.38)</b>    | <b>1,595.51</b>      |
| <b>Total</b>  | <b>10,846.02</b>     | <b>16,506.40</b>     |

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Note 10 :Deferred Tax Assets/ Liability (Net)

(Rs. in Lakhs)

| Particulars                                       | As at March 31, 2021 | As at March 31, 2020 |
|---|----------------------|----------------------|
| <b>Profit and Loss section</b>                    |                      |                      |
| <b>Deferred Tax Assets</b>                        |                      |                      |
| Provision for Leave Encashment                    | 132.31               | 102.05               |
| Provision for Gratuity                            | 0.00                 | 0.08                 |
| Provision for Post Retirement Medical Benefit     | 214.64               | 160.82               |
| Provision for Sick Leave                          | 95.53                | 87.38                |
| Provision for Baggage Allowance                   | 4.51                 | 3.69                 |
| Provision for Performance Incentive               | 230.87               | 281.40               |
| Provision for Impairment                          | 35,803.60            | 28,313.22            |
| Front End Fee - deferred in Books                 | 328.68               | 367.83               |
| <b>Sub total</b>                                  | <b>36,810.14</b>     | <b>29,316.47</b>     |
| <b>Deferred Tax Liabilities</b>                   |                      |                      |
| Depreciation                                      | 5,197.09             | 5,047.92             |
| Forex loss translation difference                 | 10,457.34            | 9,951.61             |
| Bonds   | 91.99                | 104.55               |
| <b>Sub total</b>                                  | <b>15,746.42</b>     | <b>15,104.07</b>     |
| <b>Total (A)</b>                                  | <b>21,063.72</b>     | <b>14,212.40</b>     |
| <b>OCI Section</b>                                |                      |                      |
| <b>Deferred Tax Assets</b>                        |                      |                      |
| Actuarial Loss on Gratuity                        | (0.00)               | 13.57                |
| Actuarial Loss on Post Retirement Medical Benefit | 35.58                | 37.87                |
| Actuarial Loss on Baggage allowance               | (0.08)               | 0.26                 |
| <b>Sub total</b>                                  | <b>35.49</b>         | <b>51.70</b>         |
| <b>Total (B)</b>                                  | <b>35.49</b>         | <b>51.70</b>         |
| <b>Net deferred tax asset/(liability) (A+B)</b>   | <b>21,099.21</b>     | <b>14,264.10</b>     |

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Note 11 : Investment Property

(Rs. in Lakhs)

| Particulars                                 | Investment Property<br>(Building - residential) |
|---|---|
| <b>Gross Block</b>                          |   |
| Balance as at April 1, 2019                 | 8.75  |
| Additions                                   | -   |
| Less: Disposals/Sale/Transfer               | -   |
| <b>Balance as at March 31, 2020</b>         | <b>8.75</b>                                     |
| Additions                                   | -   |
| Less: Disposals/Sale/Transfer               | -   |
| <b>Balance as at March 31, 2021</b>         | <b>8.75</b>                                     |
|   |   |
| <b>Accumulated Depreciation</b>             |   |
| Balance as at April 1, 2019                 | 2.65  |
| Depreciation expense                        | 1.01  |
| Less: Eliminated on disposals/Sale/Transfer | -   |
| <b>Balance as at March 31, 2020</b>         | <b>3.66</b>                                     |
| Depreciation expense                        | 0.84  |
| Less: Eliminated on disposals/Sale/Transfer | -   |
| <b>Balance as at March 31, 2021</b>         | <b>4.50</b>                                     |
|   |   |
| <b>Carrying Amount</b>                      |   |
| As at March 31, 2020                        | 5.09  |
| As at March 31, 2021                        | 4.25  |

Refer Note 38(19) .

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**Note 12 : Property, Plant and Equipment\***

| Particulars                                     | Buildings       |                 | Solar plant             |             | Plant and Machinery |          | Vehicles | Furniture and Fixtures | Office Equipment | Library | Total      |
|---|-----------------|-----------------|-------------------------|-------------|---------------------|----------|----------|------------------------|------------------|---------|------------|
|   | Leasehold-IHC** | Leasehold-AKB** | Office Space at Chennai | Solar plant | Solar plant         | Computer |          |                        |                  |         |            |
| <b>Gross Block</b>                              |                 |                 |                         |             |                     |          |          |                        |                  |         |            |
| Balance as at April 01, 2018                    | 172.34          | 2,110.10        | 129.93                  | 2,181.53    | 28,636.54           | 103.35   | 39.25    | 80.44                  | 28.47            | -       | 33,481.96  |
| Additions during the year                       | -               | -               | -                       | 57.95       | 754.76              | 390.59   | 16.65    | 8.33                   | 3.86             | -       | 1,232.14   |
| Less: Disposals/Sale/Transfer during the year   | -               | -               | -                       | -           | -                   | 1.73     | -        | 0.28                   | 0.77             | -       | 2.77       |
| Balance as at April 01, 2019                    | 172.34          | 2,110.10        | 129.93                  | 2,239.49    | 29,391.30           | 492.21   | 55.89    | 88.49                  | 31.56            | -       | 34,711.32  |
| Additions during the year                       | -               | -               | -                       | -           | -                   | 6.05     | -        | 5.91                   | 4.49             | -       | 16.45      |
| Adjustment / Reclassification                   | (172.34)        | (2,110.10)      | -                       | -           | -                   | -        | -        | -                      | -                | -       | (2,282.45) |
| Less: Disposals/Sale/Transfer during the year   | -               | -               | -                       | -           | -                   | 5.48     | -        | 2.35                   | 3.17             | -       | 10.99      |
| Balance as at March 31, 2020                    | 0.00            | (0.00)          | 129.93                  | 2,239.49    | 29,391.30           | 492.78   | 55.89    | 92.05                  | 32.89            | -       | 32,434.33  |
| Additions during the year                       | -               | -               | -                       | -           | -                   | 152.99   | -        | 5.59                   | 35.52            | 0.02    | 194.12     |
| Adjustment / Reclassification                   | -               | -               | -                       | -           | -                   | -        | -        | -                      | -                | -       | -          |
| Less: Disposals/Sale/Transfer during the period | -               | -               | -                       | -           | -                   | 73.42    | -        | 4.71                   | 2.50             | -       | 80.64      |
| Balance as at March 31, 2021                    | 0.00            | (0.00)          | 129.93                  | 2,239.49    | 29,391.30           | 572.34   | 55.89    | 92.93                  | 65.91            | 0.02    | 32,547.81  |
|   |                 |                 |                         |             |                     |          |          |                        |                  |         |            |
| <b>Accumulated Depreciation</b>                 |                 |                 |                         |             |                     |          |          |                        |                  |         |            |
| Balance as at April 01, 2019                    | 38.73           | 431.12          | 23.51                   | 260.77      | 3,396.11            | 217.14   | 25.23    | 39.15                  | 10.11            | -       | 4,441.87   |
| Adjustment / Reclassification                   | (38.73)         | (431.12)        | -                       | -           | -                   | -        | -        | -                      | -                | -       | (469.85)   |
| Depreciation expense                            | -               | -               | 10.11                   | 132.77      | 1,729.11            | 106.52   | 9.50     | 10.45                  | 4.02             | -       | 2,002.49   |
| Less: Eliminated on disposals/Sale/Transfer     | -               | -               | -                       | -           | -                   | 4.67     | -        | 1.48                   | 2.42             | -       | 8.57       |
| Balance as at March 31, 2020                    | -               | -               | 33.62                   | 393.53      | 5,125.23            | 318.99   | 34.73    | 48.12                  | 11.71            | -       | 5,965.93   |
| Adjustment / Reclassification                   | -               | -               | -                       | -           | -                   | -        | -        | -                      | -                | -       | -          |
| Depreciation expense                            | -               | -               | 9.15                    | 132.77      | 1,729.11            | 127.22   | 6.49     | 8.99                   | 6.54             | 0.02    | 2,020.29   |
| Less: Eliminated on disposals/Sale/Transfer     | -               | -               | -                       | -           | -                   | 69.27    | -        | 4.47                   | 2.31             | -       | 76.04      |
| Balance as at March 31, 2021                    | -               | -               | 42.77                   | 526.30      | 6,854.34            | 376.94   | 41.22    | 52.64                  | 15.94            | 0.02    | 7,910.18   |
|   |                 |                 |                         |             |                     |          |          |                        |                  |         |            |
| <b>Carrying Amount</b>                          |                 |                 |                         |             |                     |          |          |                        |                  |         |            |
| As at March 31, 2020                            | 0.00            | (0.00)          | 96.31                   | 1,845.95    | 24,266.07           | 173.79   | 21.17    | 43.94                  | 21.18            | -       | 26,468.39  |
| As at March 31, 2021                            | 0.00            | (0.00)          | 87.16                   | 1,713.18    | 22,536.96           | 195.40   | 14.68    | 40.29                  | 49.96            | -       | 24,637.63  |

\*The company has elected to continue with the carrying values for its PPE, as at date of transition to Ind ASs measured as per previous G.A.A.P.

\*\* As per Para C11 of Ind AS 116, for leases that were classified as finance leases applying Ind AS 17, the carrying amount of the right-of-use asset and the lease liability at the date of initial application shall be the carrying amount of the lease asset and lease liability immediately before that date measured applying Ind AS 17. Hence, the carrying amount of lease asset in case of leasehold property at India Habitat Centre (IHC) and August Kranti Bhawan (AKB), the Company has carried forward the same amount as right to use asset as per Ind AS 116. Refer Note 38(12).

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**Note 13 : Capital Work-In-Progress (CWIP) (Rs. in Lakhs)**

| Particulars  | Amount |
|--|--------|
| <b>Capital work in progress - Building</b>               |        |
| Balance as at March 31, 2019                             | 0.86   |
| Additions during the year                                | -      |
| Borrowing cost capitalised                               | -      |
| Less: Transfer to Property Plant & Equipment/ Investment | -      |
| Balance as at March 31, 2020                             | 0.86   |
| Additions during the period                              | -      |
| Borrowing cost capitalised                               | -      |
| Less: Transfer to Property Plant & Equipment/ Investment | -      |
| Balance as at March 31, 2021                             | 0.86   |

**Note 14 : Right of use asset (Rs. in Lakhs)**

| Particulars                     | Amount      |               |               |               |                           | Total    |
|---------------------------------|-------------|---------------|---------------|---------------|---------------------------|----------|
|                                 | RINL Office | Leasehold-IHC | Leasehold-AKB | Mumbai Office | Land Solar plant - Kerala |          |
| <b>Right of use asset</b>       |             |               |               |               |                           |          |
| Balance as at April 01, 2019    | -           | -             | -             | -             | -                         | -        |
| Additions during the year       | 173.27      | -             | -             | -             | -                         | 173.27   |
| Adjustment / Reclassification   | -           | 172.34        | 2,110.10      | -             | -                         | 2,282.45 |
| Balance as at March 31, 2020    | 173.27      | 172.34        | 2,110.10      | -             | -                         | 2,455.71 |
| Additions during the year       | -           | -             | -             | 109.27        | 433.34                    | 542.61   |
| Adjustment / Reclassification   | (173.27)    | -             | -             | -             | -                         | (173.27) |
| Balance as at March 31, 2021    | -           | 172.34        | 2,110.10      | 109.27        | 433.34                    | 2,825.06 |
| <b>Accumulated Depreciation</b> |             |               |               |               |                           |          |
| Balance as at April 01, 2019    | -           | -             | -             | -             | -                         | -        |
| Adjustment / Reclassification   | -           | 38.73         | 431.12        | -             | -                         | 469.85   |
| Depreciation expense            | 74.26       | 15.71         | 181.30        | -             | -                         | 271.27   |
| Balance as at March 31, 2020    | 74.26       | 54.44         | 612.42        | -             | -                         | 741.12   |
| Depreciation expense            | 43.32       | 13.71         | 161.72        | 14.84         | 9.08                      | 239.67   |
| Adjustment / Reclassification   | (117.57)    | -             | -             | -             | -                         | (117.57) |
| Balance as at March 31, 2021    | -           | 68.15         | 774.14        | 11.84         | 9.08                      | 863.22   |
| <b>Carrying Amount</b>          |             |               |               |               |                           |          |
| As at March 31, 2020            | 99.01       | 117.90        | 1,497.68      | -             | -                         | 1,714.60 |
| As at March 31, 2021            | -           | 104.19        | 1,335.96      | 97.43         | 424.26                    | 1,961.84 |

Refer Note 38(12)

**Indian Renewable Energy Development Agency Limited**  
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**Note 15: Intangible assets under development (Rs. in Lakhs)**

| Particulars                         | Software under Development |
|-------------------------------------|----------------------------|
| Balance as at April 01, 2019        | -                          |
| Additions during the year           | -                          |
| Less: Transfer to intangible assets | -                          |
| Balance as at March 31, 2020        | -                          |
| Additions during the year           | -                          |
| Less: Transfer to intangible assets | -                          |
| Balance as at March 31, 2021        | -                          |

**Note 16: Intangible assets (Rs. in Lakhs)**

| Particulars                                 | Computer Software |
|---|-------------------|
| <b>Gross Block</b>                          |                   |
| Balance as at April 01, 2019                | 41.84             |
| Additions during the year                   | 1.33              |
| Less: Disposals/Sale/Transfer               | -                 |
| Balance as at March 31, 2020                | 43.18             |
| Additions during the period                 | 0.82              |
| Less: Disposals/Sale/Transfer               | -                 |
| Balance as at March 31, 2021                | 43.99             |
| <b>Accumulated Depreciation</b>             |                   |
| Balance as at April 01, 2019                | 20.35             |
| Amortisation expenses                       | 6.44              |
| Less: Eliminated on disposals/Sale/Transfer | -                 |
| Balance as at March 31, 2020                | 26.79             |
| Amortisation expenses                       | 6.60              |
| Less: Eliminated on disposals/Sale/Transfer | -                 |
| Balance as at March 31, 2021                | 33.39             |
| <b>Carrying Amount</b>                      |                   |
| As at March 31, 2020                        | 16.39             |
| As at March 31, 2021                        | 10.61             |

**Indian Renewable Energy Development Agency Limited**  
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**Note 17 :Other non financial assets**

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| Advance for capital expenditure (For Purchase of office and residence premises)including parking at NBCC Complex). | 12,663.03            | 12,647.83            |
| GOI Fully Serviced Bonds Money Receivable (Refer Note 38(33))  | 1,63,879.20          | 1,63,879.20          |
| Other receivables  | 248.82               | 204.81               |
| Other advances   | 153.32               | 76.66                |
| <b>Total</b>   | <b>1,76,944.37</b>   | <b>1,76,808.49</b>   |

**Note 18 : Payables**

(Rs. in Lakhs)

| Particulars   | As at March 31, 2021 | As at March 31, 2020 |
|---|----------------------|----------------------|
| Trade payable   |                      |                      |
| (i) Total outstanding dues of micro enterprises and small enterprises                       | 43.12                | 45.09                |
| (ii) Total outstanding dues of creditors other than micro enterprises and small enterprises | 7,972.49             | 6,535.05             |
| <b>Total</b>  | <b>8,015.61</b>      | <b>6,580.14</b>      |

**Note 19 :Debt Securities**

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
|  | At Amortised Cost    | At Amortised Cost    |
| <b>Bonds:-</b>   |                      |                      |
| <b>(I) Taxfree Bonds - Non Convertible Redeemable Debentures (Secured)</b>                     |                      |                      |
| (Secured by paripassu charge on Loans and Advances (book debts) of the company.)               |                      |                      |
| (i) 8.16% Tax free Bonds<br>(Series XIII Tranche-I-IA- 2013-14)(Repayable on 13.03.2024)       | 7,575.90             | 7,575.90             |
| (ii) 8.41% Tax free Bonds<br>(Series XIII Tranche-I-IB- 2013-14) (Repayable on 13.03.2024)     | 10,529.14            | 10,529.14            |
| (iii) 7.17% Tax free Bonds<br>(Series XIV Private IC- 2015-16) (Repayable on 01.10.2025)       | 28,400.00            | 28,400.00            |
| (iv) 7.28 % Tax free Bonds<br>(Series XIV Tranche-I-IA- 2015-16) (Repayable on 21.01.2026)     | 10,889.06            | 10,889.06            |
| (v) 7.53 % Tax free Bonds<br>(Series XIV Tranche-I-IB- 2015-16) (Repayable on 21.01.2026)      | 12,788.59            | 12,788.59            |
| (vi) 8.55% Tax free Bonds<br>(Series XIII Tranche-I-IIA- 2013-14) (Repayable on 13.03.2029)    | 12,307.69            | 12,307.69            |
| (vii) 8.80% Tax free Bonds<br>(Series XIII Tranche-I-IIB- 2013-14) (Repayable on 13.03.2029)   | 23,455.08            | 23,455.08            |
| (viii) 8.56% Tax free Bonds<br>(Series XIII Tranche-I-IC- 2013-14) (Repayable on 27.03.2029)   | 3,600.00             | 3,600.00             |
| (ix) 7.49 % Tax free Bonds<br>(Series XIV Tranche-I-IIA- 2015-16) (Repayable on 21.01.2031)    | 88,426.52            | 88,426.52            |
| (x) 7.74 % Tax free Bonds<br>(Series XIV Tranche-I-IIB- 2015-16) (Repayable on 21.01.2031)     | 48,351.53            | 48,351.53            |
| (xi) 8.55% Tax free Bonds<br>(Series XIII Tranche-I-IIIA- 2013-14) (Repayable on 21.01.2034)   | 3,881.23             | 3,881.23             |
| (xii) 8.80% Tax free Bonds<br>(Series XIII Tranche-I-IIIB- 2013-14) (Repayable on 21.01.2034)  | 14,416.42            | 14,416.42            |
| (xiii) 7.43 % Tax free Bonds<br>(Series XIV Tranche-I-IIIA- 2015-16) (Repayable on 21.01.2036) | 3,644.42             | 3,644.42             |
| (xiv) 7.68 % Tax free Bonds<br>(Series XIV Tranche-I-IIIB- 2015-16) (Repayable on 21.01.2036)  | 7,499.88             | 7,499.88             |
| <b>Sub-Total(A)</b>  | <b>2,75,765.46</b>   | <b>2,75,765.46</b>   |

|   |                    |                    |
|---|--------------------|--------------------|
| <b>(II) Taxable Bonds - Non Convertible Redeemable Debentures(Secured)</b>    |                    |                    |
| (Secured by negative lien on Loans and Advances (Book Debts) of the company.) |                    |                    |
| (i) 8.87% Taxable Bonds   | -                  | 15,000.00          |
| (Series III- 2010-11 - Tranche-I)(Repayable on 24.09.2020)                    |                    |                    |
| (ii) 9.49% Taxable Bonds  | 30,000.00          | 30,000.00          |
| (Series IV- 2012-13 ) (Repayable on 04.06.2022)                               |                    |                    |
| (iii) 8.44% Taxable Bonds   | 30,000.00          | 30,000.00          |
| (Series VA- 2013-14) (Repayable on 10.05.2023)                                |                    |                    |
| (iv) 9.02% Taxable Bonds  | 25,000.00          | 25,000.00          |
| (Series III- 2010-11 - Tranche II)(Repayable on 24.09.2025)                   |                    |                    |
| (v) 8.12% Taxable Green Bonds   | 20,000.00          | 20,000.00          |
| (Series VI A - 2016-17) (Repayable on 24.03.2027)                             |                    |                    |
| (vi) 8.05% Taxable Green Bonds  | 50,000.00          | 50,000.00          |
| (Series VI B - 2016-17) (Repayable on 29.03.2027)                             |                    |                    |
| (vii) 8.49% Taxable Bonds   | 20,000.00          | 20,000.00          |
| (Series VB- 2013-14) (Repayable on 10.05.2028)                                |                    |                    |
| (viii) 8.51% Taxable Bonds  | 27,500.00          | 27,500.00          |
| (Series VIIA- 2018-19) (Repayable on 03.01.2029)                              |                    |                    |
| Less :Transaction Cost on above   | 21.01              | 22.88              |
|   | 27,478.99          | 27,477.12          |
| (ix) 8.47% Taxable Bonds  | 59,000.00          | 59,000.00          |
| (Series VIIB- 2018-19) (Repayable on 17.01.2029)                              |                    |                    |
| Less :Transaction Cost on above   | 21.08              | 22.94              |
|   | 58,978.92          | 58,977.06          |
| (x) 8% Taxable Bonds  | 1,00,000.00        | 1,00,000.00        |
| (Series IX A- 2019-20) (Repayable on 24.09.2029)                              |                    |                    |
| Less :Transaction Cost on above   | 22.30              | 24.10              |
|   | 99,977.70          | 99,975.90          |
| (xi) 7.40% Taxable Bonds  | 80,300.00          | 80,300.00          |
| (Series IX B- 2019-20) (Repayable on 03.03.2030)                              |                    |                    |
| Less :Transaction Cost on above   | 42.84              | 46.16              |
|   | 80,257.16          | 80,253.84          |
| <b>Sub-Total(B)</b>   | <b>4,41,692.76</b> | <b>4,56,683.92</b> |
| <b>III) Masala Bonds (Unsecured )</b>   |                    |                    |
| (i) 7.125% Green Masala Bond  | 1,95,000.00        | 1,95,000.00        |
| (Series I- 2017-18)(Repayable on 10.10.2022)                                  |                    |                    |
| Less :Transaction Cost on above   | 432.06             | 690.74             |
|   | 1,94,567.94        | 1,94,309.26        |
| <b>Sub-Total(C)</b>   | <b>1,94,567.94</b> | <b>1,94,309.26</b> |
| <b>Total Bonds(A+B+C)</b>   | <b>9,12,026.16</b> | <b>9,26,758.64</b> |
| Debt securities in India  | 7,17,458.22        | 7,32,449.38        |
| Debt securities outside India   | 1,94,567.94        | 1,94,309.26        |
| <b>Total</b>  | <b>9,12,026.16</b> | <b>9,26,758.64</b> |

**Note :**

- The taxable bonds issued by IREDA have the clause in the Information Memorandum of respective bonds for the reissue of bonds.
- During the year, the company has redeemed 8.87% Taxable Bonds - (Series III-A 2010-11) (ISIN: INE202E07054) of Rs. 15,000.00 Lakhs ( previous year : 8.85% Taxable Bonds - (Series II- 2009-10) (ISIN: INE202E07047) (of Rs. 15,000.00 Lakhs) for which it had the right to keep such bond alive for the purpose of re-issue.



Indian Renewable Energy Development Agency Limited  
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Note 20 :Borrowings (Other than Debt Securities)

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
|  | At Amortised Cost    | At Amortised Cost    |
| (a)Term Loans-   |                      |                      |
| (I)From Banks  |                      |                      |
| <b>A. Term Loans - secured</b>   |                      |                      |
| (i) From Bank of Baroda (BOB) (INR Loan) - Loan-I<br>(Secured by US\$ deposit with BOB London)<br>(Repayment on half yearly basis starting from 15.01.2003 till 15.07.2020. Installments ranging between Rs. 19,147,506 to Rs. 96,126,342.)  | -                    | 961.26               |
| (ii) From Asian Development Bank (ADB) - Loan-I<br>(Secured by pari-passu charge on the Loans and Advances (Book Debts) and Further Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 15.01.2003 till 15.07.2021 in installments ranging between US\$ 398,900 to US\$ 2,428,269.)  | 1,784.89             | 5,240.73             |
| (iii) From Kreditanstalt fuer Wiederaufbau (KfW) - Loan-V<br>(Secured by pari-passu charge on the Loans and Advances (Book Debts))<br>(Repayment on half yearly basis starting from 30.12.2018 till 30.12.2027 in 16 installments of Euro 5,263,000 each and 3 installments of Euro 5,264,000 each .)  | 63,442.05            | 69,936.90            |
| (iv) From HDFC Bank Limited (HDFC) - Loan-I<br>(Secured by Pari-passu charge on Loans and Advances ( book debts) & receivables of the Company upto 90 days with 100% cover .)<br>(Repayment on quarterly basis starting from 28.03.2019. Balance repayable in 11 installments of Rs 16,66,66,666 each.)  | 5,000.00             | 11,666.67            |
| (v) From HDFC Bank Limited (HDFC) - Loan-II<br>(Secured by Pari-passu charge on Loans and Advances ( book debts) & receivables of the Company upto 90 days with 100% cover .)<br>(Repayable in 20 equal quarterly instalments of Rs 125,000,000 each starting from 30.12.2020).  | 22,500.00            | -                    |
| (vi) From Asian Development Bank (ADB) - Loan-II<br>(Guaranteed by the Government of India)<br>(Secured by pari-passu charge on the Loans and Advances (Book Debts))<br>(Repayment on half yearly basis starting from 15.04.2020 till 15.10.2034 in 29 equal installments of US\$ 6,666,666 each and 30th installment of US\$ 6,666,686. .)  | 1,37,208.77          | 1,50,771.80          |
| (vii) From Canara Bank<br>(Secured by Pari-passu charge on Loans and Advances ( book debts)-on Standard Assets.of the Company)<br>(Outstanding term loan to be repaid in 20 equal quaterly installments .first repayment is due on 27.06.2021 )  | -                    | 15,000.00            |
| (viii) From Bank of Baroda (BOB) - Loan-II<br>(Secured by First Pari-passu charge by way of hypothecation of Loans and Advances ( book debts) of the Company subject to security coverage shall be 100% of total sanction limit .<br>Hypothecation of book debts/loan receivable relating to standard assets ).<br>(Repayment in 5 equal annual instalments starting from 31.12.2020.) | -                    | 60,000.00            |
| (ix) From Bank of India (BOI)<br>(Secured by first pari-passu charge on the receivables of the Company with security coverage of 100% .)<br>(Repayable in 24 equal quarterly instalments of Rs 416,666,667 each starting from 22.02.2022.) .   | 24,799.55            | -                    |
| <b>Sub total(A)</b>  | <b>2,54,735.26</b>   | <b>3,13,577.36</b>   |

|  |                    |                    |
|--|--------------------|--------------------|
| <b>B. Term Loans - Unsecured</b>   |                    |                    |
| (i) From Kreditanstalt fuer Wiederaufbau (KfW) - Loan-I<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 30.12.2009 till 30.12.2039 in 28 installments of Euro 586,451.79 each, 32 installments of Euro 586,963.08 each and 1 installment of Euro 586,963 .)                          | 19,201.83          | 19,495.85          |
| (ii) From Kreditanstalt fuer Wiederaufbau (KfW) - Loan-II<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 30.09.2012 till 30.09.2020 in 16 installments of Euro 2,858,000 each & 1 installment of Euro 4,272,000.)   | -                  | 3,547.88           |
| (iii) From Kreditanstalt fuer Wiederaufbau (KfW) - Loan-III<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 30.06.2020 till 30.12.2049 in 9 installments of Euro 332,000 each & 51 installments of Euro 333,000 each .)  | 16,623.13          | 16,585.84          |
| (iv) From Kreditanstalt fuer Wiederaufbau (KfW) - Loan-IV<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 30.06.2014 till 30.12.2022 in 16 installments of Euro 11,111,000 each and 2 installments of Euro 11,112,000 each .)  | 38,267.56          | 55,367.51          |
| (v) From Kreditanstalt fuer Wiederaufbau (KfW) - Loan-VII<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 15.05.2023 till 15.05.2035 in 5 installments of USD 8,912,000 each, and 20 installment of USD 8,913,000.)  | 12,812.35          |                    |
| (vi) From International Bank for Reconstruction and Development (IBRD) - Loan-II<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 15.12.2005 till 15.06.2020 in installments ranging from USD 1,309,700 to USD 2,651,500 .)   | -                  | 1,998.86           |
| (vii) From International Bank for Reconstruction and Development (IBRD)- Loan-III<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 15.04.2022 till 15.10.2035 in 27 installments of US\$ 2,677,500.00 each and 28th installment of US\$ 2,707,500.00.)                                | 8,117.93           | 8,325.69           |
| (viii) From International Bank for Reconstruction and Development (IBRD) Clean Technology Fund (CTF) -- Loan-III<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 15.04.2027 till 15.10.2056 in 20 installments of US\$ 230,000.00 each and 40 installments of US\$ 460,000.00 each.) | 2,653.55           | 2,721.46           |
| <b>Sub total (B)</b>   | <b>97,676.36</b>   | <b>1,08,043.08</b> |
| <b>Total loan from banks (C=A+B)</b>   | <b>3,52,411.62</b> | <b>4,21,620.44</b> |
| <b>(II) From Others</b>  |                    |                    |
| <b>D. Term loans - secured</b>   |                    |                    |
| <b>Sub total (D)</b>   | -                  | -                  |
| <b>E. Term loans - unsecured</b>   |                    |                    |
| (i) From National Clean Energy Fund (NCEF)<br>(Repayable in 33 - 40 structured quarterly instalments.)   | 6,742.93           | 7,710.18           |
| (ii) From Agence Francaise De Developpement (AFD) - Loan-I<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 31.07.2016 till 31.01.2031 in 30 installments of Euro 2,333,333.33 each .)  | 40,179.53          | 42,632.13          |
| (iii) From Agence Francaise De Developpement (AFD) - Loan-II<br>(Repayment on half yearly basis starting from 30.11.2019 till 30.05.2029 in 20 installments of Euro 5,000,000 each .)  | 73,184.15          | 78,897.12          |

|   |                     |                     |
|---|---------------------|---------------------|
| (iv) From Japan International Cooperation Agency (JICA) - Loan-I<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 20.6.2021 to 20.06.2041 in 1 installment of JPY 731,720,000 and 40 Installments of JPY 731,707,000 each.)  | 1,99,080.00         | 2,08,950.00         |
| (v) From Japan International Cooperation Agency (JICA) - Loan-II<br>(Guaranteed by the Government of India)<br>(Repayment on half yearly basis starting from 20.03.2024 to 20.03.2044 in 1 installment of JPY 731,000,000 and 40 Installments of JPY 730,975,000 each.)   | 1,98,880.92         | 2,08,741.05         |
| (vi) From European Investment Bank (EIB) - Loan-I<br>(Guaranteed by the Government of India)<br>(Tranche I - Repayment on half yearly basis starting from 26.09.2019 to 26.03.2035 in 32 installments of US\$ 662,000 each).<br>(Tranche II - Repayment on half yearly basis starting from 15.07.2020 to 15.07.2036 in 32 installments of US\$ 1,999,636.36 each and 1 installment of US\$ 1,999,636.48).<br>(Tranche III - Repayment on half yearly basis starting from 16.02.2021 to 15.08.2036 in 32 installments of US\$ 4,005,375 each). | 1,50,457.76         | 1,61,340.90         |
| (vii) From European Investment Bank (EIB) - Loan-II<br>(Tranche I - Repayment on half yearly basis starting from 27.02.2023 to 27.08.2035 in 25 installments of US\$ 2,263,653.85 each and 1 instalment of US\$ 2,263,653.75).  | 43,261.19           | -                   |
| (viii) From Government of India<br>(Against International Development Agency (IDA) - Second Renewable Energy Project (INR Loan))<br>(Repayment on half yearly basis starting from 15.10.2010 to 15.04.2035 in 20 installments of US\$ 625,000 each and 30 installments of US\$ 1,250,000 each payable in INR.)  | 26,645.45           | 28,740.87           |
| (ix) From India Infrastructure Finance Company Limited (IIFC) - Loan-I<br>(Interest @ 5.60% , bullet repayment on 26.03.2024)   | 2,00,000.00         | -                   |
| (x) Short term loan from RBL Bank Ltd.<br>(Interest @ 4.35% p.a. , repayment of Rs. 1,000,000,000.00 on 25.04.2021 and Rs. 500,000,000.00 on 01.05.2021)  | 15,000.00           | -                   |
| <b>Sub-Total (E)</b>  | <b>9,53,431.94</b>  | <b>7,37,012.26</b>  |
| <b>Total loans from others (F=D+E)</b>  | <b>9,53,431.94</b>  | <b>7,37,012.26</b>  |
| <b>Total term loans (a=C+F)</b>   | <b>13,05,843.56</b> | <b>11,58,632.70</b> |
| <b>(b)Loans repayable on demand :-</b>  |                     |                     |
| <b>Secured</b>  |                     |                     |
| <b>From Banks</b>   |                     |                     |
| Union Bank of India<br>(Secured by First Pari Passu charge on the book debts and receivables with margin of 25% )   | 4,493.06            | 0.00                |
| Bank of Baroda<br>(Secured by First Pari Passu charge on the book debts and receivables related to standard assets ,to the extent of 125% of the loan outstanding)  | 38,200.00           | -                   |
| HDFC Bank Limited<br>(Secured by Pari Passu charge over book debts & receivables up to 90 days with 100% cove)  | 3,322.65            | -                   |
| <b>Sub total (b)</b>  | <b>46,015.70</b>    | <b>0.00</b>         |

|  |                     |                     |
|--|---------------------|---------------------|
|  |                     |                     |
| <b>(c) FCNR(B) Demand Loans :-*</b>  |                     |                     |
| <b>Secured</b>   |                     |                     |
| (i) Loan from State Bank of India (SBI-I)  | 65,000.00           | 85,000.00           |
| (Secured by first pari-passu charge by way of hypothecation of the Loans and Advances (Book Debts) of the Company subject to 100% of the loan amount ) |                     |                     |
| Less :Transaction Cost on above  | 4.17                | 6.83                |
|  | 64,995.83           | 84,993.17           |
|  |                     |                     |
| (ii) Loan from State Bank of India (SBI-II)  | 6,200.00            | -                   |
| (Secured by first pari-passu charge by way of hypothecation of the Loans and Advances (Book Debts) of the Company subject to 100% of the loan amount ) |                     |                     |
|  | 71,195.83           | 84,993.17           |
| <b>Sub total (c)</b>   |                     |                     |
|  | <b>14,23,055.09</b> | <b>12,43,625.87</b> |
| <b>Grand total(a+b+c)</b>  |                     |                     |
| Borrowings in India  | 3,91,254.01         | 1,80,331.28         |
| Borrowings outside India   | 10,31,801.08        | 10,63,294.58        |
| <b>Total</b>   | <b>14,23,055.09</b> | <b>12,43,625.87</b> |

All foreign currency borrowings from various multilateral / bilateral agencies viz. ADB, World Bank , KfW, APJICA and EIB have been converted into INR loan by way of plain vanilla swap transaction /currency, interest rate swap / principal only swap etc. entered into with various banks with whom IREDA has signed International Swaps and Derivative Association (ISDA) Master Agreement. These swap/derivative transactions have been entered into with the participating bank for a different maturity period for each transaction which is shorter from the maturity period of the loan. The hedging of the foreign currency loan has been carried out at various intervals and in multiple tranches of drawl against the lines of credit. Due to SWAP / hedging of foreign currency loans, in addition to the interest cost, these loans carry, hedging/derivative cost and other financial charges and due to multiplicity of the tranches of drawl against the line of credit , the applicable rate of interest on these lines of credit has not been disclosed above.

\*With effect from 01.03.2021, the Term Loan Facility I and II from State Bank Of India has been converted to FCNR(B) Demand Loan till 28.02.2022. The FCNR Loans have a fixed interest rate of 6.20% p.a. during their tenure and other terms and conditions of FCNR Loans are same as that of erstwhile Term Loan Facility. After 28.02.2022, the company has the option to convert them at Rupee term Loan facility.

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Note 21 : Subordinated Liabilities

(Rs. in Lakhs)

| Particulars   | As at March 31, 2021 | As at March 31, 2020 |
|---|----------------------|----------------------|
|   | At Amortised Cost    | At Amortised Cost    |
| <b>A) Unsecured</b>   |                      |                      |
| (i) 9.23% o IREDA Taxable Unsecured<br>(Subordinated Tier-II Bonds-Series VIII- Repayable on 22.2.2029) | 15,000.00            | 15,000.00            |
| Less :Transaction Cost on above   | 27.68                | 30.00                |
|   | 14,972.32            | 14,970.00            |
| (ii) 7.74% o IREDA Taxable Unsecured<br>(Subordinated Tier-II Bonds - Sr-X- Repayable on 08.05.2030)    | 50,000.00            | -                    |
| Less :Transaction Cost on above   | 53.12                | -                    |
|   | 49,946.88            | -                    |
| <b>Total(A)</b>   | <b>64,919.20</b>     | <b>14,970.00</b>     |
| <b>B) Location -wise classification</b>   |                      |                      |
| Subordinated Liabilities in India   | 64,919.20            | 14,970.00            |
| Subordinated Liabilities outside India  | -                    | -                    |
| <b>Total(B)</b>   | <b>64,919.20</b>     | <b>14,970.00</b>     |

Note 22 :Other Financial Liabilities

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| (a) National Clean Energy Fund (NCEF)                          | 32,357.37            | 29,847.82            |
| (b) Interest & Other Charges Accrued but not due on Borrowings | 39,129.20            | 39,369.34            |
| (c) Other Payables :   |                      |                      |
| MNRE Programme Funds   | 944.85               | 944.85               |
| MNRE Co Generation Specific Grant                              | 36.80                | 34.96                |
| MNRE National Hydrogen Energy Board                            | 6.27                 | 5.80                 |
| MNRE Generation Based Incentive (GBI) Fund                     | 685.38               | 1,500.70             |
| MNRE Association of Renewable Energy of States (AREAS)         | 0.01                 | 0.01                 |
| MNRE Roof Top and other Small Scale Solar Project              | 2,762.35             | 10,955.34            |
| MNRE Capital Subsidy For Channel Patners                       | 0.00                 | 5,794.61             |
| MNRE U S - India Clean Energy Finance Facility (USICEF) Scheme | 95.26                | 765.59               |
| MNRE UNDP Funds  | 54.95                | 56.07                |
| MNRE Implementation of Solar Water Heating System (SWHS)       | 369.86               | 357.95               |
| Unclaimed Bond Interest  | 134.73               | 47.58                |
| Payable to NCEF from IREDA                                     | 212.11               | 464.03               |
| Lease Liability  | 534.11               | 102.42               |
| Provision for Adjustment/Refund of Interest on Interest        | 250.00               | -                    |
| Others   | 2,923.18             | 3,817.39             |
| <b>Total</b>   | <b>80,496.43</b>     | <b>94,064.47</b>     |

Note 23 :Provisions

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| Provision for Employee Benefits (Refer Note No. 38(8)) |                      |                      |
| -Provison for Leave Encashment                         | 525.70               | 405.46               |
| -Provision for Gratuity                                | -                    | 54.22                |
| -Provision for Post medical retirement                 | 994.19               | 789.47               |
| -Provision for Sick Leave                              | 379.58               | 347.19               |
| -Provision for Baggage Allowance                       | 17.59                | 15.70                |
| Contingent provision on financial instruments (Loans)  | 58,328.81            | 43,969.31            |
| <b>Total</b>   | <b>60,245.87</b>     | <b>45,581.35</b>     |

Note 24 :Other non-financial liabilities

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| Provident fund payable   | -                    | 47.68                |
| Statutory Dues   | 1,203.89             | 830.83               |
| MNRE GOI Fully Serviced Bonds (Refer Note 38(33))  | 1,64,000.00          | 1,64,000.00          |
| Interest on MIBOR Deposit payable to MNRE (GOI Fully Serviced Bonds) (Refer Note 38(33)) | 1,093.70             | 1,092.75             |
| Others   | 37.17                | 23.40                |
| Sundry Liabilities -Interst Capitalisation (Funded Interest Term Loan)                   | 4,196.92             | 7,235.69             |
| Front end fee received in advance  | 1,305.94             | 1,461.52             |
| <b>Total</b>   | <b>1,71,837.62</b>   | <b>1,74,691.86</b>   |

Indian Renewable Energy Development Agency Limited  
Consolidated Notes to Financial Statements

Note 25 :Equity Share Capital

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| <b>(A) Authorised Share Capital</b>  |                      |                      |
| 6,000,000,000 (Previous year 6,000,000,000) Equity Shares of Rs. 10 each   | 6,00,000.00          | 6,00,000.00          |
|  | 6,00,000.00          | 6,00,000.00          |
| <b>(B) Issued, subscribed and fully paid up</b>  |                      |                      |
| 784,600,000 Equity Shares of Rs. 10 each fully paid up (Previous Year 784,600,000 Equity Shares of Rs. 10 each). | 78,460.00            | 78,460.00            |
| Fully Paid Up  |                      |                      |
| <b>Total</b>   | <b>78,460.00</b>     | <b>78,460.00</b>     |

Reconciliation of the number of shares outstanding: -

(Rs. in Lakhs)

| Particulars   | As at March 31, 2021 |           | As at March 31, 2020 |           |
|---|----------------------|-----------|----------------------|-----------|
|   | No. of shares        | Amount    | No. of shares        | Amount    |
| Equity Shares at the beginning of the year (of Rs. 10 each) | 78,46,00,000         | 78,460.00 | 78,46,00,000         | 78,460.00 |
| Add: Shares issued during the year                          |                      | -         |                      | -         |
| Brought back during the year                                |                      | -         |                      | -         |
| Equity Shares at the end of the year (of Rs. 10 each)       | 78,46,00,000         | 78,460.00 | 78,46,00,000         | 78,460.00 |

Details of the shares held by each shareholder holding more than 5% shares:-

| Particulars         | As at March 31, 2021 |        | As at March 31, 2020 |        |
|---------------------|----------------------|--------|----------------------|--------|
|                     | No. of shares        | % held | No. of shares        | % held |
| Government of India | 78,46,00,000         | 100    | 78,46,00,000         | 100    |

**Indian Renewable Energy Development Agency Limited**  
**Consolidated Notes to Financial Statements**

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 | As at March 31, 2019 |
|--|----------------------|----------------------|----------------------|
| <b>Note 26 : Other Equity</b>                                    |                      |                      |                      |
| <b>(a) Reserves and Surplus</b>                                  |                      |                      |                      |
| (i) Special Reserve  | 1,04,590.98          | 93,471.45            | 82,651.13            |
| (ii) Debenture Redemption Reserve                                | 30,539.26            | 25,910.15            | 21,281.04            |
| (iii) General Reserve  | 1,07,798.33          | 88,298.33            | 1,08,298.33          |
| (iv) Foreign Currency Monetary Item Translation Reserve (FCMITR) | (63,875.83)          | (1,01,345.31)        | (54,141.39)          |
| (v) Retained Earnings  | 274.82               | 8,042.51             | 1,901.72             |
| (vi) NBFC Reserve  | 16,182.69            | 9,182.69             | 4,882.69             |
| <b>(b) Effective portion of Cash Flow Hedges</b>                 |                      |                      |                      |
| (i) Cash Flow Hedge Reserve                                      | 25,589.66            | 50,155.98            | 15,063.04            |
| <b>Total Other Equity (a+b)</b>                                  | <b>2,21,099.92</b>   | <b>1,73,715.81</b>   | <b>1,79,936.57</b>   |

**Details of other equity is shown as below:**

(Rs. in Lakhs)

| Particulars  | As at March 31, 2021 | As at March 31, 2020 | As at March 31, 2019 |
|--|----------------------|----------------------|----------------------|
| <b>Special Reserves</b>  |                      |                      |                      |
| <b>Under Section 36(1)(viii) of the Income Tax Act 1961</b>        |                      |                      |                      |
| Balance at the beginning of the year                               | 93,471.45            | 82,651.13            | 73,651.13            |
| Add: Current Year Transfer   | 11,119.53            | 10,820.32            | 9,000.00             |
| Less: Written Back in Current period                               | -                    | -                    | -                    |
| <b>Balance at the end of the year</b>                              | <b>1,04,590.98</b>   | <b>93,471.45</b>     | <b>82,651.13</b>     |
| <b>Debenture Redemption Reserve</b>                                |                      |                      |                      |
| Balance at the beginning of the year                               | 25,910.15            | 21,281.04            | 16,651.93            |
| Add: Current Year Transfer   | 4,629.11             | 4,629.11             | 4,629.11             |
| Less: Written Back in Current period                               | -                    | -                    | -                    |
| <b>Balance at the end of the year</b>                              | <b>30,539.26</b>     | <b>25,910.15</b>     | <b>21,281.04</b>     |
| <b>General Reserve</b>   |                      |                      |                      |
| Balance at the beginning of the year                               | 88,298.33            | 1,08,298.33          | 97,621.47            |
| Add: Current Year Transfer   | 19,500.00            | (20,000.00)          | 10,676.86            |
| Less: Written Back in Current period                               | -                    | -                    | -                    |
| <b>Balance at the end of the year</b>                              | <b>1,07,798.33</b>   | <b>88,298.33</b>     | <b>1,08,298.33</b>   |
| <b>Foreign Currency Monetary Item Translation Reserve (FCMITR)</b> |                      |                      |                      |
| Balance at the beginning of the year                               | (1,01,345.31)        | (54,141.39)          | (44,363.33)          |
| Add: Additions during the year                                     | 30,488.20            | (51,252.72)          | (12,516.96)          |
| Less: Amortisation during the year                                 | (6,981.27)           | (4,048.81)           | (2,738.90)           |
| <b>Balance at the end of the year</b>                              | <b>(63,875.83)</b>   | <b>(1,01,345.31)</b> | <b>(54,141.39)</b>   |

|   |                    |                    |                    |
|---|--------------------|--------------------|--------------------|
| <b>Retained Earnings</b>                                |                    |                    |                    |
| Retained earning at the beginning of the year           | 8,042.51           | 1,939.29           | (1,921.11)         |
| Add: Profit for the year                                | 34,638.19          | 21,461.43          | 24,990.60          |
| Add: Other Comprehensive Income                         | (157.23)           | (154.80)           | (27.96)            |
| Less: Proposed Dividend for FY 2018-19                  | -                  | 12,819.00          | -                  |
| Less: Corporate Dividend Tax on Dividend for FY 2018-19 | -                  | 2,634.98           | -                  |
| Less: Transfer to Special Reserve                       | 11,119.53          | 10,820.32          | 9,000.00           |
| Less: Transfer to Debenture Redemption Reserve          | 4,629.11           | 4,629.11           | 4,629.11           |
| Less: Transfer to General Reserve                       | 19,500.00          | (20,000.00)        | -                  |
| Less: Transfer to NBFC Reserve                          | 7,000.00           | 4,300.00           | 4,882.69           |
| <b>Balance at the end of the year</b>                   | <b>274.82</b>      | <b>8,042.51</b>    | <b>1,901.72</b>    |
| <b>NBFC Reserve( Section 45-1C of RBI Act 1934)</b>     |                    |                    |                    |
| Balance at the beginning of the year                    | 9,182.69           | 4,882.69           | -                  |
| Add: Additions during the year                          | 7,000.00           | 4,300.00           | 4,882.69           |
| Less: Amortisation during the year                      | -                  | -                  | -                  |
| <b>Balance at the end of the year</b>                   | <b>16,182.69</b>   | <b>9,182.69</b>    | <b>4,882.69</b>    |
| <b>Effective portion of Cash Flow Hedges</b>            |                    |                    |                    |
| <b>Cash flow hedge reserve</b>                          |                    |                    |                    |
| Balance at the beginning of the year                    | 50,155.98          | 15,063.04          | 12,559.40          |
| Effective Portion of gain/loss on hedging instrument    | (32,828.63)        | 39,479.61          | 3,115.32           |
| Less : Income Tax on above                              | 8,262.31           | (4,386.67)         | (611.68)           |
| <b>Balance at the end of the year (Net of Taxes)</b>    | <b>25,589.66</b>   | <b>50,155.98</b>   | <b>15,063.04</b>   |
| <b>Total</b>  | <b>2,21,099.92</b> | <b>1,73,715.81</b> | <b>1,79,936.57</b> |

#### **Nature and purpose of reserves**

- Special Reserve** : Special reserve has been created to avail income tax deduction under section 36(1)(iii) of Income-Tax Act, 1961 @ 20% of the profit before tax arrived from the business of providing long term finance.
- Debenture Redemption Reserve** : Debenture redemption reserve is created out of the Retained earnings for the purpose of redemption of Debentures/Bonds. This reserve remains invested in the business activities of the company.
- General Reserve** : General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes, as the same is created by transfer from one component of equity to another.
- Foreign Currency Monetary Item Translation Reserve (FCMTR)** : Foreign Currency Monetary Item Translation Difference Account represents unamortized foreign exchange gain/loss on Long term Foreign Currency Borrowings that are amortized over the tenure of the respective borrowings.
- Retained Earnings** : Retained earnings represent profits and items of other comprehensive income recognised directly in retained earnings earned by the Company less dividend distributions and transfer to and from other reserves.
- NBFC Reserve** : Reserve created u/s 45-1C(1) of Reserve Bank of India Act, 1934 represents transfer from retained earning @ 20% of net profit after tax for the year.
- Effective Portion of Cash Flow Hedges** : The Company uses derivative instruments in pursuance of managing its foreign currency risk and interest rate risk associated on borrowings. For hedging foreign currency and interest rate risk, the Company uses foreign currency forward contracts, cross currency swaps and interest rate swaps. To the extent the derivative contracts designated under the hedge accounting are effective hedges, the change in fair value of the hedging instrument is recognised in 'Effective Portion of Cash Flow Hedges'. Amounts recognised in such reserve are reclassified to the Statement of Profit or Loss when the hedged item affects profit or loss.



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**Note 27 : Interest Income**

(Rs. in Lakhs)

| Particulars                                   | Year Ended<br>March 31 ,2021                                  | Year Ended<br>March 31 ,2020                               |
|---|---|--|
|   | Interest on Financial<br>Assets measured at<br>Amortised Cost | Interest on Financial Assets<br>measured at Amortised Cost |
| (i) Interest on Loans from lending operations | 2,49,588.83   | 2,16,310.13  |
| (ii) Interest on deposits with Banks:-        |   |  |
| -Short Term Deposit-INR                       | 3,513.97  | 4,999.78   |
| -Short Term Deposit-Foreign Currency          | 46.63   | 166.57   |
| (iii) Other interest Income:-                 |   |  |
| Interest on SB a/c                            | 0.47  | 0.19   |
| (iv) Differential interest                    | 3,188.09  | 3,181.35   |
| (v) Interest on Commercial Papers             | 184.88  | -  |
| <b>Total</b>                                  | <b>2,56,522.88</b>  | <b>2,24,658.02</b>   |

**Note 28 : Fees and commission income**

(Rs. in Lakhs)

| Particulars  | Year Ended<br>March 31 ,2021 | Year Ended<br>March 31 ,2020 |
|--|------------------------------|------------------------------|
|  | (a) Business Service Fees    |                              |
| (i) Application Fee on Loans   | 1,433.44                     | 1,034.00                     |
| (ii) Bid Processing Fees   | 191.25                       | 16.60                        |
| (iii) Consultancy Fee received                                       | -                            | 4.00                         |
| (iv) Gurantee Commission   | 1,162.44                     | 460.54                       |
| <b>Total business service fees</b>                                   | <b>2,787.13</b>              | <b>1,515.13</b>              |
| (b) Business Service Charges   |                              |                              |
| (i) Service Charges - UNDP Programme Fund                            | 0.04                         | 0.34                         |
| (ii) Service Charges - Generation Based Incentive                    | 447.03                       | 479.40                       |
| (iii) Service Charges - Roof Top and Other Small Solar Power Project | 143.06                       | 167.78                       |
| <b>Total business service charges</b>                                | <b>590.13</b>                | <b>647.52</b>                |
| <b>Total (a+b)</b>   | <b>3,377.26</b>              | <b>2,162.65</b>              |

**Note 29 : Net gain/(loss) on fair value changes\***

(Rs. in Lakhs)

| Particulars   | Year Ended<br>March 31 ,2021  | Year Ended<br>March 31 ,2020 |
|---|---|------------------------------|
|   | Net gain/(loss) on financial instruments at fair value through profit or loss |                              |
| (i) Derivatives   |   |                              |
| - Fair value changes on derivative cover taken for foreign currency loans | (1,247.32)  | 7,165.33                     |
| Fair Value changes:   |   |                              |
| - Realised  |   |                              |
| - Unrealised  | (1,247.32)  | 7,165.33                     |
| <b>Total Net gain/(loss) on fair value changes</b>                        | <b>(1,247.32)</b>   | <b>7,165.33</b>              |

\*Fair Value changes in this schedule are other than those arising on account of accrued interest income/expenses

Indian Renewable Energy Development Agency Limited  
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Note 30 :Revenue from Solar Plant Operations (Net)

(Rs. in Lakhs)

| Particulars               | Year Ended<br>March 31 ,2021 | Year Ended<br>March 31 ,2020 |
|---------------------------|------------------------------|------------------------------|
| Sale of Power             | 2,797.69                     | 2,802.03                     |
| Less : Rebate to Customer | 55.95                        | 56.04                        |
| <b>Total</b>              | <b>2,741.73</b>              | <b>2,745.99</b>              |

(Refer Note No. 38(23) and 38(24))

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Note 31 :Other income

(Rs. in Lakhs)

| Particulars                       | Year Ended<br>March 31 ,2021 | Year Ended<br>March 31 ,2020 |
|-----------------------------------|------------------------------|------------------------------|
| Provision Written Back            | 199.17                       | 10.52                        |
| Bad debts recovered               | 4,175.63                     | 299.36                       |
| Interest on staff loan            | 24.12                        | 27.02                        |
| Amortisation of Masala Bond Grant | -                            | 130.94                       |
| Profit on Sale of PPE             | 3.35                         | 0.59                         |
| Rental Income                     | 5.50                         | 6.60                         |
| Others                            | 61.08                        | 31.15                        |
| <b>Total</b>                      | <b>4,468.85</b>              | <b>506.18</b>                |

Note 32 :Finance Cost

(Rs. in Lakhs)

| Particulars                          | Year Ended<br>March 31 ,2021   | Year Ended<br>March 31 ,2020   |
|--------------------------------------|--|--|
|                                      | Finance Cost on<br>Financial liabilities<br>measured at fair value<br>through Amortised Cost | Finance Cost on Financial<br>liabilities measured at fair<br>value through Amortised<br>Cost |
| Interest on Borrowings               | 66,761.73  | 68,764.45  |
| Interest on Debt Securities          | 72,296.42  | 64,741.63  |
| Interest on Subordinated Liabilities | 4,862.20   | 1,384.50   |
| Other Borrowing Cost                 | 12,821.90  | 10,730.88  |
| Transaction cost on Borrowings       | 276.06   | 288.52   |
| Interest on lease liability          | 7.89   | 10.63  |
| <b>Total</b>                         | <b>1,57,026.19</b>   | <b>1,45,920.61</b>   |

Note 33 : Net translation/ transaction exchange loss

(Rs. in Lakhs)

| Particulars                                | Year Ended<br>March 31 ,2021 | Year Ended<br>March 31 ,2020 |
|--|------------------------------|------------------------------|
| Net translation/ transaction exchange loss | 3.39                         | 15.86                        |
| Amortisation of FCMTTR                     | 6,981.27                     | 4,048.81                     |
| <b>Total</b>                               | <b>6,984.66</b>              | <b>4,064.67</b>              |

**Indian Renewable Energy Development Agency Limited**  
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**Note 34 :Impairment on Financial assets**

(Rs. in Lakhs)

| Particulars  | Year Ended<br>March 31 ,2021                              | Year Ended<br>March 31 ,2020                           |
|--------------|---|--|
|              | On Financial<br>instruments measured at<br>Amortised Cost | On Financial instruments<br>measured at Amortised Cost |
| Loans*       | 34,164.50   | 51,809.07  |
| <b>Total</b> | <b>34,164.50</b>  | <b>51,809.07</b>                                       |

\*Loans are valued at carrying value  
(Refer Note No. 38(38))

**Note 35 :Employee Benefits Expenses**

(Rs. in Lakhs)

| Particulars                               | Year Ended<br>March 31 ,2021 | Year Ended<br>March 31 ,2020 |
|---|------------------------------|------------------------------|
| Salaries and wages                        | 3,810.12                     | 4,028.85                     |
| Contribution to provident and other funds | 476.80                       | 422.54                       |
| Staff welfare expenses                    | 444.83                       | 236.23                       |
| Human Resource Development expenses       | 4.20                         | 9.88                         |
| <b>Total</b>                              | <b>4,735.95</b>              | <b>4,697.50</b>              |

**Note 36 :Depreciation And Amortization Expenses**

(Rs. in Lakhs)

| Particulars   | Year Ended<br>March 31 ,2021 | Year Ended<br>March 31 ,2020 |
|---|------------------------------|------------------------------|
| Depreciation on Property plant and equipment (Refer Note No 12) | 2,020.29                     | 2,002.49                     |
| Amortisation of Intangible assets (Refer Note No 16)            | 6.60                         | 6.44                         |
| Depreciation on Investment property (Refer Note No 11)          | 0.84                         | 1.01                         |
| Amortisation of Right to use asset (Refer Note No 14)           | 239.67                       | 271.27                       |
| <b>Total</b>  | <b>2,267.40</b>              | <b>2,281.20</b>              |

**Note 37 :Other expenses**

(Rs. in Lakhs)

| Particulars  | Year Ended<br>March 31 ,2021 | Year Ended<br>March 31 ,2020 |
|--|------------------------------|------------------------------|
| Rent, taxes and power                              | 233.38                       | 546.99                       |
| Repairs and maintenance                            | 575.59                       | 376.31                       |
| Communication Costs                                | 88.54                        | 30.24                        |
| Printing and stationery                            | 29.90                        | 23.40                        |
| Advertisement and publicity                        | 57.92                        | 84.77                        |
| Director's fees, allowances and expenses           | 27.70                        | 19.20                        |
| Auditor's fees and expenses (Refer Note No 38(28)) | 24.69                        | 29.75                        |
| Legal and Professional charges                     | 368.93                       | 575.13                       |
| Insurance  | 10.25                        | 6.85                         |
| Bad debts  | 137.44                       | 77.13                        |
| Credit rating expenses                             | 163.18                       | 188.86                       |
| Loss on sale of PPE                                | 4.30                         | 0.75                         |
| IPO expenses                                       | -                            | 144.77                       |
| Other expenditure                                  | 369.56                       | 330.64                       |
| <b>Total</b>                                       | <b>2,091.38</b>              | <b>2,434.80</b>              |

**NOTE - '38'****NOTES ON ACCOUNTS**

1. The company is a Government Company registered with the Reserve Bank of India (RBI) as a Non-Banking Financial Company (NBFC). Any direction issued by RBI or other regulator are implemented as and when they become applicable. In terms of RBI Master Direction DNBR. PD. 008/03.10.119/2016-17 dated 01.09.2016, IREDA is a "Systemically important non-deposit taking non-banking financial company".

The Balance Sheet, the statement of change in equity and the statement of profit and loss are presented in the format prescribed under Division III of Schedule III of the Companies Act 2013 for NBFC that are required to comply with Ind AS. The statement of cash flow has been presented as per the requirement of Ind AS 7 -Statement of Cash Flow.

2. **Disclosure in respect of Indian Accounting Standard (Ind AS)-36 "Impairment of assets"**  
The Company, at each balance sheet date, assesses whether there is any indication of impairment of any asset and/or cash generating unit. If such indication exists, assets are impaired by comparing carrying amount of each asset and/or cash generating unit to the recoverable amount being higher of the net selling price or value in use. Value in use is determined from the present value of the estimated future cash flows from the continuing use of the assets. The Company has no impairment loss during the current and previous financial year.

3. **Disclosure in respect of Indian Accounting Standard (Ind AS)-37 "Provisions, Contingent Liabilities and Contingent Assets"**

**a) Contingent Liabilities:**

| Particulars   | (Rs. in Lakhs) |                |
|---|----------------|----------------|
|   | March 31, 2021 | March 31, 2020 |
| Income Tax cases <sup>#</sup>   | 21,211.96      | 18,533.17      |
| Guarantee issued under IREDA 's Guarantee Assistance to RE Suppliers / Manufacturers / EPC Contractors" Scheme for Bid Security . | 33,700.00      | 24,176.00      |
| Guarantee- Unconditional and recoverable partial credit guarantee under IREDA 's Credit Enhancement Scheme.                       | 6,800.00       | 8,000.00       |
| Guarantee issued towards creation of Payment Security Fund.   | 14,400.00      | 14,400.00      |
| Letter of comfort issued and outstanding  | 50,010.00      | 60,421.55      |
| Others *  | 274.65         | 265.70         |
| Property tax in respect of office building at India Habitat Centre (Refer Note 38(26))  | Undeterminable | Undeterminable |

**#Income Tax Cases - AY 1998-99 – AY 2009-10:**

The Income Tax cases for AY 1998-99 to AY 2002-03 were referred back on the direction of Hon'ble High Court Of Delhi to Hon'ble ITAT and Hon'ble ITAT to the Assessing Officer and Income Tax cases for AY 2003-04 to AY 2009-10 were referred back on the direction of Hon'ble ITAT to the Assessing Officer (referred as AO). The AO had not passed the order on these cases within the statutory time limit prescribed under the Act. Earlier the company had deposited the taxes on the basis of demand raised for the aforementioned Assessment Years.

In view of the foregoing, the demands paid over and above the tax payable as per returns filed became refundable. Accordingly, during Financial Year 2018- 19, a Writ petition has been filed with Hon'ble High Court to issue the necessary directions to the department to grant the refund for the aforementioned years. The Hon'ble High Court at Delhi had passed an interim order as under- "In the meanwhile, the respondents are permitted to proceed and complete the assessment orders and not give effect to it or take any coercive action." Final decision in the matter is still pending.

\* Refers to the cases pending before Hon'ble High Court of Delhi in the form of Writ Petition against the order of disciplinary authority for dismissal of staff from service of IREDA . There is no interim order in this matter.

**b) Contingent Assets: Nil .**

In case of Associate : The amount of Contingent Liabilities and Contingent Assets stands Nil.

**4. Commitments**

| Particulars   | (Rs. in Lakhs) |                |
|---|----------------|----------------|
|   | March 31, 2021 | March 31, 2020 |
| <b>Capital Commitments:</b>   |                |                |
| Estimated amount of contracts remaining to be executed on capital account | 923.35         | 92.92          |

5. There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding for more than 45 days as at March 31, 2021 (previous year : Nil). This information as required to be disclosed under the Micro, Small and Medium Enterprises

Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

| Sl. | Particulars  | (Rs. in Lakhs) |                |
|-----|--|----------------|----------------|
|     |  | March 31, 2021 | March 31, 2020 |
| 1   | Principal amount remaining unpaid as at year end   | 43.12          | 45.09          |
| 2   | Interest due thereon remaining unpaid as at year end   | -              | -              |
| 3   | Interest paid by the company in terms of Section 16 of MSME Development Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year | -              | -              |
| 4   | Interest due and payable for the period of delay in making payment but without adding the interest specified under MSME Development Act, 2006  | -              | -              |
| 5   | Interest accrued and remaining unpaid as at year end   | -              | -              |
| 6   | Further interest remaining due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprises.                  | -              | -              |

In case of Associate : The company has not received information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act 2006. However as per available information required disclosure under this act relating to unpaid amount as at the year-end has been given.

6. Disclosure in respect of Indian Accounting Standard (Ind AS)-21 "The Effects of changes in Foreign Exchange Rates"

| Particulars   | (Rs. in Lakhs) |                |
|---|----------------|----------------|
|   | 2020-21        | 2019-20        |
|   | Debit/(Credit) | Debit/(Credit) |
| The amount of exchange differences net debited/(credited) to the Statement of Profit & Loss | 6,984.66       | 4,064.67       |
| The amount of exchange differences net debited/(credited) to the Other Comprehensive Income | 2,722.13       | (28,982.87)    |

7. Disclosure in respect of Indian Accounting Standard (Ind AS)-23 "Borrowing Costs" – Nil (previous year : Nil)

8. Disclosure in respect of Indian Accounting Standard (Ind AS)-19 "Employee Benefits"

General description of various defined employee's benefits schemes are as under:

- a) **Provident Fund:** During the year, the company has recognized an expense of Rs. 215.98 Lakhs (previous year : Rs. 206.25 Lakhs) in respect of contribution to Provident Fund at predetermined fixed percentage of eligible employees' salary and charged to statement of profit and loss. Further, the obligation of the Company is to make good shortfall, if any, in the fund assets based on the statutory rate of interest in the future period. The PF Trust does not have any deficit as on 31st March 2021.
- b) **National Pension Scheme / Superannuation Benefit Fund (Defined Contribution Fund) :** During the year, the company has recognized an expense of Rs. 194.61 Lakhs (previous year : Rs. 163.55 Lakhs) in respect of contribution to National Pension Scheme (NPS) (previous year : Superannuation Fund / National Pension Scheme (NPS)) at predetermined fixed percentage of eligible employees' salary and charged to statement of profit and loss.

Other Benefits :

- c) **Earned Leave benefit (EL) :** Accrual 30 days per year. Encashment 2 times in a calendar year while in service. Encashment on retirement or superannuation maximum 300 days inclusive of HPL. As per Actuarial Valuation company's best estimates for FY 2020-21 towards the earned leave is Rs. 172.80 Lakhs (previous year : Rs. 172.47 Lakhs).
- d) **Half Pay Leave benefit (HPL) :** Accrual 10 full days per year. No encashment while in service. Encashment on retirement or superannuation maximum 300 days inclusive of EL. As per Actuarial Valuation company's best estimates for FY 2020-21 towards the sick leave is Rs. 54.68 Lakhs (previous year : Rs. 91.76 Lakhs).
- e) **Gratuity :** Accrual of 15 days salary for every completed year of service. Vesting period is 5 years and payment is limited to Rs. 20 Lakhs subsequent to the pay revision applicable from 01.01.2017. As per Actuarial Valuation company's best estimates for FY 2020-21 towards the gratuity is Rs. 65.31 lakhs (previous year : Rs. 105.72 Lakhs) for on roll employees.
- f) **Post-Retirement Medical Benefit (PRMB) :** The Company contributes to the defined benefit plans for Post-Retirement Medical Scheme using projected unit credit method of actuarial valuation. Under the scheme eligible ex-employees and eligible dependent family members are provided medical facilities. During the year the Company has provided Rs. 241.02 Lakhs (previous year : Rs. 252.54 Lakhs) towards the PRMB.
- g) **Baggage Allowance :** At the time of superannuation, employees are entitled to settle at a place of their choice and they are eligible for Baggage Allowance. During the year the Company has provided Rs. 1.89 Lakhs (previous year : Rs. 3.07 Lakhs) towards the Baggage Allowance.

The summarized position of various defined benefits recognized in the Statement of Profit & Loss, Other Comprehensive Income (OCI) and Balance Sheet & other disclosures are as under:

❖ **Change in the Present value of the obligation**

| Particulars                                     | F.Y.    | (Rs. in Lakhs)       |                           |                             |                        |                     |
|---|---------|----------------------|---------------------------|-----------------------------|------------------------|---------------------|
|   |         | Gratuity<br>(Funded) | Sick Leave<br>(Un Funded) | Earned Leave<br>(Un Funded) | Baggage<br>(Un Funded) | PRMB<br>(Un Funded) |
| Present Value of Obligation as at the beginning | 2020-21 | 991.31               | 347.19                    | 405.46                      | 15.70                  | 789.47              |
|   | 2019-20 | 872.82               | 309.70                    | 289.20                      | 12.63                  | 612.50              |
| Interest Cost                                   | 2020-21 | 67.41                | 23.61                     | 27.57                       | 1.07                   | 53.68               |
|   | 2019-20 | 66.42                | 23.56                     | 22.00                       | 0.96                   | 46.61               |
| Current service cost                            | 2020-21 | 55.11                | 27.45                     | 71.34                       | 1.15                   | 43.89               |
|   | 2019-20 | 55.21                | 20.81                     | 43.60                       | 1.05                   | 37.19               |
| Past Service cost                               | 2020-21 | -                    | -                         | -                           | -                      | -                   |
|   | 2019-20 | -                    | -                         | -                           | -                      | -                   |
| Benefits Paid                                   | 2020-21 | -100.49              | -22.29                    | -52.55                      | -                      | -34.22              |
|   | 2019-20 | -50.28               | -54.27                    | -56.21                      | -                      | -57.31              |
| Acquisition Adjustment IN                       | 2020-21 | -                    | -                         | -                           | -                      | -                   |
|   | 2019-20 | -                    | -                         | -                           | -                      | -                   |
| Actuarial Loss/(gain) on obligations            | 2020-21 | 3.91                 | 3.63                      | 73.89                       | -0.33                  | 141.37              |
|   | 2019-20 | 47.13                | 47.37                     | 106.85                      | 1.04                   | 150.46              |
| Present Value of obligation at End              | 2020-21 | 1,017.25             | 379.58                    | 525.70                      | 17.59                  | 994.18              |
|   | 2019-20 | 991.31               | 347.19                    | 405.45                      | 15.70                  | 789.46              |

❖ **Change in Fair Value of Planned assets**

| Particulars                                    | F.Y.    | (Rs. in Lakhs)       |                           |                             |                        |                     |
|--|---------|----------------------|---------------------------|-----------------------------|------------------------|---------------------|
|  |         | Gratuity<br>(Funded) | Sick Leave<br>(Un Funded) | Earned Leave<br>(Un Funded) | Baggage<br>(Un Funded) | PRMB<br>(Un Funded) |
| Fair value of plan assets at beginning of year | 2020-21 | 937.09               | -                         | -                           | -                      | -                   |
|  | 2019-20 | 913.16               | -                         | -                           | -                      | -                   |
| Actual Return on Plan assets                   | 2020-21 | 68.63                | -                         | -                           | -                      | -                   |
|  | 2019-20 | 62.72                | -                         | -                           | -                      | -                   |
| Mortality Charges                              | 2020-21 | -0.99                | -                         | -                           | -                      | -                   |
|  | 2019-20 | -                    | -                         | -                           | -                      | -                   |
| Employer contributions                         | 2020-21 | 115.56               | -                         | -                           | -                      | -                   |
|  | 2019-20 | 11.48                | -                         | -                           | -                      | -                   |
| Benefits paid                                  | 2020-21 | -100.49              | -                         | -                           | -                      | -                   |
|  | 2019-20 | -50.28               | -                         | -                           | -                      | -                   |
| Fair value of plan assets at end of year       | 2020-21 | 1,019.80             | -                         | -                           | -                      | -                   |
|  | 2019-20 | 937.08               | -                         | -                           | -                      | -                   |

❖ **Amount recognized in balance sheet**

| Particulars  | F.Y.    | (Rs. in Lakhs)       |                           |                             |                        |                     |
|--|---------|----------------------|---------------------------|-----------------------------|------------------------|---------------------|
|  |         | Gratuity<br>(Funded) | Sick Leave<br>(Un Funded) | Earned Leave<br>(Un Funded) | Baggage<br>(Un Funded) | PRMB<br>(Un Funded) |
| Estimated present value of obligations as at the end of the year | 2020-21 | 1,017.25             | 379.58                    | 525.70                      | 17.59                  | 994.19              |
|  | 2019-20 | 991.31               | 347.19                    | 405.45                      | 15.70                  | 789.46              |
| Fair value of plan assets as at the end of the year              | 2020-21 | 1,019.80             | -                         | -                           | -                      | -                   |
|  | 2019-20 | 937.08               | -                         | -                           | -                      | -                   |
| Net Liability recognized in balance sheet                        | 2020-21 | 2.55                 | -379.58                   | -525.70                     | -17.59                 | -994.19             |
|  | 2019-20 | -54.22               | -347.19                   | -405.45                     | -15.70                 | -789.46             |

❖ **Amount Recognized in Statement of Profit and Loss**

| Particulars | F.Y. | (Rs. in Lakhs)       |                           |                             |                        |                     |
|-------------|------|----------------------|---------------------------|-----------------------------|------------------------|---------------------|
|             |      | Gratuity<br>(Funded) | Sick Leave<br>(Un Funded) | Earned Leave<br>(Un Funded) | Baggage<br>(Un Funded) | PRMB<br>(Un Funded) |

Consolidated :FY 2020-21

|   |         |       |       |        |      |        |
|---|---------|-------|-------|--------|------|--------|
| Current service cost                                  | 2020-21 | 55.11 | 27.45 | 71.34  | 1.15 | 43.89  |
|   | 2019-20 | 55.21 | 20.81 | 43.60  | 1.05 | 37.19  |
| Past Service Cost including curtailment Gain / Losses | 2020-21 | -     | -     | -      | -    | -      |
|   | 2019-20 | -     | -     | -      | -    | -      |
| Interest cost   | 2020-21 | 67.41 | 23.60 | 27.57  | 1.07 | 53.68  |
|   | 2019-20 | 66.42 | 23.56 | 22.00  | 0.96 | 46.61  |
| Expected return on plan asset                         | 2020-21 | 63.72 | -     | -      | -    | -      |
|   | 2019-20 | 69.49 | -     | -      | -    | -      |
| Net Actuarial(Gain)/loss recognized in the year       | 2020-21 | -     | 3.63  | 73.89  | -    | -      |
|   | 2019-20 | -     | 47.37 | 106.85 | -    | -      |
| Expense Recognised in the income statement            | 2020-21 | 58.80 | 54.68 | 172.80 | 1.89 | 241.02 |
|   | 2019-20 | 52.14 | 91.76 | 172.47 | 2.02 | 252.54 |

❖ Actuarial Assumption

| Particulars             |         | Gratuity                   | Sick Leave                 | Earned Leave               | Baggage                    | PRMB                       |
|-------------------------|---------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
|                         |         | (Funded)                   | (Un Funded)                | (Un Funded)                | (Un Funded)                | (Un Funded)                |
| Discount rate           | 2020-21 | 6.79%                      | 6.79%                      | 6.79%                      | 6.79%                      | 6.70%                      |
|                         | 2019-20 | 6.80%                      | 6.80%                      | 6.80%                      | 6.80%                      | 6.80%                      |
| Rate of salary increase | 2020-21 | 6.50%                      | 6.50%                      | 6.50%                      | 6.50%                      | 6.50%                      |
|                         | 2019-20 | 6.50%                      | 6.50%                      | 6.50%                      | 6.50%                      | 6.50%                      |
| Method used             | 2020-21 | Projected Unit Credit(PUC) | Projected Unit Credit(PUC) | Projected Unit Credit(PUC) | Projected Unit Credit(PUC) | Projected Unit Credit(PUC) |
|                         | 2019-20 |                            |                            |                            |                            |                            |

❖ Sensitivity Analysis of the defined benefit obligation

| (Rs. in Lakhs)                                       |          |            |              |         |        |  |
|--|----------|------------|--------------|---------|--------|--|
| A) Impact of the change in discount rate             | Gratuity | Sick Leave | Earned Leave | Baggage | PRMB   |  |
| Present value of obligation at the end of the period | 1,017.25 | 379.58     | 525.70       | 17.59   | 994.19 |  |
| Impact due to increase of 0.50%                      | -40.80   | -13.66     | -25.35       | -0.70   | -34.30 |  |
| Impact due to Decrease of 0.50%                      | 43.83    | 14.55      | 27.53        | 0.76    | 36.05  |  |
| B) Impact of the change in Salary increase           | Gratuity | Sick Leave | Earned Leave | Baggage | PRMB   |  |
| Present value of obligation at the end of the period | 1,017.25 | 379.58     | 525.70       | 17.59   | 994.19 |  |
| Impact due to increase of 0.50%                      | 22.92    | 14.51      | 27.45        | 0.76    | 36.53  |  |
| Impact due to Decrease of 0.50%                      | -22.84   | -13.72     | -25.45       | -0.71   | -35.12 |  |

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated. Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

In case of Associate : Disclosure in respect of Indian Accounting Standard (Ind AS)-19 "Employee Benefits"

Defined Contributions Plans

Company's employees are covered by Provident Fund/ESI to which the company makes a defined contribution measured as a fixed percentage of basic salary. During the year company has made following contributions:

| Particulars  | (Rs. in Lakhs) |         |
|--|----------------|---------|
|  | 2020-21        | 2019-20 |
| Employer's contribution to Provident Fund            | 1.04           | 1.43    |
| Employer's contribution to Employees State Insurance | 0.29           | 0.33    |

Defined Benefit Plans

The company has not introduced any formal defined benefit plans for gratuity, etc. Accordingly, change in benefit obligations, change in return on plan assets, cost for the period, etc cannot be ascertained. However Gratuity Liability at the end of Financial Year is ascertained and stated in accounts.

Liability for Gratuity & Leave Encashment payable up to the year ended March 31, 2021 has been worked out to be Rs. 5.48 Lakhs (Previous year : Rs 9.92 Lakhs) and Rs. 1.06 Lakhs (Previous year : Rs 1.95 Lakhs )respectively and has been provided for.

**9. Disclosure in respect of Indian Accounting standard (Ind AS)-108: "Operating Segments"**

**(i) Operating segments**

Based on the "management approach" as defined in Ind AS 108, the CMD, the Chief Operating Decision Maker (CODM) evaluates the performance and allocates resources based on an analysis of various performance indicators by business segments. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual business segment, and are as set out in the significant accounting policies.

The Company operates in 2 segments - Financing activities in the Renewable Energy (RE) & Energy Efficiency (EE) sector and Generation of power through Solar Plant operations at Kasargod, Kerala. Major revenue for the company comes from the segment of financing activities in the RE & EE sector. The other operating segment -Generation of power through Solar Plant is not a reportable segment .The company operates in India, hence it is considered to operate only in domestic segment. As such considered as a single business/geographical segment for the purpose of Segment Reporting.

**(ii) Information about major customers**

There is no single external customer contributing 10 percent or more of our revenue .

**(iii) Geographical Information**

Revenue from external customers by location of operations and information about its non- current assets\* by location of assets are as follow:

| Particulars   | Revenue from external customers |                   | Non current Assets* |                   |
|---------------|---------------------------------|-------------------|---------------------|-------------------|
|               | March 31, 2021                  | March 31, 2020    | March 31, 2021      | March 31, 2020    |
| India**       | 261,394.55                      | 236,731.98        | 203,157.42          | 204,732.36        |
| Outside India | -                               | -                 | -                   | -                 |
| <b>Total</b>  | <b>261,394.55</b>               | <b>236,731.98</b> | <b>203,157.42</b>   | <b>204,732.36</b> |

(Rs. in Lakhs)

\*This amount includes property, plant and equipment, capital work-in-progress, investment property, Right to use asset, intangible assets under development, intangible assets, advance for capital expenditure and GOI fully Service Bonds money receivable .

\*\* Includes an amount of Rs. -1,247.32 Lakhs (previous year Rs. 7,165.33 Lakhs) pertaining to Net gain/(loss) on fair value change of Derivatives which is not considered as a part of revenue from external customers

**(iv) Revenue from major products**

Revenue from external customers for each product and service are as follows:

| Particulars                | (Rs. in Lakhs) |                |
|----------------------------|----------------|----------------|
|                            | March 31, 2021 | March 31, 2020 |
| Interest Income            | 256,522.88     | 224,658.02     |
| Fees and Commission Income | 3,377.26       | 2,162.65       |
| Sale of Power              | 2,741.73       | 2,745.99       |

**10. Disclosure in respect of Indian Accounting Standard 24 "Related Parties Disclosures"**

**A. Disclosures for Other than Govt. and Govt. Related Entities**

**i. List of Related Party**

| Name of related party           | Type of Relationship   | Period<br>(01.04.2019 to 31.03.2021)                 |
|---------------------------------|--|--|
| M/s M.P. Windfarms Limited      | A joint sector unlisted public limited company in collaboration with M.P. Urja Vikas Nigam Limited (25%), Consolidated Energy Consultants Limited (49.5%), IREDA (24%) and Others (1.5%) . | 01.04.2020 to 31.03.2021<br>01.04.2019 to 31.03.2020 |
| <b>Key Management Personnel</b> |  |  |
| Shri Pradip Kumar Das           | Chairman & Managing Director & Director (Finance)*   | 06.05.2020 to 31.03.2021                             |
| Shri Bhanu Pratap Yadav         | Chairman & Managing Director **  | 01.04.2020 to 06.05.2020<br>02.01.2020 to 31.03.2020 |
|                                 | Director - Government Nominee**  | 12.06.2020 to 31.03.2021<br>01.04.2019 to 01.01.2020 |
| Shri Praveen Kumar              | Chairman & Managing Director   | 01.04.2019 to 31.12.2019                             |
| Shri S. K. Bhargava             | Director- Finance  | 01.04.2019 to 31.01.2020                             |
| Shri Chintan Navinbhai Shah     | Director- Technical  | 01.04.2020 to 31.03.2021                             |
|                                 | Director- Finance *  | 01.04.2019 to 31.03.2020                             |
| Shri Arun Kumar                 | Director – Government Nominee  | 01.04.2019 to 29.07.2019                             |



|                               |                                       |   |
|-------------------------------|---------------------------------------|---|
| Shri Praveen Garg             | Director - Government Nominee         | 29.07.2019 to 11.02.2020                              |
| Shri Amitesh Kumar Sinha      | Director - Government Nominee         | 01.04.2020 to 12.06.2020<br>24.01.2020 to 31.03.2020  |
| Shri Vimalendra A. Patwardhan | Director - Government Nominee         | 01.04.2020 to 31.03.2021<br>17.02.2020* to 31.03.2020 |
| Shri Abhishek Mahawar         | Director - Independent Director       | 01.04.2020 to 13.09.2020<br>01.04.2019 to 31.03.2020  |
| Ms. Indu Bala                 | Director - Independent Director       | 01.04.2019 to 18.03.2020                              |
| Ms. Madhusri M. Swamy         | Director - Independent Director       | 01.04.2020 to 18.03.2021<br>01.04.2019 to 31.03.2020  |
| Dr. Gangidi M. Reddy          | Director - Independent Director       | 01.04.2020 to 18.03.2021<br>01.04.2019 to 31.03.2020  |
| Shri Sanjay Jain              | Director - Independent Director       | 01.04.2020 to 01.08.2020<br>01.04.2019 to 31.03.2020  |
| Dr. R. C. Sharma              | GM(F&A) & Chief Financial Officer *** | 01.04.2020 to 31.03.2021<br>01.02.2020 to 31.03.2020  |
| Shri Surender Suyal           | Company Secretary                     | 01.04.2020 to 31.03.2021<br>01.04.2019 to 31.03.2020  |

\* Shri Chintan Shah, Director (Technical) was entrusted with additional charge of Director (Finance) from 01.02.2020 for a period of 3 months or until the appointment of regular incumbent or until further orders whichever is earlier. Further, MNRE extended his additional charge of Director (Finance) from 01.05.2020 to 05.05.2020. Thereafter, Shri Pardip Kumar Das, who was appointed as Chairman & Managing Director (CMD), IREDA, w.e.f. 06.05.2020, was entrusted with additional charge of Director (Finance) w.e.f. 06.05.2020. Subsequently, MNRE extended the post of additional charge of Director (Finance) to Shri Pradip Kumar Das, CMD, IREDA w.e.f. 06.11.2020 for a period of six months or till the appointment of regular incumbent, whichever is earlier.

\*\* Shri Bhanu Pratap Yadav, Joint Secretary, MNRE Director (Government Nominee, IREDA) was assigned additional charge of Chairman & Managing Director (CMD), IREDA w.e.f. 02.01.2020. Post appointment of Shri Pradip Kumar Das as Chairman and Managing Director, IREDA, Shri Bhanu Pratap Yadav ceased to be CMD, IREDA w.e.f. 06.05.2020. Thereafter, MNRE vide letter dated 12.06.2020 appointed Shri Bhanu Pratap Yadav as Director (Government Nominee) in place of Shri Amitesh K Sinha, JS, MNRE.

\*\*\* Dr. R. C. Sharma, GM (F&A) was appointed as the Chief Financial Officer (CFO) w.e.f. 01.02.2020.

\* DIN Allotment Date.

#### Trusts / Funds under control of the Company

- IREDA Employees Contributory Provident Fund Trust
- IREDA Employees Gratuity Fund Trust
- IREDA Employees Defined Contribution Superannuation Trust
- IREDA Employee Benevolent Fund
- IREDA Exchange Risk Administration Fund

#### ii. Compensation to Related Parties

( Rs. in Lakhs )

| Particulars  | For the year ended<br>March 31, 2021 | For the year ended<br>March 31, 2020 |
|--|--------------------------------------|--------------------------------------|
| Short-term benefits                                |                                      |                                      |
| - Sitting Fee (to Independent Directors)*          | 27.70                                | 19.20                                |
| - Others (salary to functional directors)**        | 185.43                               | 181.06                               |
| Post-employment benefits to Functional Directors** | 20.76                                | 13.25                                |
| <b>Total</b>                                       | <b>233.89</b>                        | <b>213.51</b>                        |

( Rs. in Lakhs )

| *Sitting Fee |                  | For the year ended<br>March 31, 2021 | For the year ended<br>March 31, 2020 |
|--------------|------------------|--------------------------------------|--------------------------------------|
| Sl.          | Name             |                                      |                                      |
| 1            | Abhishek Mahawar | 4.90                                 | 6.40                                 |
| 2            | Indu Bala        | -                                    | 2.60                                 |
| 3            | G.M. Reddy       | 11.10                                | 5.60                                 |
| 4            | Madhusri M Swami | 8.90                                 | 3.60                                 |
| 5            | Sanjay Jain      | 2.80                                 | 1.00                                 |
|              | <b>Total</b>     | <b>27.70</b>                         | <b>19.20</b>                         |

\*\*Details as under

| Sl. | Particulars                       | (Rs. in Lakhs)                          |                                      |                                  |         |                                     |                             |              |                                       |             |                         |              |
|-----|-----------------------------------|---|--------------------------------------|----------------------------------|---------|-------------------------------------|-----------------------------|--------------|---------------------------------------|-------------|-------------------------|--------------|
|     |                                   | Sh.Pradip Kumar Das, (CMD) <sup>1</sup> | Sh. Praveen Kumar (CMD) <sup>2</sup> | Sh. B.P.Yadav, CMD) <sup>3</sup> |         | Sh. S K Bhargava ,(DF) <sup>4</sup> | Chintan Navinbhai Shah,(DT) |              | Dr. R. C. Sharma , (CFO) <sup>5</sup> |             | Sh. Surender Suyal,(CS) |              |
|     |                                   | 2020-21                                 | 2019-20                              | 2020-21                          | 2019-20 | 2019-20                             | 2020-21                     | 2019-20      | 2020-21                               | 2019-20     | 2020-21                 | 2019-20      |
| 1   | Salary & allowances               | 34.42                                   | -                                    | -                                | -       | 83.49                               | 45.28                       | 30.24        | 47.34                                 | 6.28        | 38.64                   | 43.68        |
| 2   | Value of perquisites              | 3.69                                    | -                                    | -                                | -       | 4.33                                | 3.76                        | 4.01         | 2.32                                  | 0.83        | 1.89                    | 2.59         |
| 3   | Provident Fund                    | 2.84                                    | -                                    | -                                | -       | 2.73                                | 2.90                        | 2.56         | 3.29                                  | 0.53        | 2.83                    | 2.63         |
| 4   | Superannuation Contribution / NPS | 2.13                                    | -                                    | -                                | -       | 1.82                                | 2.18                        | 1.5          | 2.47                                  | -           | 2.12                    | 1.45         |
| 5   | Medical                           | 1.92                                    | -                                    | -                                | -       | 1.64                                | 2.01                        | 1.81         | 2.23                                  | 0.33        | 1.93                    | 1.73         |
|     | <b>Total</b>                      | <b>45.00</b>                            | -                                    | -                                | -       | <b>94.01</b>                        | <b>56.13</b>                | <b>40.12</b> | <b>57.65</b>                          | <b>7.97</b> | <b>47.41</b>            | <b>52.08</b> |

1. Shri Pradip Kumar Das was appointed as Chairman & Managing Director (CMD), IREDA , w.e.f. 06.05.2020
2. Shri Praveen Kumar served as CMD from 01.03.2019 upto 31.12.2019 .
3. Shri B. P. Yadav, Joint Secretary, MNRE (Government Nominee Director, IREDA) was assigned additional charge of Chairman & Managing Director (CMD), IREDA w.e.f. 02.01.2020.
4. Shri S.K.Bhargava superannuated as on 31.01.2020.
5. Dr. R. C. Sharma, GM (F&A) was appointed as the Chief Financial Officer (CFO) w.e.f. 01.02.2020.

**Note:**

- The Chairman and Managing Director, Director (Finance) and Director (Technical) have also been allowed staff car including private journey upto a ceiling of 1000 Kms. per month on payment of monthly charges as per Department of Public Enterprises guidelines.
- Contribution towards Gratuity Fund, for Functional Directors is not ascertainable separately as the contribution to LIC is not made employee wise .
- Provision for leave encashment, post-retirement medical benefit etc. to functional director have been made on the basis of actuarial valuation .

iii. **Loans to and from KMP :**

| Particulars                                   | (Rs. in Lakhs)              |                        |                                |         |                        |         |                         |         |
|---|-----------------------------|------------------------|--------------------------------|---------|------------------------|---------|-------------------------|---------|
|   | Sh. Pradip Kumar Das, (CMD) | Sh. S K Bhargava, (DF) | Sh. Chintan Navinbhai Shah(DT) |         | Dr. R.C. Sharma, (CFO) |         | Sh. Surender Suyal,(CS) |         |
|   | 2020-21                     | 2019-20                | 2020-21                        | 2019-20 | 2020-21                | 2019-20 | 2020-21                 | 2019-20 |
| <b>Loans to KMP</b>                           |                             |                        |                                |         |                        |         |                         |         |
| Loans at the beginning of the year            | -                           | -                      | -                              | -       | 10.88                  | 15.86   | 12.85                   | 14.27   |
| Loan advanced                                 | -                           | -                      | -                              | -       | 2.32                   | -       | -                       | 1.90    |
| Repayment received                            | -                           | -                      | -                              | -       | 5.82                   | 4.14    | 6.29                    | 3.84    |
| Interest charged                              | -                           | -                      | -                              | -       | 0.41                   | 0.72    | 0.11                    | 0.52    |
| Interest received                             | -                           | -                      | -                              | -       | -                      | 1.56    | 2.51                    | -       |
| Balance at end of the year including interest | -                           | -                      | -                              | -       | 7.79                   | 10.88*  | 4.16                    | 12.85   |
| <b>Loans from KMP</b>                         | Nil                         |                        |                                |         |                        |         |                         |         |

\* The amount includes a balance of Rs. 0.09 Lakhs payable by the Company .

The various loans are extended in terms of the employee loan policies approved by the Board. Loans to the KMPs are extended on the same terms and conditions as are extended to the other employees of the Company. There are no pending commitments to the Related Parties.

**B. Disclosure for transactions entered with Govt. and Govt. Entities**

(Rs. in Lakhs)

Consolidated :FY 2020-21

| Name of Government/Government entities    | Nature of Relationship with the Company | Nature of Transaction                      | Transaction during 2020-21 | Transaction during 2019-20 | Balance as on March 31,2021  | Balance as on March 31,2020 |
|---|---|--|----------------------------|----------------------------|--|-----------------------------|
| Ministry of New & Renewable Energy (MNRE) | Administrative Ministry                 | Loan Repayment-IDA through MNRE            | 1,392.05                   | 874.96                     | 26,645.45  | 28,740.87                   |
|   |   | Interest Payment                           | 212.74                     | 205.05                     | -  | -                           |
|   |   | Guarantee Fee Payment                      | 11,528.41                  | 9,623.16                   | -  | -                           |
|   |   | Raising of taxable bonds on behalf of MNRE | -                          | -                          | GOI Fully Service Bonds<br>Series -I : 61,000.00<br>Series IA : 22,000.00<br>Series IB : 81,000.00<br>Total : 164,000.00 |                             |

IREDA is a Public Sector Undertaking (PSU) under the administrative control of Ministry of New & Renewable Energy (MNRE), Government of India . Significant transactions with related parties under the control/ joint control of the same government are as under:

(Rs. in Lakhs)

| Name of the Company   | Nature of Transaction   | Transaction during 2020-21 | Transaction during 2019-20 | Balance as on March 31,2021 | Balance as on March 31,2020 |
|---|---|----------------------------|----------------------------|-----------------------------|-----------------------------|
| ANDHRA BANK   | Repayment of Loan   | -                          | 115.92                     | -                           | -                           |
| PTC INDIA FINANCIAL SERVICE LIMITED                         | Repayment of Loan   | -                          | 46,000.00                  | -                           | -                           |
| REWA ULTRA MEGA SOLAR LIMITED                               | Disbursement of loan  | -                          | 2,417.70                   | 9,990.36                    | 9,990.36                    |
| STATE BANK OF INDIA   | Repayment of Loan   | 89.45                      | 671.37                     | 404.61                      | 494.06                      |
| Energy Efficiency Services Limited                          | Supply of Solar Based Induction & SPV Streets Lights for CSR Activities | -                          | 183.69                     | -                           | -                           |
| Housing & Urban Development Corporation Ltd                 | Ground Rent And License Fees Paid                                       | 7.60                       | 7.69                       | -                           | -                           |
| India Tourism Development Corporation Ltd, Unit Ashok Hotel | Hotel Payment   | -                          | 16.45                      | -                           | -                           |
| Life Insurance Corporation Of India - Hyderabad Rent        | Rent for Hyderabad Branch Office  | 6.95                       | 5.01                       | -                           | 0.34                        |
| National Building Construction Corporation Limited          | Maintenance Charges for Hired Space RINL Office                         | 89.37                      | 8.98                       | -                           | 0.42                        |
| Power Grid Corporation Of India Ltd.                        | Internet Connectivity Charges   | 9.25                       | 9.12                       | -                           | 1.88                        |
| Rashtriya Ispat Nigam Limited                               | Hired Space RINL Rent   | 58.20                      | 93.71                      | 20.40                       | -0.04                       |
| Solar Energy Corporation Of India                           | Reimbursement Of Expenditure  | -                          | 8.22                       | -9.37                       | -9.37                       |
| Solar Energy Corporation Of India Solar Project             | Kasargod Project  | 171.78                     | -                          | 181.00                      | 352.78                      |

The Company has also received interest of Rs. 1,071.80 Lakhs (previous year : Rs. 3,469.57 Lakhs ) and repayments of principal of Rs. 89.45 lakhs (previous year : Rs. 46,787.29 Lakhs ) on the loans to government related entities..

Above transactions with the Government related entities cover transactions that are significant individually and collectively. The Company has also entered into other transactions such as telephone expenses, air travel and deposits etc. with other CPSUs. They are insignificant individually & collectively and hence not disclosed. All transactions are carried out on market terms.

**Disclosures related to M.P.WINDFARM LIMITED – Associates- Related Party**

**RELATED PARTY TRANSACTION**

| Particulars                 |   |
|-----------------------------|---|
| <b>I. Related Parties</b>   |   |
| i. Holding Company          | Consolidated Energy Consultants Limited |
|                             | Managing Director: D P S Dhaked         |
| ii.Key Management Personnel | Director: Rajan Deb                     |

| (Rs. in Lakhs)                              |                          |                          |
|---|--------------------------|--------------------------|
| II. Related party transactions              | Year ended March 31,2021 | Year ended March 31,2020 |
| <b>i Services Availed</b>                   |                          |                          |
| Rent Paid (Including applicable taxes)      | 5.89                     | 5.61                     |
| Consolidated Energy Consultants Ltd.        |                          |                          |
| <b>ii. Managing Director's Remuneration</b> |                          |                          |
| D P S Dhaked (Fix Remuneration)             | 6.00                     | 6.00                     |

**11. Disclosure as required by Regulation 34(3) and 53(f) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

| Associates |  | For the year ended March 31, 2021 |   | For the year ended March 31, 2020 |   |
|------------|--|-----------------------------------|---|-----------------------------------|---|
|            |  | Amount as on March 31,2021        | Maximum amount outstanding during the year ended March 31, 2021 | Amount as on March 31, 2020       | Maximum amount outstanding during the year ended March 31, 2021 |
| 1          | Loans and advances in the nature of loans      | NIL                               |   | NIL                               |   |
| a)         | To Associates                                  |                                   |   |                                   |   |
| b)         | To Companies in which Directors are interested |                                   |   |                                   |   |

**12. Disclosure in respect of Indian Accounting standard (Ind AS) 116 "Leases"**

The company has applied Ind AS 116 with the date of initial application of April 01, 2019. The company has applied Ind AS 116 using the modified retrospective approach, under which the cumulative effect of initial application is recognized in retained earnings at April 01, 2019. The company has applied the above mentioned approach to all of its lease arrangement enforceable as on April 01, 2019.

As per Para C11 of Ind AS 116, for leases that were classified as finance leases applying Ind AS 17, the carrying amount of the right-of-use asset and the lease liability at the date of initial application shall be the carrying amount of the lease asset and lease liability immediately before that date measured applying Ind AS 17. Hence, the carrying amount of lease asset in case of leasehold property at India Habitat Centre (IHC) and August Kranti Bhawan (AKB), the Company has carried forward the same amount as right of use asset as per Ind AS 116.

**a) Description of lease accounted as right of use assets as per Ind AS 116**

The Company has lease agreements with the various parties for office space in Delhi and Solar Park Land at Kerala etc. The tenure of the each agreement and rental payments are different. We have applied the new measurement principles under Ind AS 116 for the leases on which exemption under short term lease are not available in line with the accounting policy of the Company.

**b) The impact of change in accounting policy on account on adoption of Ind AS 116 is as follows :**  
**For the FY 2019-20 (the year of adoption)**

| (Rs. in Lakhs)                              |               |               |            |          |
|---|---------------|---------------|------------|----------|
| Particulars                                 | Leasehold-IHC | Leasehold-AKB | RINL lease | Total    |
| Decrease in Property Plant and equipment by | 133.61        | 1,678.98      | -          | 1,812.59 |
| Increase in lease liability by              | -             | -             | 102.42     | 102.42   |
| Increase in rights of use by                | 133.61        | 1,678.98      | 99.01      | 1,911.60 |
| Increase in finance cost by                 | -             | -             | 10.63      | 10.63    |
| Increase in depreciation by                 | -             | -             | 74.26      | 74.26    |
| Net Increase in Deferred Tax Liability by   | 106.24        |               |            | 106.24   |

**c) Maturity analysis of lease liabilities**

**As at 31.03.2021**

| (Rs. in Lakhs)   |               |                     |       |
|--|---------------|---------------------|-------|
| Maturity analysis –contractual undiscounted cash flows | Mumbai Office | Solar plant -Kerala | Total |
| Up to 7 Days   | 1.89          | -                   | 1.89  |
| Over 7 Days- upto 15 Days                              | -             | -                   | -     |
| Over 15 Days upto 30/31 Days (1 Month )                | -             | -                   | -     |

Consolidated :FY 2020-21

|   |        |        |          |
|---|--------|--------|----------|
| Over 1 months -2 months   | 1.89   | -      | 1.89     |
| Over 2 months -3 months   | 1.89   | 57.84  | 59.73    |
| Over 3 months - upto 6 months   | 5.66   | -      | 5.66     |
| Over 6 months -upto 1 year  | 12.18  | -      | 12.18    |
| Over 1 year & up to 3 years   | 52.43  | 78.04  | 130.47   |
| Over 3 & up to 5 years  | 43.07  | 78.04  | 121.11   |
| Over 5 year s   | -      | 702.36 | 702.36   |
| Total undiscounted lease liabilities at March 31,2021                               | 119.01 | 916.28 | 1,035.29 |
| Lease liabilities included in the statement of financial position at March 31, 2021 | 100.77 | 433.34 | 534.11   |
| Current   | 16.82  | 57.84  | 74.66    |
| Non-Current   | 83.95  | 375.50 | 459.45   |

As at 31.03.2020

(Rs. in Lakhs)

| Maturity analysis –contractual undiscounted cash flows                              | RINL lease | Total  |
|---|------------|--------|
| Up to 7 Days  | 6.79       | 6.79   |
| Over 7 Days- upto 15 Days   | -          | -      |
| Over 15 Days upto 30/31 Days (1 Month )   | -          | -      |
| Over 1 months -2 months   | 6.79       | 6.79   |
| Over 2 months -3 months   | 6.79       | 6.79   |
| Over 3 months - upto 6 months   | 20.37      | 20.37  |
| Over 6 months -upto 1 year  | 40.74      | 40.74  |
| Over 1 year & up to 3 years   | 27.16      | 27.16  |
| Over 3 & up to 5 years  | -          | -      |
| Over 5 year s   | -          | -      |
| Total undiscounted lease liabilities at March 31,2020                               | 108.63     | 108.63 |
| Lease liabilities included in the statement of financial position at March 31, 2020 | 102.42     | 102.42 |
| Current   | 75.73      | 75.73  |
| Non-Current   | 26.69      | 26.69  |

d) Amounts recognised in profit or loss

Period ended 31.03.2021

(Rs. in Lakhs)

| Particulars  | Leasehold-IHC | Leasehold-AKB | RINL lease | Mumbai Office | Solar plant -Kerala | Total  |
|--|---------------|---------------|------------|---------------|---------------------|--------|
| Interest on lease liabilities  | -             | -             | 4.12       | 3.77          | -                   | 7.89   |
| Variable lease payments not included in the measurement of lease liabilities | -             | -             | -          | -             | -                   | -      |
| Income from sub-leasing right-of-use assets                                  | -             | -             | -          | -             | -                   | -      |
| Derecognition of lease liabilities*  | -             | -             | 59.02      | -             | -                   | 59.02  |
| Derecognition of Right to use assets*  | -             | -             | 173.27     | -             | -                   | 173.27 |
| Derecognition of Accumulated depreciation on Right to use assets*            | -             | -             | 117.57     | -             | -                   | 117.57 |
| Expenses relating to short-term leases                                       | -             | -             | -          | -             | -                   | -      |
| Depreciation charge for right-of-use assets by class of underlying asset;    | 13.71         | 161.72        | 43.32      | 11.84         | 9.08                | 239.66 |

\* Office premises taken on lease from RINL were vacated by IREDA and the possession was handed over to RINL on October 30, 2020.

Period ended 31.03.2020

(Rs. in Lakhs)

| Particulars  | Leasehold-IHC | Leasehold-AKB | RINL lease | Total  |
|--|---------------|---------------|------------|--------|
| Interest on lease liabilities  | -             | -             | 10.63      | 10.63  |
| Depreciation charge for right-of-use assets by class of underlying asset | 15.71         | 181.30        | 74.26      | 271.27 |

## e) Amounts recognised in the statement of cash flows

| Particulars                   | (Rs. in Lakhs) |               |            |               |                     |       |
|-------------------------------|----------------|---------------|------------|---------------|---------------------|-------|
|                               | Leasehold-IHC  | Leasehold-AKB | RINL lease | Mumbai Office | Solar plant -Kerala | Total |
| For the year ended 31.03.2021 | -              | -             | 47.53      | 12.27         | -                   | 59.80 |
| For the year ended 31.03.2020 | -              | -             | 81.48      | -             | -                   | 81.48 |

## f) Amounts recognised in the Balance Sheet

As at 31.03.2021

| Particulars   | (Rs. in Lakhs) |               |            |               |                      |          |
|---|----------------|---------------|------------|---------------|----------------------|----------|
|   | Leasehold-IHC  | Leasehold-AKB | RINL lease | Mumbai Office | Solar plant -Kerala* | Total    |
| Balance at the beginning of the year  | 172.34         | 2,110.10      | 173.27     | -             | -                    | 2,455.71 |
| Additions to right-of-use assets  | -              | -             | -          | 109.27        | 433.34               | 542.61   |
| Deletion/Derecognition of right to use assets   | -              | -             | -173.27    | -             | -                    | -173.27  |
| Balance at the ending of the year   | 172.34         | 2,110.10      | -          | 109.27        | 433.34               | 2,825.06 |
| The carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset. | 104.19         | 1,335.96      | -          | 97.43         | 424.26               | 1,961.84 |

\* The Company has executed the agreement for land use at Kasaragod Solar park with Renewable Power Corporation of Kerala Limited (RPCKL) on 19th January 2021. As per the agreement, the Company was exempted from payment of the land lease charges till 06.10.2020.

As at 31.03.2020

| Particulars   | (Rs. in Lakhs) |               |            |          |
|---|----------------|---------------|------------|----------|
|   | Leasehold-IHC  | Leasehold-AKB | RINL lease | Total    |
| Additions to right-of-use assets  | 172.34*        | 2,110.10*     | 173.27     | 2,455.71 |
| The carrying amount of right-of-use assets at the end of the reporting period by class of underlying asset. | 117.90         | 1,497.68      | 99.01      | 1,714.60 |

\* As per Para C11 of Ind AS 116, for leases that were classified as finance leases applying Ind AS 17, the carrying amount of the right-of-use asset and the lease liability at the date of initial application shall be the carrying amount of the lease asset and lease liability immediately before that date measured applying Ind AS 17. Hence, the carrying amount of lease asset in case of leasehold property at India Habitat Centre (IHC) and August Kranti Bhawan (AKB), the Company has carried forward the same amount as right of use asset as per Ind AS 116

## g) Other disclosures

| Particulars                            | (Rs. in Lakhs)            |                           |
|--|---------------------------|---------------------------|
|  | Year ended March 31, 2021 | Year ended March 31, 2020 |
| Expenses relating to short-term leases | 6.05                      | 9.12                      |

## 13. Disclosure in respect of Indian Accounting Standard (Ind AS)-33 "Earnings Per Share(EPS)"

## A. Basic EPS

The earnings and weighted average number of ordinary shares used in the calculation of Basic EPS is as follows:-

| Particulars   | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---|-----------------------------------|-----------------------------------|
| Profit (loss) for the year, attributable to the owners of the company (Rs. Lakhs)         | 34,638.19                         | 21,461.43                         |
| Earnings used in calculation of basic earnings per share(A) (Rs. Lakhs)                   | 34,638.19                         | 21,461.43                         |
| Weighted average number of ordinary shares for the purpose of basic earnings per share(B) | 784,600,000                       | 78,46,00,000                      |
| Basic EPS(A/B) (in Rs.)   | 4.41                              | 2.74                              |

## B. Diluted EPS

The earnings and weighted average number of ordinary shares used in the calculation of Diluted EPS is as follows:

| Particulars   | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|---|-----------------------------------|-----------------------------------|
| Profit (loss) for the year, attributable to the owners of the company (Rs. Lakhs)           | 34,638.19                         | 21,461.43                         |
| Earnings used in calculation of diluted earnings per share(A) (Rs. Lakhs)                   | 34,638.19                         | 21,461.43                         |
| Weighted average number of ordinary shares for the purpose of diluted earnings per share(B) | 784,600,000                       | 78,46,00,000                      |
| Diluted EPS (A/B) (in Rs.)  | 4.41                              | 2.74                              |

**14. Performance Related Pay**

During the year the Company has made a provision of Rs. 199.56 Lakhs (previous year : Rs. 600.00 Lakhs ) towards the performance related pay for the relevant year . An amount of Rs. 400.34 Lakhs was paid during the year (previous year : Rs. NIL Lakhs ) to the eligible employees as per the underlying scheme towards the PRP for the FY 2018-19.

**15. Security created on assets****i. Assets Hypothecated as Security**

(Rs. in Lakhs)

| Particulars   | March 31, 2021 | March 31, 2020 |
|---|----------------|----------------|
| <b>First Charge on Pari passu basis on our loans &amp; advances (Book Debts of company)</b> |                |                |
| Financial Assets  | 275,765.46     | 275,765.46     |
| - Tax free bonds  | 123,495.37     | 171,659.84     |
| - Bank borrowing*   | 202,435.71     | 225,949.43     |
| - Foreign currency loan   | -              | -              |
| Non-Financial Assets  |                |                |
| <b>Floating Charge</b>  |                |                |
| Financial Assets  | -              | -              |
| Non-Financial Assets  | -              | -              |

In addition, the Taxable bonds, amounting to Rs. 441,692.75 Lakhs as on 31.03.2021 (previous year : Rs. 456,683.92 Lakhs) are secured by negative lien.

\*The details of the charges created in respect of the bank borrowings of the company are as follows:

| Sl. | Lender Institution                                | Detail of Charge created   |
|-----|---|--|
| 1   | HDFC Bank Limited                                 | Pari passu charge over book debts & receivables upto 90 days with 100% cover   |
| 2   | State Bank Of India                               | First pari passu charge by way of hypothecation of book debts subject to 100% of the loan amount   |
| 3   | Bank of India                                     | First pari passu charge on receivables of the company with security coverage of 100 %  |
| 4   | Punjab National Bank                              | 1st Pari passu charge on all present and future receivables of the company with minimum security cover of 1.00 times of the outstanding loan amount.   |
| 5   | Bank of Baroda (Term Loan pre-closed in FY 20-21) | First pari passu charge by way of hypothecation of book debts subject to 100% of total loan sanction limit & Hypothecation of book debts/Loan receivables relating to standard assets . (Charge was satisfied on 12/05/2021) |
| 6   | Canara Bank (Term Loan pre-closed in FY 20-21)    | Pari Passu first charge (book debt) on Standard Assets . (Charge was satisfied on 24/3/2021)   |

**ii. Secured by negative lien on book debts**

(Rs. in Lakhs)

| Particulars                                  | March 31, 2021 | March 31, 2020 |
|--|----------------|----------------|
| <b>Negative lien (Book Debts of company)</b> |                |                |
| Financial Assets                             | 441,692.75     | 456,683.92     |
| - Taxable bonds                              |                |                |
| Non-Financial Assets                         |                |                |

16. The Company uses derivative instruments in pursuance of managing its foreign currency risk and interest rate risk associated on borrowings. For hedging foreign currency and interest rate risk, the Company uses foreign currency forward contracts, cross currency swaps and interest rate swaps. To the extent the derivative contracts designated under the hedge accounting are effective hedges, the change in fair value of the hedging instrument is recognised in 'Effective Portion of Cash Flow Hedges'. Amounts recognised in such reserve are reclassified to the Statement of Profit and Loss when the hedged item affects profit or loss.

17. In addition to the security held by way of assets etc , of the borrowing entities , the Company held FDRs & Guarantees issued by Banks amounting to Rs 11,658.90 Lakhs and Rs. 19,476.29 Lakhs respectively (previous year : Rs. . 5,938.06 Lakhs and Rs. 18,041.58 Lakhs respectively) as additional securities for loans granted.

18. As per the Board approved Foreign Exchange and Derivative Risk Management Policy of IREDA, an open exposure on foreign currency loans (40% of outstanding forex borrowing) is permissible. The open exposure as at March 31, 2021 is Rs. 235,254.31 Lakhs (previous year: Rs. 261,350.75 Lakhs) which is 22.80% (previous year : 24.58% ) of the outstanding forex borrowing and is within the permissible limits .

Out of the said open exposure part hedging has been done for Rs. 27,055.96 Lakhs equivalent to USD 36,808,471.72 by taking principal only swap (USD/INR) for EURO currency loan (previous year: Rs. 46,343.40 Lakhs equivalent to USD 61,474,891.72 of EURO Loan).

19. Disclosure as per Indian Accounting Standard (Ind AS) 40 - "Investment Property"

- (i) Residential flat at Jangpura, Delhi  
(ii) Details of incomes and expenses :

| Particulars               | (Rs. in Lakhs)                    |                                   |
|---------------------------|-----------------------------------|-----------------------------------|
|                           | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
| Rental Income             | 5.50*                             | 6.60                              |
| Direct Operating Expenses | 0.05                              | 0.04                              |

\*The lease has been terminated w.e.f. 02.01.2021 and possession of vacated flat handed over by National Institute of Wind Energy (NIWE) to IREDA.

- (iii) Fair value of Investment Property

The market value of the property has been assessed (as per the valuation done by the Certified Valuer) at Rs. 211.00 Lakhs as at 31.03.2021 (previous year : Rs.211.00 Lakhs).

20. Indian Accounting Standard (Ind AS) 27 – "Separate Financial Statements"

The following information is in respect of Company's associate :

| Name of the entity                  | Place of business/ country of incorporation | Ownership interest held by the group non-controlling interests | Principal activities | Relationship | Accounting method | Carrying amount (Rs. in Lakhs) |
|-------------------------------------|---|--|----------------------|--------------|-------------------|--------------------------------|
| <b>Investment in Associate</b>      |   |  |                      |              |                   |                                |
| Investment in MP Wind Farms Limited | Madhya Pradesh- India                       | 24%  | Generation of Energy | Associate    | Equity Method     | 12.00                          |

21. Decommissioning liabilities included in the cost of property, plant and equipment

As per Ind AS 16 Property, Plant and Equipment, Appendix A "Changes in Existing Decommissioning, Restoration and Similar Liabilities", specified changes in decommissioning, restoration or similar liability needs to be added to or deducted from the cost of the asset to which it relates; the adjusted depreciable amount of the asset is then depreciated prospectively over its remaining useful life. As per para 55 of Ind AS 16, the depreciable amount of an asset is determined after deducting its residual value. The amount of decommissioning liability and residual value related to solar plant is not reliably ascertainable. Hence, decommissioning liability related to the solar plant and the residual value have not been considered. However, the management is of the opinion that the decommissioning cost (net of residual value of the solar plant), will not be material.

22. Approval of financial statements

The financial statements were approved by the board of directors and authorized for issue on 30.05.2021.

23. Revenue from Contracts with Customers

Company has the solar power plant. The Power Purchase Agreement (PPA) has been signed between IREDA and Kerala State Electricity Board Limited (KSEBL) on 31.03.2017 @ Rs. 4.95/KWH or rate as approved by Kerala State Electricity Regulatory Commission (KSERC), whichever is lower. Accordingly IREDA, filed a petition for approval of the Power Purchase Agreement with KSERC, which in its interim order dated 14.02.18 has approved an interim tariff of Rs. 3.90 per unit till March, 2018. During the financial year 2019-20, KSERC has passed a tariff order and determined tariff of Rs.3.83 per unit. Accordingly, Company has recognized the gross revenue on the delivery of power to KSEBL.

| For the year ended March 31, 2021 |                     |                  |                     |                      |
|-----------------------------------|---------------------|------------------|---------------------|----------------------|
| Sr. No.                           | Particulars         | Unit Sold (mil.) | Rate per Unit (Rs.) | Total (Rs. in Lakhs) |
| i)                                | Generation of power | 73.04            | 3.83                | 2,797.69             |
| For the year ended March 31, 2020 |                     |                  |                     |                      |
| Sr. No.                           | Particulars         | Unit Sold (mil.) | Rate per Unit (Rs.) | Total (Rs. in Lakhs) |
| i)                                | Generation of power | 73.16            | 3.83                | 2,802.03             |

| (Rs. in Lakhs)                               |                                   |                                   |
|--|-----------------------------------|-----------------------------------|
| Particulars                                  | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
| Amount of unbilled revenue included in Sales | 303.06                            | 316.54                            |



**A) Disaggregation of revenue**

Set out below is the disaggregation of the Company's revenue from contracts with customers:

**Revenue from Solar Power Plant**

(Rs. in Lakhs)

| Sl.      | Particulars  | For the year ended<br>March 31, 2021 | For the year ended<br>March 31, 2020 |
|----------|--|--------------------------------------|--------------------------------------|
| <b>1</b> | <b>Revenue</b>   |                                      |                                      |
|          | Net Revenue from Operations (Net of 2% Rebate , wherever applicable) | 2,741.73                             | 2,745.99                             |
| <b>2</b> | <b>Primary geographical markets</b>                                  |                                      |                                      |
|          | Domestic Revenue   | 2,741.73                             | 2,745.99                             |
|          | International Revenue  | -                                    | -                                    |
|          | <b>Total Revenue</b>   | <b>2,741.73</b>                      | <b>2,745.99</b>                      |
| <b>3</b> | <b>Timing of revenue recognition</b>                                 |                                      |                                      |
|          | At a Point in time   | -                                    | -                                    |
|          | Over time  | 2,741.73                             | 2,745.99                             |
|          | <b>Total Revenue</b>   | <b>2,741.73</b>                      | <b>2,745.99</b>                      |

**Note:** KSEBL is the single customer for sale of power .

**B) Trade Receivables and Contract Balances**

The following table provides the information about receivables and contract liabilities from contracts with customers :-

(Rs. in Lakhs)

| Particulars                          | March 31, 2021 | March 31, 2020 |
|--------------------------------------|----------------|----------------|
| Trade Receivable (Net) (Solar Plant) | 297.00         | 311.96         |

**24. SOLAR POWER PROJECT**

The company entered into an MOU with Solar Energy Corporation of India (SECI) in the year 2014-15 for implementation of 50 MW Solar Project of IREDA situated at Ambalathara Solar Park, Kasargod District , in the state of Kerala. It has been capitalized in the books in the FY 2016-17 at Rs. 29,398.48 Lakhs. In turn, SECI (as a Project Management Consultant (PMC)) on behalf of IREDA has selected M/s. Jakson Engineers Limited as EPC (Engineering Procurement and Construction) consultant for designing, engineering, supply, construction, erection, testing, commissioning of Solar PV Power Plant at a fixed price of Rs. 26,929.25 Lakhs plus 8% management charges (including Taxes) of Rs 2,456.32 Lakhs payable to SECI and Rs. 12.92 Lakhs being interest capitalized during the FY 2016-17. An amount of Rs. 1,500.00 Lakhs (excluding taxes) which was paid as advance towards evacuation charges to Renewable Power Corporation of Kerala Limited (RPCKL), the Solar Park Developer, was capitalized during FY 2017-18. During FY 2019-20, a further amount of Rs. 812.71 Lakhs was paid and capitalized .

The PPA was signed between IREDA and Kerala State Electricity Board Limited (KSEBL) on 31.03.2017 @ Rs. 4.95 /KWH or rate as approved by Kerala State Electricity Regulatory Commission (KSERC), whichever is lower. Accordingly IREDA filed a petition for approval of the Power Purchase Agreement with KSERC, which in its interim order dated 14.02.18 had approved an interim tariff of Rs. 3.90 per unit. Further to the same, KSERC, in its order dated 06.02.19 had approved of the levelised tariff @ Rs 3.83 per unit. It has also further ordered as under :

- KSEB Ltd shall reimburse, any tax paid on the RoE, limited to the amount of equity specified in this Order. For claiming the tax, developer shall furnish the proof of payment of such tax to KSEB Ltd.
- KSEB Ltd shall reimburse, the land lease paid by IREDA /RPCKL, less amount received as subsidy, if any, in addition to the above.

Accordingly, IREDA had made a claim of Rs. 1,313 Lakhs from RPCKL, who had responded in the negative of the claim and the value thereof. Further , IREDA has approached Appellate Tribunal for Electricity (APTEL) with a review petition for review of the tariff fixed. Notwithstanding, the generation income has been accounted for @ Rs. 3.83 per unit .

The Performance Guarantee Test Operational Acceptance of the Plant had been done and the Company had issued the Operational Acceptance certificate on 09.03.2020. The Plant handover and taking over has been done on 09.03.2021 .The Solar Project has been set up on Leasehold land, for which no lease rentals were payable for the first 5 years. During the year, the Company has entered

into a lease agreement with Renewable Power Corporation of Kerala Limited (RPCKL) with respect to the land use. As per the agreement, the Company was exempted from payment of the land lease charges till 06.10.2020.

25. Conveyance deeds in respect of leasehold buildings - a residential flat costing Rs 41.43 Lakhs (carrying cost as at March 31, 2021 : Rs. 4.25 Lakhs (previous year : Rs. 5.09 Lakhs) ), office premises-IHC costing Rs. 439.57 Lakhs (carrying cost as at March 31, 2021 : Rs. 104.19 Lakhs (previous year : Rs. 117.90 Lakhs)), and office premises-AKB costing Rs 4,227.58 Lakhs (carrying cost as at March 31, 2021 : Rs. 1,335.96 Lakhs (previous year : Rs. 1,497.68 Lakhs)), are yet to be executed in favor of the Company. The cost includes proportionate value of land which has not been separately determined and accounted for. As such, depreciation has been charged on composite cost at the rates prescribed in Schedule II to The Companies Act, 2013. Refer Note No. 38(12) .
26. The property tax demand raised upto March 31, 2021 in respect of all the residential and office premises have been paid. The property tax in respect of office building at India Habitat Centre has been paid as per the demand of India Habitat Centre upto March 31, 2021, which was based on unit area method. South Delhi Municipal Corporation has raised an issue with India Habitat Centre to include license fee received for the facilities area for the purpose of calculating ratable value for the period 1994-2004. This matter is now pending with the Hon'ble Delhi High Court. In case the Hon'ble Delhi High Court decides against the company, the liability on account of municipal tax will have to be reworked which is not ascertainable at this stage.
27. In terms of Section 135 of The Companies Act, 2013, IREDA is required to constitute a corporate social responsibility (CSR) Committee of the Board of Directors and the Company has to spend 2% of the average net profits of the Company's three immediately preceding financial year calculated as per section 198 of The Companies Act 2013. Accordingly, IREDA has a CSR Committee of the Board of Directors consisting of 4 Directors, having an independent director .

Details of gross amount required to be spent on CSR activities by the Company during the year:

| Sl. | Particulars   | (Rs. in Lakhs)                    |                                   |
|-----|---|-----------------------------------|-----------------------------------|
|     |   | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
| 1   | Amount required to be spent on CSR activities as per Section 135 (5) of Companies Act, 2013 | 727.36                            | 1,340.01                          |
| 2   | Carry forward from previous year  | 1,440.21                          | 2,019.24                          |
| 3   | Gross amount required to be spent   | 2,167.56                          | 3,359.25                          |
| 4   | Amount spent during the year  | 1,641.60*                         | 1,919.04                          |
| 5   | Unspent amount  | 525.97**                          | 1,440.21                          |

\*Including Board approved CSR spending of Rs. 902.02 lakhs for FY 2020-21 against the required amount to be spent on CSR activities as per Section 135 (5) of Companies Act, 2013 of Rs.727.36 lakhs for the FY 2020-21. Amount available for set off in succeeding financial years Rs.174.66 Lakhs .

\*\*In view of MCA notification dated 22.01.2021, applicable prospectively, unspent amount relating to financial year 2020-21 onwards will be transferred to CSR Unspent Account. CSR unspent amount pertains to previous years, relates to ongoing projects and will be spent in succeeding years.

For the FY 2020-21, the Board had approved the CSR budget of Rs. 727.36 Lakhs (previous year : Rs. 1,340.01 Lakhs) based on 2% of the average standalone Profit Before Tax as per Companies Act, 2013 .The projects sanctioned in a year are completed in subsequent years and there is milestone linked payment to various stages of completion of the project. Further, as per the DPE guidelines, the CSR Budget is non-lapsable and any unspent amount is carried forward to the next year for utilization for the purpose for which it was allocated.

During the year, the following new projects, with a total outlay of Rs. 902.02 Lakhs (previous year : Rs. 2,430.88 Lakhs) were approved to be financed by IREDA under CSR :

| Sl                           | CSR Project or activity identified   | Outlay | Implementing Agency       | (Rs. in Lakhs)      |
|------------------------------|--|--------|---------------------------|---------------------|
|                              |  |        |                           | Status - 31.03.2021 |
| <b>Healthcare (COVID-19)</b> |  |        |                           |                     |
| 1                            | Contribution to PM-CARES Fund for strengthening the fight against COVID-19   | 750.00 | Directly by IREDA         | Completed           |
| 2                            | Provision for 1500 PPE Kits and 40000 Three Layered Masks for Medical Staff engaged in Hospitals at Balrampur and Chandauli Aspirational Districts | 20.55  | Kendriya Bhandar, Lucknow | Completed           |
| 3                            | Supply of 5000 IREDA Branded Cloth Masks in Aspirational Districts of Balrampur & Chandauli and IREDA Stakeholder in Delhi                         | 6.29   | Kendriya Bhandar, Lucknow | Completed           |
| 4                            | Provision for 4000 PPE Kits and 40000 Three Layered Masks for Medical Staff engaged in Hospitals and Material                                      | 46.12  | Kendriya Bhandar, Lucknow | Completed           |

|   |  |               |   |           |
|---|--|---------------|---|-----------|
|   | for Campaign of COVID-19 appropriate Behaviour at Balrampur and Chandauli Aspirational Districts   |               |   |           |
| <b>Healthcare</b>   |  |               |   |           |
| 5   | Provision for Mobile Medical Van for running Therapy on Wheels Program of Samphia Foundation in Kullu, Himachal Pradesh.                         | 35.20         | Samphia Foundation                            | Completed |
| <b>Environment Sustainability, Ecological Balance and Conservation of Natural Resources</b> |  |               |   |           |
| 6   | Provision for SCADA System in India International Center, New Delhi  | 30.00         | India International Center, New Delhi         | Completed |
| 7   | Provision for installation of 2 Nos 5 kWp Solar PV Systems and 20 Nos. Solar PV Lighting Systems at Jeevodaya Foundation Itarasi, Madhya Pradesh | 13.86         | Rajasthan Electronics and Instruments Limited | Completed |
| <b>Total Outlay :</b>   |  | <b>902.02</b> |   |           |

**Amount spent during the year on CSR activities:**

(Rs. in Lakhs)

| Sl.  | Particulars                             | In cash         | Yet to be paid in cash | Total           | In cash         | Yet to be paid in cash | Total           |
|------|---|-----------------|------------------------|-----------------|-----------------|------------------------|-----------------|
|      |   | 2020-21         |                        |                 | 2019-20         |                        |                 |
| (i)  | Construction / acquisition of any asset | 1,640.40        | -                      | 1,640.40        | 1,911.77        | -                      | 1,911.77        |
| (ii) | On purposes other than (i) above        | 1.19            | -                      | 1.19            | 7.27            | -                      | 7.27            |
|      | <b>Total</b>                            | <b>1,641.60</b> | <b>-</b>               | <b>1,641.60</b> | <b>1,919.04</b> | <b>-</b>               | <b>1,919.04</b> |

During the year, an amount of Rs. 1,641.60 Lakhs (Previous Year: Rs. 1,919.04 Lakhs) has been spent on CSR projects based on the progress of the projects. Out of the funds released during the year, an amount of Rs. 902.20 Lakhs relates to the projects sanctioned in the financial year 2020-21 and balance of Rs. 739.39 Lakhs relates to the projects sanctioned in the earlier years (previous year : an aggregate amount of Rs.1,919.04 lakhs was spent , of which Rs. 1,321.52 lakhs was pertaining to the expenditure on projects sanctioned and disbursed in the FY 2019-20 and balance of Rs. 597.52 Lakhs relates to the projects sanctioned in the earlier years ).

**Details of CSR spent and unspent for the financial year 2020-21 :-**

| Total amount spent for the F.Y. 2020-21 (Rs. in Lakhs) | Amount Unspent ( Rs. in Lakhs)   |                  |  |                        |                  |
|--|--|------------------|--|------------------------|------------------|
|  | Total amount transferred to Unspent CSR Account under section 135(5) of Companies Act 2013 |                  | Total amount transferred to any fund specified under schedule VII, as per second proviso to section 135(5) of Companies Act 2013 |                        |                  |
|  | Amount ( Rs. in Lakhs)   | Date of transfer | Name of fund   | Amount ( Rs. in Lakhs) | Date of Transfer |
| 902.20   | -  | N.A              | N.A  | Nil                    | N.A              |

**Details of unspent CSR amount for the previous financial years:-**

| Amount transferred to Unspent CSR Account under Section 135(5) (Rs. in Lakhs) | Amount spent in the current financial year (Rs. In Lakhs) | Total amount transferred to any fund specified under schedule VII, as per second proviso to section 135(5) of Companies Act 2013 |                        |                  | Amount remaining to be spent in succeeding financial years ( Rs. In Lakhs) |
|---|---|--|------------------------|------------------|--|
|   |   | Name of fund   | Amount ( Rs. in Lakhs) | Date of Transfer |  |
| -   | 739.39  | N.A  | Nil                    | N.A              | 527.97*  |

\* Post adjustment of Rs. 174.66 lakhs excess spent for FY 2020-21 available for set off in succeeding financial years.

**28. Remuneration to Auditor**

(Rs. in Lakhs)

| Particulars                       | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
|-----------------------------------|-----------------------------------|-----------------------------------|
| <b>Auditor</b>                    |                                   |                                   |
| • Limited Review                  | 2.21 <sup>1</sup>                 | 1.50                              |
| • Statutory Audit                 | 8.87 <sup>2</sup>                 | 6.00                              |
| • Tax Audit                       | 2.95 <sup>3</sup>                 | 2.00                              |
| • Audit Fees For Interim Accounts | 5.95                              | -                                 |

|                       |              |                    |
|-----------------------|--------------|--------------------|
| <b>Other Services</b> |              |                    |
| • Certification Fees  | 1.75         | 2.25 <sup>4</sup>  |
| • IFCS Audit          | -            | 2.00 <sup>5</sup>  |
| • DRHP IPO related    | 3.00         | 16.00 <sup>5</sup> |
| <b>Total</b>          | <b>24.69</b> | <b>29.75</b>       |

## Notes:

- 1 Includes Rs. 0.23 Lakhs for FY 2019-20.
- 2 Includes Rs. 0.90 Lakhs for FY 2019-20.
- 3 Includes Rs. 0.30 Lakhs for FY 2019-20.
- 4 Includes Rs. 1.25 Lakhs for FY 2018-19.
- 5 Pertains to FY 2018-19.

## 29. Deferred Taxes - Disclosure as per Ind AS 12 'Income taxes'

## A. Tax recognised in Statement of profit and loss

| Particulars  | (Rs. in Lakhs)                       |                                      |
|--|--------------------------------------|--------------------------------------|
|  | For the year ended<br>March 31, 2021 | For the year ended<br>March 31, 2020 |
| Current income tax expense relation to:  |                                      |                                      |
| Current Year   | 29,162.31                            | 10,013.33                            |
| Adjustment of earlier years  | -                                    | -                                    |
| <b>Sub Total (A)</b>   | <b>29,162.31</b>                     | <b>10,013.33</b>                     |
| Deferred tax expense   | -                                    | -                                    |
| Origination and reversal of temporary differences  | (6,851.31)                           | (7,357.10)                           |
| Previously unrecognized tax loss, tax credit or temporary difference of a prior period (used to reduce deferred tax expense) | -                                    | -                                    |
| <b>Sub Total (B)</b>   | <b>(6,851.31)</b>                    | <b>(7,357.10)</b>                    |
| <b>Total (C=A+B)</b>   | <b>22,311.00</b>                     | <b>2,656.23</b>                      |
| Tax Expenses recognised on Effective portion of gain on hedging instrument in cash flow hedge reserve (D)                    | (8,262.31)                           | 4,386.67                             |
| <b>Total Tax Expenses (C+D)</b>  | <b>14,048.69</b>                     | <b>7,042.90</b>                      |

## B. Tax recognised in other comprehensive income

| Particulars  | (Rs. in Lakhs)                       |                                      |
|--|--------------------------------------|--------------------------------------|
|  | For the year ended<br>March 31, 2021 | For the year ended<br>March 31, 2020 |
| Actuarial (Gain)/ Loss   | 16.21                                | (50.62)                              |
| Income Tax on Effective portion on hedging instrument in cash flow hedge | (8,262.31)                           | 4,386.67                             |
| <b>Total</b>   | <b>(8,246.10)</b>                    | <b>4,336.05</b>                      |

## C. Reconciliation of tax expense and accounting profit

| Particulars  | (Rs. In Lakhs)                       |                                      |
|--|--------------------------------------|--------------------------------------|
|  | For the year ended<br>March 31, 2021 | For the year ended<br>March 31, 2020 |
| <b>Profit before Tax &amp; OCI</b>                                       | <b>23,982.06</b>                     | <b>63,385.46</b>                     |
| Applicable income tax rate (%)   | 25.17%                               | 25.17%                               |
| Expected income tax  | <b>6,035.81</b>                      | <b>15,952.85</b>                     |
| Tax effect of income tax adjustments:                                    |                                      |                                      |
| Depreciation   | 121.63                               | (1,745.27)                           |
| Deferred Items & OCI adjustment  | 1,003.96                             | 4,304.98                             |
| Treatment of 46A   | 9,430.32                             | (11,880.28)                          |
| IPO Expenses and Impairment  | 1,108.15                             | 3,258.82                             |
| Net disallowance under Section 43B and others                            | (15.98)                              | 134.58                               |
| Benefit of deduction u/s 36(1) of Income Tax Act 1961                    | (3,906.04)                           | (3,480.36)                           |
| Non-allowability of CSR expenses & Others                                | 413.16                               | 482.98                               |
| Fixed Assets Adjustment  | 0.24                                 | 0.04                                 |
| Other deductible tax expenses  | (189.18)                             | (0.50)                               |
| Excess Tax Provided  | 46.63                                | 15.07                                |
| Adjustment in Last Year Accounts   | -                                    | -                                    |
| <b>Total tax expenses in the Standalone Statement of Profit and Loss</b> | <b>14,048.69</b>                     | <b>7,042.90</b>                      |
| <b>Actual effective income tax rate on Book Income(%)</b>                | <b>58.58%</b>                        | <b>11.11%</b>                        |

**D. Movement of Deferred Tax**  
**2020-21**

| (Rs. in Lakhs)                                    |                                 |                               |                   |                                  |
|---|---------------------------------|-------------------------------|-------------------|----------------------------------|
| Particulars                                       | Net balance as at April 1, 2020 | Recognised in profit and loss | Recognised in OCI | Net balance as at March 31, 2021 |
| <b>Deferred Tax Assets</b>                        |                                 |                               |                   |                                  |
| Provision for Leave Encashment                    | 102.05                          | 30.26                         | -                 | 132.31                           |
| Provision for Gratuity                            | 0.08                            | (0.08)                        | -                 | 0.00                             |
| Provision for Post Retirement Medical Benefit     | 160.82                          | 53.81                         | -                 | 214.64                           |
| Provision for Sick Leave                          | 87.38                           | 8.15                          | -                 | 95.53                            |
| Provision for Baggage Allowance                   | 3.69                            | 0.82                          | -                 | 4.51                             |
| Provision for Performance Incentive               | 281.40                          | (50.53)                       | -                 | 230.87                           |
| Impairment  | 28,313.22                       | 7,490.38                      | -                 | 35,803.60                        |
| Front End Fee - deferred in Books                 | 367.83                          | (39.15)                       | -                 | 328.68                           |
| <b>Total</b>                                      | <b>29,316.47</b>                | <b>7,493.66</b>               | <b>-</b>          | <b>36,810.14</b>                 |
| <b>OCI Section</b>                                |                                 |                               |                   |                                  |
| <b>Deferred Tax Assets</b>                        |                                 |                               |                   |                                  |
| Actuarial loss on Gratuity                        | 13.57                           | -                             | (13.57)           | (0.00)                           |
| Actuarial loss on Post Retirement Medical Benefit | 37.87                           | -                             | (2.29)            | 35.58                            |
| Actuarial gain on Baggage allowance               | 0.26                            | -                             | (0.35)            | (0.08)                           |
| <b>Total</b>                                      | <b>51.70</b>                    | <b>-</b>                      | <b>(16.21)</b>    | <b>35.49</b>                     |
| <b>Deferred Tax Liabilities</b>                   |                                 |                               |                   |                                  |
| Depreciation                                      | 5,047.92                        | 149.18                        | -                 | 5,197.09                         |
| Forex loss translation difference                 | 9,951.61                        | 505.73                        | -                 | 10,457.34                        |
| Bonds   | 104.55                          | (12.56)                       | -                 | 91.99                            |
| <b>Total</b>                                      | <b>15,104.07</b>                | <b>642.35</b>                 | <b>-</b>          | <b>15,746.42</b>                 |
| <b>Net deferred tax asset/(liability)</b>         | <b>14,264.10</b>                | <b>6,851.31</b>               | <b>(16.21)</b>    | <b>21,099.21</b>                 |

**2019-20**

| (Rs. in Lakhs)                                    |                                 |                               |                   |                                  |
|---|---------------------------------|-------------------------------|-------------------|----------------------------------|
| Particulars                                       | Net balance as at April 1, 2019 | Recognised in profit and loss | Recognised in OCI | Net balance as at March 31, 2020 |
| <b>Deferred Tax Assets</b>                        |                                 |                               |                   |                                  |
| Provision for Leave Encashment                    | 85.02                           | 17.03                         | -                 | 102.05                           |
| Provision for Gratuity                            | (0.61)                          | 0.69                          | -                 | 0.08                             |
| Provision for Post Retirement Medical Benefit     | 167.78                          | (6.96)                        | -                 | 160.82                           |
| Provision for Sick Leave                          | 91.05                           | (3.66)                        | -                 | 87.38                            |
| Provision for Baggage Allowance                   | 3.66                            | 0.02                          | -                 | 3.69                             |
| Provision for Performance Incentive               | 342.44                          | (61.04)                       | -                 | 281.40                           |
| Impairment  | 18,496.30                       | 9,816.93                      | -                 | 28,313.22                        |
| Front End Fee - deferred in Books                 | 822.12                          | (454.29)                      | -                 | 367.83                           |
| Masala Bond Grant - deferred in Books             | 66.02                           | (66.02)                       | -                 | -                                |
| <b>Total</b>                                      | <b>20,073.77</b>                | <b>9,242.70</b>               | <b>-</b>          | <b>29,316.47</b>                 |
| <b>OCI Section</b>                                |                                 |                               |                   |                                  |
| <b>Deferred Tax Assets</b>                        |                                 |                               |                   |                                  |
| Actuarial loss on Gratuity                        | -                               | -                             | 13.57             | 13.57                            |
| Actuarial loss on Post Retirement Medical Benefit | 12.28                           | -                             | 25.59             | 37.87                            |
| Actuarial gain on Baggage allowance               | 0.05                            | -                             | 0.21              | 0.26                             |
| <b>Total</b>                                      | <b>12.33</b>                    | <b>-</b>                      | <b>39.37</b>      | <b>51.70</b>                     |
| <b>Deferred Tax Liabilities</b>                   |                                 |                               |                   |                                  |
| Depreciation                                      | 6,440.62                        | (1,392.70)                    | -                 | 5,047.92                         |
| Forex loss translation difference                 | 6,642.02                        | 3,309.59                      | -                 | 9,951.61                         |
| Bonds   | 135.83                          | (31.28)                       | -                 | 104.55                           |
| <b>Total</b>                                      | <b>13,218.47</b>                | <b>1,885.60</b>               | <b>-</b>          | <b>15,104.07</b>                 |
| <b>OCI Section</b>                                |                                 |                               |                   |                                  |
| <b>Deferred Tax Liabilities</b>                   |                                 |                               |                   |                                  |
| Actuarial gain on Gratuity                        | 11.25                           | -                             | (11.25)           | -                                |
| <b>Total</b>                                      | <b>11.25</b>                    | <b>-</b>                      | <b>(11.25)</b>    | <b>-</b>                         |
| <b>Net deferred tax asset/(liability)</b>         | <b>6,856.38</b>                 | <b>7,357.10</b>               | <b>50.62</b>      | <b>14,264.10</b>                 |

**E. Deductible temporary differences / unused tax losses / unused tax credits carried forward**

| Particulars   | As at March 31, 2021 | Expiry date | As at March 31, 2020 | Expiry date |
|---|----------------------|-------------|----------------------|-------------|
| Deductible temporary differences / unused tax losses/unused tax credits for which no deferred tax asset has been recognised | -                    | N/A         | -                    | N/A         |

**F. Aggregate current tax and deferred tax that are recognised directly to equity**

| Particulars | (Rs. in Lakhs)                    |                                   |
|-------------|-----------------------------------|-----------------------------------|
|             | For the year ended March 31, 2021 | For the year ended March 31, 2020 |
| Total       | -                                 | -                                 |

In case of Associates : Deferred tax assets/liabilities have not been recognized, since in the opinion of the management, there is no reasonable certainty that sufficient future income will be available against which these can be realized.

**30. Additional Information**

- a) Expenditure in Foreign Currency:
  - On Travelling Rs. Nil (previous year: Rs. 6.13 Lakhs )
  - Interest & Commitment expenses: Rs. 10,871.75 Lakhs (previous year :Rs. 16,311.45 Lakhs). In addition, hedging cost of Rs. 43,223.83 Lakhs (previous year: Rs. 42,812.71 Lakhs) has been paid in Indian Currency .
- b) Earnings in Foreign Exchange:
  - Interest : Rs. 46.63 Lakhs ( previous year : Rs. 166.57 Lakhs)
- c) M/s KfW paid Rs. 105.51 Lakhs ( previous year: Rs. 140.58 Lakhs) directly to consultants hired under TA programme under Direct Disbursement Procedures against Technical Assistance Programme (TAP) of EURO 0.6 Million sanctioned to IREDA in respect of KfW IV lines of credit for "technical Assistance for Solar PV Project Pipeline in India etc. Further travel expense of Rs. Nil (previous year: Rs. Nil) was reimbursed to IREDA by KfW under the TA programme.
- d) M/s KfW paid Rs. 112.28 Lakhs (previous year: Rs. 206.40 Lakhs) directly to consultant hired under TA programme under Direct Disbursement Procedures against TAP of EURO 1 Million sanctioned to IREDA in respect of KfW VI line of credit for expert services for capacity building measures and costs for related goods and services for IREDA .
- e) The World Bank has sanctioned a Clean Technology Fund (CTF) Grant of USD 2 Million to assist in financing of the Shared Infrastructure for Solar Parks Project under IBRD III Line of credit. During the year, World Bank reimbursed Rs. 132.64 Lakhs (previous year: Nil) to IREDA under the CTF Grant .

**31. MNRE PROGRAMME FUNDS**

The Company besides its own activities implements Programmes on behalf of Ministry for New and Renewable Energy on the basis of Memorandum of Understanding entered into with the said Ministry. In terms of stipulations of each of the MoUs, MNRE has placed an agreed sum in respect of each Programme with the company for programme implementation. Interest on MNRE funds are accounted as and when received. As the income generated by the MNRE programme loans is not the income of the company and also the loan assets belong to MNRE, the same is not considered for asset classification and provisioning purposes. On closure of the respective Programmes, the company is required to transfer the amount standing to the credit of MNRE (inclusive of interest accrued thereon) to MNRE after deducting the service charges, irrecoverable defaults and other dues as stipulated in the MoU. The amount due to MNRE on account of the above at the close of the period, along with interest on unutilized funds kept in separate bank accounts with Nationalized Banks as savings banks / short-term deposits etc shown as Bank balances other than included in Cash and Cash Equivalents (Refer Note 3) and the corresponding liability is shown under the head Other Financial Liabilities (Refer Note 22) in the Balance Sheet.

### 32. Generation Based Incentives (GBI) and Capital Subsidy Scheme, MNRE

IREDA is a Fund Administrator on behalf of MNRE for distribution of Generation Based Incentive and Capital Subsidy for Wind and Solar Sectors. Under these schemes, specific fund amount is provided by MNRE to IREDA for the purpose of disbursement of the same to the GBI claimants as per the scheme of MNRE. Therefore, essentially, the activity is receipt and utilization of funds. For any further release of GBI funds, IREDA is required to submit the Utilization Certificate along with audited statement of expenditure duly certified by a Chartered Accountants. The said requirement is fully complied with by IREDA and nothing further has been required by MNRE so far. The statutory auditors have not audited the accounts of Scheme.

### 33. MNRE GOI FULLY SERVICED BONDS

In terms of O.M. No. F.15(4)-B(CDN)/2015 dated 03.10.16 issued by Department of Economic Affairs, Ministry of Finance, Government of India, IREDA had been asked to raise an amount of Rs. 400,000.00 Lakhs through GOI fully serviced bonds for utilization of the proceeds by them for MNRE Schemes / Programs relating to Grid Interactive Renewable Power, off-Grid/Distributed & Decentralized Renewable Power and Investment in Corporations & Autonomous Bodies. An MoU between MNRE and IREDA has also been signed on 25.01.17 defining the role and responsibilities of both. Para No (c) of General Clauses at page 5 of the MoU specifically defines that the borrowings of MNRE bonds shall not be considered as assets/liability for any financial calculation by the Company. This implies that the amount raised by way of MNRE bonds while shall be reflected in the borrowing as well as assets however, there will be no impact of the same on IREDA's borrowings/ Assets or Income / Expenses.

IREDA had raised Rs. 164,000.00 Lakhs GOI Fully Service Bonds on behalf of MNRE during the year 2016-17 and the same has been shown under Note No. 24 - Other Non-Financial liabilities. Against this an amount of Rs. 163,879.20 Lakhs has been disbursed up to March 31, 2021 (Rs. 163,879.20 Lakhs upto March 31, 2020) as per the instructions of the MNRE for various plans/schemes. The said amount has been shown under Note No. 17 - Other Non-Financial Assets - as amount recoverable from MNRE. The amount was kept in MIBOR Linked deposit on which the accrued interest of Rs. 1,093.70 Lakhs as on March 31, 2021 (Rs. 1,092.75 Lakhs upto March 31, 2020) has been shown under Note No. 24 - Other Non-Financial liabilities. The balance cumulative amount (inclusive of interest accrued / earned) as on March 31, 2021 is 861.39 Lakhs (Rs. 855.29 Lakhs as on March 31, 2020) which is kept in MIBOR Linked Term Deposit and remaining in Current Account with Indusind Bank, amounting to Rs. 353.11 Lakhs as on March 31, 2021 (Rs. 358.26 Lakhs upto March 31, 2020) which are shown under Note No. 3 - Other Bank Balances in respective sub heads.

During the year, the interest on GOI fully Service Bond amounting to Rs. 12,434.70 Lakhs (previous year : Rs. 12,434.70 Lakhs) became due for payment and the same has been received from GOI and paid to the investor.

All other MNRE funds, except the above, have been shown under Financial Assets- Other Bank Balance, under Current / Saving Bank / Deposit account and corresponding liability shown under Other Financial liabilities.

### 34. SUBSIDY / INCENTIVE RECEIVED FROM MNRE AND HANDLED ON THEIR BEHALF

#### A. Interest Subsidy

As per the Government policy, MNRE is providing interest subsidy. The interest subsidy is released to borrowers implementing MNRE programmes of Co-generation, Small Hydro, Briquetting, Biomass, Solar Thermal and Waste to Energy on NPV basis and for Solar and SPV programmes on actual basis. The interest subsidy is passed on to the borrowers on quarterly basis subject to complying with the terms and conditions of the sanction by these borrowers.

The programme-wise details of interest subsidy are as under:-

| Name of the sector | Interest subsidy on NPV basis:- |               | (Rs. in Lakhs) |
|--------------------|---------------------------------|---------------|----------------|
|                    | Bio-mass                        | Co-generation | Small Hydro    |
| March 31, 2021     |                                 | 215.01        | 1.83           |
| March 31, 2020     |                                 | 215.01        | 1.83           |
|                    |                                 |               | Sub Total (A)  |
|                    |                                 |               | 216.84         |
|                    |                                 |               | 216.84         |

## (ii) Interest subsidy on actual basis:-

| Name of the sector | Solar Thermal Sector |                |                |                |                      |                |                        |               | (Rs. in Lakhs)    |  |
|--------------------|----------------------|----------------|----------------|----------------|----------------------|----------------|------------------------|---------------|-------------------|--|
|                    |                      | SPV WP 2000-01 | SPV WP 2001-02 | SPV WP 1999-00 | SPV WP Manufacturing | SPV WP 2002-03 | Accelerated SWH System | Sub Total (B) | Grand Total (A+B) |  |
| March 31, 2021     | 0.04                 | (-)51.35       | (-)1,36.03     | (-)6.85        | (-)2.97              | (-)41.39       | 0.10                   | (-)238.45     | (-) 21.61         |  |
| March 31, 2020     | 0.04                 | (-)51.35       | (-)1,36.03     | (-)6.85        | (-)2.97              | (-)41.39       | 0.10                   | (-)238.45     | (-) 21.61         |  |

**B. Capital subsidy**

During the year, an amount of Rs. 1,275.00 Lakhs (previous year: Rs. Nil ) was received from MNRE towards Capital Subsidy. Out of the total capital subsidy amount available, Rs. 1,275 Lakhs (previous year: Rs. Nil ) was passed on to the borrowers on compliance of the terms and conditions of the capital subsidy scheme.

**35. Debenture Redemption Reserve**

In terms of Rule 18 (7) (b) (ii) of The Companies Act 2013, the company is required to create a Debenture Redemption Reserve (DRR) upto 25% of the bonds issued through public issue. The Company has made a provision for DRR, so as to achieve the required amount over the respective tenure of the Tax Free Bonds . Accordingly a sum of Rs. 4,629.11 Lakhs has been provided for the year ended March 31, 2021 (previous year: Rs. 4,629.11 Lakhs ) .

**36. NBFC Reserve**

In terms of RBI circular no. DNBR(PD)CC.No.092/03.10.001/2017-18 dated May 31, 2018, IREDA is required to create NBFC reserve under Section 45-IC of RBI Act, 1934 @ 20% of post-tax profit. Accordingly an amount of Rs. 7,000.00 Lakhs (previous year : Rs. 4,300.00 Lakhs) has been transferred to NBFC Reserves.

**37. Disclosure related to financial instruments****I. Fair value measurement****Financial instrument by category**

| Particulars<br>(March 31, 2021)         | Amortized Cost      | At Cost      | At Fair Value    |                 | Total               |
|---|---------------------|--------------|------------------|-----------------|---------------------|
|   |                     |              | Through OCI      | Through P&L     |                     |
| <b>Financial assets</b>                 |                     |              |                  |                 |                     |
| Cash and cash equivalents               | 22,101.83           |              |                  |                 | 22,101.83           |
| Earmarked bank balances                 | 38,229.29           |              |                  |                 | 38,229.29           |
| Derivative financial instruments        |                     |              | 38,891.90        | 1,417.11        | 40,309.01           |
| Trade receivables                       | 297.66              |              |                  |                 | 297.66              |
| Loans                                   | 2,690,564.31        |              |                  |                 | 2,690,564.31        |
| Investments                             |                     | 12.00        |                  |                 | 12.00               |
| Other financial assets                  | 2,278.75            |              |                  |                 | 2,278.75            |
| <b>Total financial assets</b>           | <b>2,753,471.84</b> | <b>12.00</b> | <b>38,891.90</b> | <b>1,417.11</b> | <b>2,793,792.85</b> |
| <b>Financial liabilities</b>            |                     |              |                  |                 |                     |
| Derivative financial instruments        |                     |              | 9,183.16         |                 | 9,183.16            |
| Trade Payables                          | 8,015.61            |              |                  |                 | 8,015.61            |
| Debt Securities                         | 912,026.16          |              |                  |                 | 912,026.16          |
| Borrowings (Other than Debt Securities) | 1,423,055.09        |              |                  |                 | 1,423,055.09        |
| Subordinated Liabilities                | 64,919.20           |              |                  |                 | 64,919.20           |
| Other financial liabilities             | 80,496.43           |              |                  |                 | 80,496.43           |
| <b>Total financial liabilities</b>      | <b>2,488,512.50</b> | <b>-</b>     | <b>9,183.16</b>  |                 | <b>2,497,695.66</b> |



| Particulars<br>(March 31,2020)          | Amortized Cost      | At Cost      | At Fair Value    |                 | Total               |
|---|---------------------|--------------|------------------|-----------------|---------------------|
|   |                     |              | Through OCI      | Through P&L     |                     |
|   |                     |              | (Rs. in Lakhs)   |                 |                     |
| <b>Financial assets</b>                 |                     |              |                  |                 |                     |
| Cash and cash equivalents               | 98,836.04           |              |                  |                 | 98,836.04           |
| Earmarked bank balances                 | 58,735.71           |              |                  |                 | 58,735.71           |
| Derivative financial instruments        |                     |              | 65,062.91        | 6,193.07        | 71,255.99           |
| Trade receivables                       | 312.98              |              |                  |                 | 312.98              |
| Loans                                   | 2,297,768.68        |              |                  |                 | 2,297,768.68        |
| Investments                             |                     | 12.00        |                  |                 | 12.00               |
| Other financial assets                  | 2,486.44            |              |                  |                 | 2,486.44            |
| <b>Total financial assets</b>           | <b>2,458,139.85</b> | <b>12.00</b> | <b>65,062.91</b> | <b>6,193.07</b> | <b>2,529,407.84</b> |
| <b>Financial liabilities</b>            |                     |              |                  |                 |                     |
| Derivative financial instruments        |                     |              | 6,788.00         |                 | 6,788.00            |
| Trade Payables                          | 6,580.14            |              |                  |                 | 6,580.14            |
| Debt Securities                         | 926,758.64          |              |                  |                 | 926,758.64          |
| Borrowings (Other than Debt Securities) | 1,243,625.87        |              |                  |                 | 1,243,625.87        |
| Subordinated Liabilities                | 14,970.00           |              |                  |                 | 14,970.00           |
| Other financial liabilities             | 94,064.47           |              |                  |                 | 94,064.47           |
| <b>Total financial liabilities</b>      | <b>2,285,999.11</b> | <b>-</b>     | <b>6,788.00</b>  |                 | <b>2,292,787.10</b> |

ii. **Fair value hierarchy**

This section explains the judgement and estimates made in determining the fair values of financial instruments that are

- recognised and measured at fair value and
- measured at amortised cost and for which fair values are disclosed in financial statements. To provide an indication about reliability of the inputs used in determining fair value the company has classified its financial instruments into three levels prescribed under accounting standard. An explanation on each level follows underneath the table .
- considering the materiality, we have ignored discounting of employee loan and security deposits.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

**Level 2:** Financial instruments that are not traded in active market (for example, traded bonds,) is determined using other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

**Level 3:** Technique which use inputs that have a significant effect on the recorded fair value that are not based on observable market data like unlisted equity securities.

A. **Financial assets and liabilities measured at fair value - recurring fair value measurements- As at March 31, 2021 \***

| Particulars                                 | (Rs. in Lakhs) |          |                  |
|---|----------------|----------|------------------|
|   | Level 1        | Level 2  | Level 3          |
| <b>Financial assets :-</b>                  |                |          |                  |
| <i>Derivatives designated as hedges</i>     |                |          |                  |
| Principal only swap                         | -              | -        | 37,700.50        |
| Cross currency interest rate swap           | -              | -        | 1,191.39         |
| <b>Derivatives not designated as hedges</b> |                |          |                  |
| Principal only swap                         | -              | -        | 1,417.12         |
| Cross currency interest rate swap           | -              | -        | -                |
| <b>Total financial assets</b>               | <b>-</b>       | <b>-</b> | <b>40,309.01</b> |
| <b>Financial liabilities</b>                |                |          |                  |
| <i>Derivatives designated as hedges</i>     |                |          |                  |

|   |   |   |                 |
|---|---|---|-----------------|
| Principal only swap                         | - | - | 9,137.96        |
| Cross currency interest rate swap           | - | - | 45.20           |
| <b>Derivatives not designated as hedges</b> |   |   |                 |
| Principal only swap                         | - | - | -               |
| Cross currency interest rate swap           | - | - | -               |
| <b>Total financial liabilities</b>          | - | - | <b>9,183.16</b> |

\* Amounts are shown at their Fair value

**Assets and liabilities which are measured at amortised cost for which fair values are disclosed**

| As at March 31, 2021 *                        | Level 1 | Level 2 | Level 3             |
|---|---------|---------|---------------------|
| <b>Financial assets</b>                       |         |         |                     |
| <b>Financial assets at amortisation:</b>      |         |         |                     |
| Loan to companies                             | -       | -       | 2,685,377.08        |
| <b>Total financial assets</b>                 | -       | -       | <b>2,685,377.08</b> |
| <b>Financial Liabilities</b>                  |         |         |                     |
| <b>Financial liabilities at amortisation:</b> |         |         |                     |
| Debt securities                               | -       | -       | 912,026.16          |
| Borrowings(other than debt securities)        | -       | -       | 1,423,055.09        |
| Subordinated liabilities                      | -       | -       | 64,919.20           |
| <b>Total financial liabilities</b>            | -       | -       | <b>2,400,000.45</b> |

\* Amounts are shown at their Fair value

**B. Financial assets and liabilities measured at fair value - recurring fair value measurements- As at March 31, 2020 \***

(Rs. in Lakhs)

| Particulars                                 | Level 1 | Level 2 | Level 3          |
|---|---------|---------|------------------|
| <b>Financial assets :-</b>                  |         |         |                  |
| <b>Derivatives designated as hedges</b>     |         |         |                  |
| Principal only swap                         | -       | -       | 60,797.70        |
| Cross currency interest rate swap           | -       | -       | 4,265.21         |
| <b>Derivatives not designated as hedges</b> |         |         |                  |
| Principal only swap                         | -       | -       | 6,193.07         |
| Cross currency interest rate swap           | -       | -       | -                |
| <b>Total financial assets</b>               | -       | -       | <b>71,255.99</b> |
| <b>Financial liabilities</b>                |         |         |                  |
| <b>Derivatives designated as hedges</b>     |         |         |                  |
| Principal only swap                         | -       | -       | 6,788.00         |
| Cross currency interest rate swap           | -       | -       | -                |
| <b>Derivatives not designated as hedges</b> |         |         |                  |
| Principal only swap                         | -       | -       | -                |
| Cross currency interest rate swap           | -       | -       | -                |
| <b>Total financial liabilities</b>          | -       | -       | <b>6,788.00</b>  |

\* Amounts are shown at their Fair value

**Assets and liabilities which are measured at amortised cost for which fair values are disclosed**

(Rs. in Lakhs)

| As at March 31, 2020 *                   | Level 1 | Level 2 | Level 3             |
|--|---------|---------|---------------------|
| <b>Financial assets</b>                  |         |         |                     |
| <b>Financial assets at amortisation:</b> |         |         |                     |
| Loan to companies                        | -       | -       | 2,276,461.95        |
| <b>Total financial assets</b>            | -       | -       | <b>2,276,461.95</b> |

|   |   |   |                     |
|---|---|---|---------------------|
| <b>Financial Liabilities</b>                  |   |   |                     |
| <b>Financial liabilities at amortisation:</b> |   |   |                     |
| Debt securities                               | - | - | 926,758.64          |
| Borrowings(other than debt securities)        | - | - | 1,243,625.87        |
| Subordinated liabilities                      | - | - | 14,970.00           |
| <b>Total financial liabilities</b>            | - | - | <b>2,185,354.50</b> |

\* Amounts are shown at their Fair value

### III. Valuation technique used to determine fair value

MTM calculation is based upon the valuation provided by the registered independent valuer for outstanding derivative instrument at reporting date.

Discounted cash flow analysis.

#### Fair value measurements using significant unobservable inputs(level 3)

Pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.

The following table presents changes in level 3 items for the period ended March 31, 2021 and March 31, 2020:-

| Particulars  | (Rs. in Lakhs)         |                    |
|--|------------------------|--------------------|
|  | Derivative Instruments | Derivative item    |
| Gains/(losses) recognised in profit and loss under Derivative deals in derivative accounting | (1,247.31)             | -                  |
| Gains/(losses) recognised in Other Comprehensive Income                                      | (30,106.51)            | (2,722.13)         |
| <b>As at March 31, 2021</b>  | <b>(31,353.82)</b>     | <b>(2,722.13)</b>  |
| Gains/(losses) recognised in profit and loss under Derivative deals in derivative accounting | 7,165.32               | -                  |
| Gains/(losses) recognised in Other Comprehensive Income                                      | 68,462.48              | (28,982.87)        |
| <b>As at March 31, 2020</b>  | <b>75,627.80</b>       | <b>(28,982.87)</b> |

### IV. Valuation Processes

For valuation of MTM value of hedge deal, IREDA has obtained valuation from a registered independent expert valuer, who has provided such valuation after considering movement in market position, movement in exchange rate, interest rate etc.

### V. Fair value of financial assets and liabilities measured at amortised cost

| Particulars                                | (Rs. in Lakhs)         |                          |                        |                          |
|--|------------------------|--------------------------|------------------------|--------------------------|
|  | As at March 31, 2021   |                          | As at March 31, 2020   |                          |
| <b>Financial Assets</b>                    | <b>Carrying amount</b> | <b>Transaction value</b> | <b>Carrying amount</b> | <b>Transaction value</b> |
| <b>Financial assets at amortised cost:</b> |                        |                          |                        |                          |
| Loan to companies                          | 2,685,377.08           | 2,692,840.02             | 2,276,461.95           | 2,282,037.04             |
| <b>Total financial assets</b>              | <b>2,685,377.08</b>    | <b>2,692,840.02</b>      | <b>2,276,461.95</b>    | <b>2,282,037.04</b>      |

| Particulars                                     | (Rs. in Lakhs)         |                          |                        |                          |
|---|------------------------|--------------------------|------------------------|--------------------------|
|   | As at March 31, 2021   |                          | As at March 31, 2020   |                          |
| <b>Financial liabilities</b>                    | <b>Carrying amount</b> | <b>Transaction value</b> | <b>Carrying amount</b> | <b>Transaction value</b> |
| <b>Financial liabilities at amortised cost:</b> |                        |                          |                        |                          |
| Debt securities                                 | 912,026.16             | 912,565.46               | 926,758.64             | 927,565.46               |
| Borrowings(other than debt securities)          | 1,423,055.09           | 1,423,059.27             | 1,243,625.87           | 1,243,632.70             |
| Subordinated liabilities                        | 64,919.20              | 65,000.00                | 14,970.00              | 15,000.00                |
| <b>Total financial liabilities</b>              | <b>2,400,000.45</b>    | <b>2,400,624.73</b>      | <b>2,185,354.50</b>    | <b>2,186,198.16</b>      |

The carrying amount of the trade receivables, trade payables, cash and cash equivalents, other bank balance, other financial assets and liabilities are considered to be same as their fair values, due to their short term nature.

The fair values for borrowings, loans to companies, debt securities are calculated based on cash flows discounted using current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs, including own credit risk.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

**38. Financial risk management**

Risk is managed through a risk management frame work, identification measurement and monitoring subject to risk limits and other controls. The Board of Directors is responsible for overall risk management approach and for approving the risk management strategies and principles.

The risk committee has the responsibility for the development of risk strategy and implementing principles, framework, policies and limits. The risk committee is responsible for managing risk decisions and monitoring risk level and report to the Board. The company's finance & treasury is responsible for managing its assets and liability and overall financial structure. The finance & treasury is also responsible for the funding and liquidity of the company. The company also has a designated Chief Risk Officer (CRO) as per the directive of the RBI

Company's activities expose it to market risk, liquidity risk and credit risk. In order to minimize any adverse effects on the financial performance of the company, derivative financial instruments, such as foreign exchange forward contracts, foreign currency option contracts , swaps etc are entered into to hedge foreign currency risk exposures. Derivatives are used exclusively for hedging purpose and not as trading or speculative instruments. A Foreign Exchange and Derivatives Risk Management Policy, a Forex Management Committee is in place in the Company and hedging instruments are used to lower/mitigate the currency and interest rate risks on the foreign currency borrowings.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the impact of hedge accounting in the financial statements.

| Risk                          | Exposure arising from  | Measurement                                   | Management   |
|-------------------------------|--|---|--|
| Credit risk                   | Cash and cash equivalents, financial asset measured at amortised cost. (Loan & Advances), trade receivables, derivative financial instruments, | Ageing analysis<br>Credit ratings             | Diversification of bank deposits,<br>Credit Exposure limits, letter of credit, Hedging transaction Monitoring    |
| Liquidity risk                | Borrowings and other liabilities   | Rolling cash flow forecasts                   | Availability of committed credit lines , borrowing facilities and also short term loans/ WC limits and OD limits |
| Market risk- foreign exchange | Fair value or future cash flow of financial instrument will fluctuate due to foreign exchange rate   | Cash flow forecasting<br>Sensitivity analysis | Forward foreign exchange contracts , swaps etc   |
| Market risk- interest rate    | Long-term borrowings at variable rates   | Sensitivity analysis                          | Interest rate swaps  |
| Market risk- security prices  | Investment in commercial paper   | Sensitivity analysis                          | Portfolio diversification  |

**A. Credit risk**

Credit risk is the inherent risk in the lending operation and arises from lowering of the credit quality of the borrowers and the risk of default in repayments by the borrowers. A robust credit appraisal system is in place for the appraisal of the projects in order to assess the credit risk. The process involves appraisal of the projects, rating by external agencies and assessment of credit risk, appropriate structuring to mitigate the risk along with other credit risk mitigation measures.

The company splits its exposures into smaller homogenous portfolio based on shared credit risk characteristic, as described below in the following order:-

- Secured/ unsecured i.e. based on whether the loans are secured.
- Nature of security i.e. nature of security if the loans are determined to be secured.
- Nature of loan i.e. RE Sector to which the loan has been extended .

An assessment of whether credit risk has increased significantly since initial recognition is performed at each reporting date by considering the change in the risk of default occurring over the remaining life of the financial instrument. In determining whether the risk of default has increased significantly since initial recognition, the Company considers more than 30 days overdue as a parameter. Additionally, the Company considers any other observable input indicating a significant increase in credit risk.

The Company defines a financial instrument as in default when it has objective evidence of impairment at the reporting date. It has evaluated these loans under stage III on case to case basis based on the defaulted time, performance/operation of the project.

Company has recognized provision on loans and advances on the basis of ECL Model.

Collateral and other credit enhancement

The amount and type of collateral required depends on an assessment of the credit risk. The main type of collaterals are FDR/BGs, Charge on immovable property belonging to the promoter and corporate guarantees on case to case basis.

a) The company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties and for industry concentrations, and by monitoring exposures in relation to such limits.

**i. Provision for expected credit losses**

| Stage   | Category                         | Description of category   | Basis for recognition of expected credit loss provision |
|---------|----------------------------------|---|---|
|         |                                  |   | Loans   |
| Stage 1 | Standard Assets                  | Assets where counter party has strong capacity to meet the obligations and where risk of default is negligible or nil / regularly paying assets | 12 month ECL  |
| Stage 2 | Loans with increased credit risk | Assets where there has been a significant increase in credit risk since initial recognition.  | Lifetime expected credit losses                         |
| Stage 3 | Loans- Impaired                  | Assets where there is high probability of default and written off assets where there is low expectation of recovery                             | Lifetime expected credit losses                         |

**ii. Significant estimates and judgements**

**Impairment of financial assets**

**(a) Expected Credit Loss (ECL) for loans**

(Rs. in Lakhs)

| Stage     | Asset Group  | Loan Portfolio as on March 31, 2021 | ECL as on March 31,2021 |
|-----------|--------------|-------------------------------------|-------------------------|
| Stage I   | Loan         | 2,372,746.14                        | 25,547.32               |
| Stage II  | Loan         | 163,862.40                          | 32,294.79               |
| Stage III | Loan         | 244,155.27                          | 93,132.88               |
|           | <b>Total</b> | <b>2,780,763.82 *</b>               | <b>150,974.99</b>       |

\*Excluding Funded Interest Term Loan (FITL) balance of Rs. 4,196.92 Lakhs on which equivalent liability is standing in the books.

(Rs. in Lakhs)

| Stage     | Asset Group  | Loan Portfolio as on March 31, 2020 | ECL as on March 31,2020 |
|-----------|--------------|-------------------------------------|-------------------------|
| Stage I   | Loan         | 1,852,982.99                        | 18,357.73               |
| Stage II  | Loan         | 257,070.49                          | 25,070.51               |
| Stage III | Loan         | 237,300.16                          | 73,554.10               |
|           | <b>Total</b> | <b>2,347,353.64*</b>                | <b>116,982.34</b>       |

\*Excluding Funded Interest Term Loan (FITL) balance of Rs. 7,235.69 Lakhs on which equivalent liability is standing in the books.

**(b) Expected credit loss for trade receivables under simplified approach :**

(Rs. in Lakhs)

| Ageing<br>(As at March 31,2021)                          | Not due       | 0-30 days past due | 31-60 days past due | 91-120 days past due | More than 120 days past due | Total         |
|--|---------------|--------------------|---------------------|----------------------|-----------------------------|---------------|
| Gross carrying amount*                                   | 297.00        | -                  | -                   | -                    | -                           | 297.00        |
| Expected loss rate                                       | -             | -                  | -                   | -                    | -                           | -             |
| Expected credit losses (Loss allowance provision)        | -             | -                  | -                   | -                    | -                           | 297.00        |
| Carrying amount of trade receivables (net of impairment) | 297.00        | -                  | -                   | -                    | -                           | 297.00        |
| <b>Balance as at March 31, 2021</b>                      | <b>297.00</b> | <b>-</b>           | <b>-</b>            | <b>-</b>             | <b>-</b>                    | <b>297.00</b> |

\*Represents trade receivable for Solar plant assets.

(Rs. in Lakhs)

| Ageing<br>(As at March 31,2020)                          | Not due       | 0-30 days past due | 31-60 days past due | 91-120 days past due | More than 120 days past due | Total         |
|--|---------------|--------------------|---------------------|----------------------|-----------------------------|---------------|
| Gross carrying amount*                                   | 311.96        | -                  | -                   | -                    | -                           | 311.96        |
| Expected loss rate                                       | -             | -                  | -                   | -                    | -                           | -             |
| Expected credit losses (Loss allowance provision)        | -             | -                  | -                   | -                    | -                           | 311.96        |
| Carrying amount of trade receivables (net of impairment) | 311.96        | -                  | -                   | -                    | -                           | 311.96        |
| <b>Balance as at March 31, 2020</b>                      | <b>311.96</b> | <b>-</b>           | <b>-</b>            | <b>-</b>             | <b>-</b>                    | <b>311.96</b> |

\*Represents trade receivable for Solar plant assets.

**B. Liquidity Risk**

Liquidity Risk is the inability to meet short term and long term liabilities as and when they become due.

Liquidity is monitored by Liquidity gap analysis. The Liquidity risk is managed by a number of strategies such as long term resource raising, resource raising based on projected disbursement and maturity profile.

**(i) Financing arrangements**

The company had access to the following undrawn borrowing facilities at the end of the reporting period:

| Particulars  | (Rs. in Lakhs) |                |
|--|----------------|----------------|
|  | March 31, 2021 | March 31, 2020 |
| <b>Fixed rate</b>  |                |                |
| - Expiring within one year (Financial institutions –Forex Loans) | 17,219.80      | 16,609.92      |
| - Expiring beyond one year (Financial institutions –Forex Loans) | 14,252.53      | 14,617.30      |
| <b>Floating rate</b>   |                |                |
| - Expiring within one year (Financial institutions –Forex Loans) | 86,099.00      | 124,574.40     |
| - Expiring beyond one year (Bank loans)                          | 175,200.45     | 75,000.00      |
| - Expiring beyond one year (Financial institutions –Forex Loans) | 197,966.72     | 216,173.52     |

IREDA has working capital facilities in the form of cash credit (CC)/overdraft (OD)/short term loan (STL)/working capital demand loan (WC DL) aggregating to Rs. 117,800.00 Lakh (Previous year : Rs. 34,800.00 Lakh). Under working capital facility Rs. 10,000.00 Lakh is available as overdraft facility without any interchangeability with STL/WCDL whereas Rs. 58,000.00 Lakh limit is available as interchangeability of CC/WCDL with STL/WCDL (Previous year : Nil) and Rs. 49,800.00 Lakh is available as STL/WCDL without any interchangeability with CC/OD (Previous year : Rs. 14,800.00 Lakh). The utilisation as on 31.03.2021 is Rs. 46,015.70 Lakhs (Previous year : Nil) in the form of CC/OD and Rs. 15,000.00 Lakhs (Previous year: Nil) in the form of STL.

**(ii) Maturities of financial liabilities**

The tables below analyses the company's financial liabilities into relevant maturity groupings based on their contractual maturities for: all non-derivative financial liabilities for which the contractual maturities are essential for an understanding of the timing of the cash flows:-

The amounts disclosed in the table are the contractual undiscounted cash flows.

As at March 31, 2021

(Rs. in Lakhs)

| Particulars                  | 1-7 Days  | 8-14 Days | 15- 30/ 31 days (1 month) | Over 1 months -2 months | Over 2 months - 3 months | Over 3 months - upto 6 months | Over 6 months -upto 1 year | Over 1 year & up to 3 years | Over 3 & up to 5 years | Over 5 year s | Total        |
|------------------------------|-----------|-----------|---------------------------|-------------------------|--------------------------|-------------------------------|----------------------------|-----------------------------|------------------------|---------------|--------------|
| Borrowings                   | 46,015.70 | -         | 15,000.00                 | -                       | 8,147.79                 | 13,117.43                     | 20,022.71                  | 545,838.37                  | 91,931.20              | 628,750.44    | 1,368,823.64 |
| Foreign Currency liabilities | -         | -         | 5,819.12                  | 4,304.95                | 20,820.56                | 8,694.44                      | 37,854.09                  | 163,102.02                  | 173,289.47             | 617,916.44    | 1,031,801.08 |

As at March 31, 2020

(Rs. in Lakhs)

| Particulars                  | 1-7 Days | 8-14 Days | 15- 30/ 31 days (1 month) | Over 1 months -2 months | Over 2 months - 3 months | Over 3 months - upto 6 months | Over 6 months - upto 1 year | Over 1 year & up to 3 years | Over 3 & up to 5 years | Over 5 year s | Total        |
|------------------------------|----------|-----------|---------------------------|-------------------------|--------------------------|-------------------------------|-----------------------------|-----------------------------|------------------------|---------------|--------------|
| Borrowings                   | 0.00     | -         | -                         | -                       | 6,891.09                 | 22,860.88                     | 33,843.20                   | 308,021.71                  | 95,458.59              | 655,828.10    | 1,122,903.57 |
| Foreign Currency liabilities | -        | -         | 5,496.89                  | 4,152.48                | 16,360.17                | 9,154.31                      | 33,193.70                   | 152,037.21                  | 128,822.18             | 714,077.65    | 1,063,294.58 |

**C. Market Risk**

Market risk is the possibility of loss mainly due to fluctuation in the interest rates and foreign currency exchange rates. To mitigate the lending interest rate risk, the company has a Committee which periodically reviews its lending rates based on market conditions, ongoing interest rates of the peers and incremental cost of borrowings.

Company's borrowings comprise of both floating rate and fixed rate borrowings linked to benchmark rates as applicable. For the foreign currency borrowings, the company mitigates the risk due to floating interest rate by taking hedging arrangements. Further the company periodically monitors the floating rate linked portfolio.

The foreign exchange borrowings from overseas lending agencies exposes the company to foreign currency exchange rate movement risk. As per the Board approved policy, company mitigates the foreign currency exchange rate risk by undertaking various derivative instruments to hedge the risk such as Interest Rate and Currency Swaps (derivatives transactions), forward contracts etc. These derivative contracts, carried at fair value, have varying maturities depending upon the underlying contract requirement and risk management strategy of the Company.

#### I. Foreign currency risk:-

The company has foreign exchange exposure in the form of borrowings from overseas lending agencies as part of its resources basket, large cross border flows together with the volatility may render IREDA's Balance Sheet vulnerable to exchange rate movements. As per its Board approved policy, company mitigates the foreign exchange risk through Interest Rate and Currency Swaps (derivatives transactions). These foreign exchange contracts, carried at fair value, have varying maturities depending upon the underlying contract requirement and risk management strategy of the Company.

##### (a) Foreign currency risk exposure :

The company's exposure to foreign currency risk at the end of the reporting period expressed in INR, are as follows:-

(Rs. in Lakhs)

| Particulars  | March 31, 2021    |                   |                   | March 31, 2020    |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
|  | USD               | Euro              | JPY               | USD               | Euro              | JPY               |
| <b>Financial assets</b>                                    |                   |                   |                   |                   |                   |                   |
| Bank balance in Foreign countries                          | 1,750.68          | -                 | -                 | 7,800.38          | -                 | -                 |
| <b>Derivative assets</b>                                   |                   |                   |                   |                   |                   |                   |
| Foreign exchange swap contracts                            | 31,221.67         | 3,941.47          | 5,145.87          | 54,669.80         | 490.95            | 16,095.24         |
| <b>Financial liabilities</b>                               |                   |                   |                   |                   |                   |                   |
| Foreign currency loan                                      | 382,941.90        | 250,898.26        | 397,960.92        | 359,140.32        | 286,463.22        | 417,691.05        |
| <b>Derivative liabilities</b>                              |                   |                   |                   |                   |                   |                   |
| Foreign exchange swap contracts                            | 1,817.95          | 1,497.06          | 5,868.15          | -                 | 6,257.17          | 530.82            |
| <b>Net exposure to foreign currency risk (liabilities)</b> | <b>351,788.42</b> | <b>248,453.85</b> | <b>398,683.20</b> | <b>297,877.83</b> | <b>292,228.53</b> | <b>401,919.78</b> |
| <b>Net exposure to foreign currency risk (Assets)</b>      | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>-</b>          |

##### (b) Sensitivity

Sensitivity of profit and loss due to changes in exchange rates arises mainly from foreign currency denominated financial instruments. The below table presents the impact on Statement of Profit and Loss (+ Gain / (-) Loss) due to changes in foreign currency exchange rate against INR by 5% on foreign currency exposure\*:-

(Rs. in Lakhs)

| Particulars     | March 31, 2021                                       |            | March 31, 2020 |            |
|-----------------|--|------------|----------------|------------|
|                 | Decrease   | Increase   | Decrease       | Increase   |
|                 | <b>on account of change in foreign exchange rate</b> |            |                |            |
| USD Sensitivity | (1,028.96)   | 1,028.96   | ( 2,291.27)    | 2,291.27   |
| EUR Sensitivity | 4,099.18   | (4,099.18) | 5,338.06       | (5,338.06) |
| JPY Sensitivity | 7,339.70   | (7,339.70) | 7,703.58       | (7,703.58) |

\*Holding all other variables constant

## II. Cash flow and fair value interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates to the long-term foreign currency loans with floating interest rates. The Company manages its interest rate risk according to its Board approved Foreign Currency and Interest Rate Risk Management policy.

The company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

**(a) Interest rate risk exposure**

The exposure of the group's borrowing to interest rate changes at the end of the reporting period are as follows:

| Particulars              | (Rs. in Lakhs)    |                   |
|--------------------------|-------------------|-------------------|
|                          | March 31, 2021    | March 31, 2020    |
| Variable rate borrowings |                   |                   |
| Domestic                 | 52,299.55         | 172,627.93        |
| International            | 369,941.03        | 391,603.46        |
| <b>Total</b>             | <b>422,240.58</b> | <b>564,231.39</b> |

**(b) Sensitivity**

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

| Particulars                                   | (Rs. in Lakhs)             |                |
|---|----------------------------|----------------|
|   | Impact on profit after tax |                |
|   | March 31, 2021             | March 31, 2020 |
| Interest rates – increase by 50 basis points* | (2,111.21)                 | (2,821.16)     |
| Interest rates – decrease by 50 basis points  | 2,111.21                   | 2,821.16       |

\* Holding all other variables constant

**(c) Impact of hedging activities**

**Derivative financial instruments and Hedge accounting**

The Company has a Board approved policy for undertaking derivative financial instruments, such as Principal Only Swap(POS), Cross Currency & Interest Rate Swap (CCIRS), Forwards, Interest Rate Swaps (IRS), Cross, Currency and Cross Currency Options, structured / cost reduction products etc. to hedge and mitigate its foreign currency risks and interest rate risks.

The Company uses derivative financial instruments, in form of Principal Only Swap(POS), Cross Currency & Interest Rate Swap (CCIRS), Forwards, Interest Rate Swaps (IRS), Cross, Currency and Cross Currency Options, structured / cost reduction products etc. to hedge its foreign currency risks and interest rate risks.

Hedge ineffectiveness is determined at the inception of the hedge relationship, and through periodic prospective effectiveness assessments to ensure that an economic relationship exists between the hedged item and hedging instrument. The Company applies the following effectiveness testing strategies:

- For cross currency swaps and interest rate swaps that exactly match the terms of the terms of the hedged item, the economic relationship and hedge effectiveness are based on the qualitative factors using critical terms match method.

The Company has established a hedge ratio of 1:1 for the hedging relationships as the underlying risk and notional amount of the hedging instruments are identical to the hedged items.

**Movement in cash flow hedge reserve :**

| Particulars  | (Rs. in Lakhs)   |                  |
|--|------------------|------------------|
|  | March 31, 2021   | March 31, 2020   |
| Balance at the beginning of the year                                 | 55,154.33        | 15,674.72        |
| Change in the fair value of effective portion of hedging instruments | (30,106.51)      | 68,462.48        |
| Foreign exchange gain/ (losses) on hedged items.                     | (2,722.13)       | (28,982.87)      |
| <b>Balance at the end of the year (Before Taxes )</b>                | <b>22,325.69</b> | <b>55,154.33</b> |



**Disclosures of effects of hedge accounting on Balance Sheet:****As at March 31, 2021****(Rs. in Lakhs)**

| Type of hedge and risks                 | Maturity dates              | Hedge ratio | Weighted average strike price/rate | Change in fair value of hedging instruments |
|---|-----------------------------|-------------|------------------------------------|---|
| <b>Cash flow hedge</b>                  |                             |             |                                    |   |
| Foreign exchange and interest rate risk |                             |             |                                    |   |
| (i) Cross currency swaps                |                             |             |                                    |   |
| - USD                                   | 15-Oct-2024 to 07-Oct-2035  | 1 : 1       | 67.6734                            | -21,457.99                                  |
| - EUR                                   | 28-May-2021 to 31-May-2029  | 1 : 1       | 81.3521                            | 8,660.31                                    |
| - JPY                                   | 19-June-2021 to 20-Mar-2025 | 1 : 1       | 0.6590                             | -14,623.77                                  |
| (ii) Interest rate swaps                |                             |             |                                    |   |
| - USD                                   | 15-July-2026 to 15-Oct-2026 | 1 : 1       | 67.0767                            | -1,006.41                                   |
| - EUR                                   | 30-Jun-2024                 | 1 : 1       | 81.4                               | -449.69                                     |
| - JPY                                   | 19-June-2024                | 1 : 1       | 0.5925                             | -1,662.93                                   |

**As at March 31, 2020****(Rs. in Lakhs)**

| Type of hedge and risks                 | Maturity dates               | Hedge ratio | Weighted average strike price/rate | Change in fair value of hedging instruments |
|---|------------------------------|-------------|------------------------------------|---|
| <b>Cash flow hedge</b>                  |                              |             |                                    |   |
| Foreign exchange and interest rate risk |                              |             |                                    |   |
| (i) Cross currency swaps                |                              |             |                                    |   |
| - USD                                   | 20-Oct-2020 to 15-April-2034 | 1 : 1       | 70.1854                            | 40,439.14                                   |
| - EUR                                   | 30-Dec-2020 to 31-May-2029   | 1 : 1       | 81.3573                            | 9,378.67                                    |
| - JPY                                   | 19-Dec-2019 to 20-Mar-2025   | 1 : 1       | 0.6430                             | 14,538.71                                   |
| (ii) Interest rate swaps                |                              |             |                                    |   |
| - USD                                   | 15-Jun-2020 to 15-Oct-2026   | 1 : 1       | 67.0887                            | 1,584.63                                    |
| - EUR                                   | 31-May-2020 to 30-Jun-2024   | 1 : 1       | 73.2641                            | 74.83                                       |
| - JPY                                   | 19-June-2020 to 19-June-2024 | 1 : 1       | 0.6195                             | 2,446.50                                    |

For details regarding notional amounts and carrying amount of derivatives, please refer Note 4 - Derivative financial Instruments in the financial statements.

**Effects of hedge accounting on statement of Profit and loss and other comprehensive income:-****As at 31 March 2021****(Rs. in Lakhs)**

| Type of hedge                           | Change in fair value of hedging instrument recognised in other comprehensive income | Hedge ineffectiveness recognized in statement of profit and loss | Foreign exchange gain /(Losses) on hedged item | Line item affected in other comprehensive income                                   |
|---|---|--|--|--|
| <b>Cash Flow Hedge</b>                  |   |  |  |  |
| Foreign exchange and interest rate risk | (30,106.51)   | -  | (2,722.13)                                     | Effective portion of gain /(loss) on hedging instrument in cash flow hedge reserve |

As at 31 March 2020

| Type of hedge                           | Change in fair value of hedging instrument recognised in other comprehensive income | Hedge ineffectiveness recognized in statement of profit and loss | Foreign exchange gain / (Losses) on hedged item | (Rs. in Lakhs)  |
|---|---|--|---|---|
|   |   |  |   | Line item affected in other comprehensive income                                    |
| Cash Flow Hedge                         |   |  |   |   |
| Foreign exchange and interest rate risk | 68,462.48   | -  | (28,982.87)                                     | Effective portion of gain / (loss) on hedging instrument in cash flow hedge reserve |

**39. Capital Management****Risk Management:**

The primary objective of the Company's capital management policy is to ensure compliance with regulatory capital requirements. In line with this objective, the Company ensures adequate capital at all times and manages its business in a way in which capital is protected, satisfactory business growth is ensured, cash flows are monitored and rating are maintained .

Consistent with others in the industry, the company monitors capital on the basis of the following ratio :  
Net debt (total borrowings) divided by Total 'Equity' as shown in the balance sheet.

The debt –equity ratio of the Company is as follows :

| Particulars                        | (Rs. in Lakhs)       |                      |
|------------------------------------|----------------------|----------------------|
|                                    | As at March 31, 2021 | As at March 31, 2020 |
| Debt                               | 2,400,000.45         | 2,185,354.50         |
| Equity (including capital reserve) | 299,517.94           | 252,131.85           |
| <b>Debt-Equity Ratio</b>           | <b>8.01</b>          | <b>8.67</b>          |

40. In the year 2019-20, IREDA is in receipt of letter no. F.No.INV/DGGI/WRU/ST/06/2019-20/7336 dt. 24.12.2018 from Senior Intelligence Officer (SIO), Directorate General of GST Intelligence, Warangal, Regional Unit seeking information regarding payment of guarantee fee / commission paid to the Government (year-wise) during the period from 01.04.2016 to 31.10.2018 and the payment of Service Tax / GST, if paid on RCM basis on the said guarantee fee or commission paid to Government along with documentary evidence and if not paid the reasons for not paying the same.

Reply was submitted to the Director General of GST Intelligence in consultation with the GST Consultant. Further, written statement of our Company has been recorded by GST Authority, Hyderabad. On March 12, 2020, DGGI, Hyderabad Zone Officers visited at IREDA's registered office for the purpose of discussion on the aforesaid matter. The matter was referred to the legal counsel for opinion. On the basis of opinion and approval of the Board, Rs 502.54 Lakhs has been provided in the books as liability and paid subsequently. Further no notice has been received on the subject matter.

**41. Disclosure required under SEBI guidelines for "Funds raising by issuance of Debt Securities by Large Entities "**

In compliance with SEBI circular no. SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018, IREDA identified itself as a Large Entity Corporate for the Financial Year 2020-21 as per the applicability criteria given under the aforesaid circular. Accordingly the following is being disclosed :

1. Name of the Company: INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LTD
2. CIN: U65100DL1987GOI027265
3. Report filed for FY: 2021

## 4 Details of the borrowings :

| Particulars  | (Rs. In Lakhs) |  |
|--|----------------|--|
|  | Details        |  |
| Incremental borrowing done in FY (approx..) (a)                                    | 346,000.00*    |  |
| Mandatory borrowing to be done through issuance of debt Securities (b)= (25% of a) | 86,500.00      |  |
| Actual borrowings done through debt securities in FY (c)                           | 50,000.00      |  |
| Shortfall in the mandatory borrowing through debt securities, if any (d)= (b)- (c) | 36,500.00      |  |
| Reasons for short fall, if any, in mandatory borrowings through debt securities    | **             |  |

\*Excludes loan from Bilateral / Multilateral institutions .

\*\* For FY 2021, IREDA had raised Rs. 500 crores via taxable bonds – sub debt in May'21. Due to pandemic, major disbursement of IREDA took place in last quarter, especially in March'21. Accordingly, borrowings from domestic sources were majorly done in the last quarter of FY 21 with maximum portion raised in March'21. In order to on-lend at competitive interest rates, IREDA raised resource from the cheapest source of fund. Fund raising through bond market was comparatively costlier vis-a-vis term loans from banks. Hence, from economic point of view, a substantial portion of fund raising was done through term loans from domestic banks.

## 42. Corporate Guarantor of Borrower referred under NCLT

Wind World India Ltd. has been referred to National Company Law Tribunal (NCLT) and Insolvency Resolution Professional has been appointed by NCLT. The said company stands as Corporate Guarantor to the loan amounting to Rs. 14,567.03 Lakhs (previous year : Rs. 14,380.15 Lakhs) given by IREDA to entities which are its subsidiaries/associates. Two of the accounts of one of the subsidiary - M/s. Wind World India Infrastructure Ltd. (WWIL) having an outstanding of Rs. 11,630.15 Lakhs ( previous year : Rs. 11,630.15 Lakhs) had turned to a Non Performing Asset in the Financial Year 2017-18 .

## 43. Disclosure related to COVID 19

## a) Disclosure pursuant to Reserve Bank of India Circular OR.No.BP.BC.63/21.04.048/2019-20 dated April 17, 2020 pertaining to Asset Classification and Provisioning in terms of COVID-19 Regulatory Package:

In accordance with the RBI guidelines relating to COVID-19 Regulatory Package dated March 27, 2020, April 17, 2020 and May 23, 2020, the Company had offered moratorium on the payment of installments falling due between March 1, 2020 and August 31, 2020 ('moratorium period') to eligible borrowers. In respect of accounts where moratorium benefit was granted, the staging of those accounts as at March 31, 2021 is based on the days past due status .

| Sl.   | Particulars   | (Rs. in Lakhs)              |                |
|-------|---|-----------------------------|----------------|
|       |   | March 31, 2021 <sup>#</sup> | March 31, 2020 |
| (i)   | Respective amounts in SMA/overdue categories, where the moratorium / deferment was extended upto 31.08.2020 | 82,086.40                   | 110,332.13     |
| (ii)  | Respective amount where asset classification benefits is extended   | 82,086.40                   | 110,332.13     |
| (iii) | General provision made*   | -                           | -              |
| (iv)  | General provision adjusted during the period against slippages and the residual provisions                  | -                           | -              |

\* The Company, being NBFC, has complied with Ind-AS and guidelines duly approved by the Board for recognition of the impairments.  
# Borrower loan accounts amounting to Rs. 28,245.73 Lakhs have been treated as NPA / closed during the FY 2020-2021.

b) Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March 2020. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases. The impact of COVID-19 has led to significant volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The extent to which the COVID 19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the Company's results will depend on ongoing as well as future developments, which are highly uncertain. The COVID -19 impact has been considered in the ECL calculation during the year .

c) In view of the Supreme Court interim order dated September 3, 2020 in public interest litigation (PIL) by Gajendra Sharma vs. Union of India & ANR, no additional borrower accounts under moratorium granted category was classified as Non-Performing Asset (NPA) which was not declared as NPA till August 31, 2020. Basis said interim order, until December 31, 2020, the Company did not classify any additional borrower account as NPA which were not NPA as of August 31, 2020.

The interim order granted to not declare accounts as NPA stood vacated on March 23, 2021 vide the judgement of the Hon'ble SC in the matter of Small Scale Industrial Manufacturers Association vs. UOI & Ors. and other connected matters. In accordance with the instructions in paragraph 5 of the RBI circular no. RBI/2021-22/17DOR. STR.REC.4/21.04.048/2021-22 dated April 7, 2021, the Company has carried out asset classification of the borrower accounts as per the extant RBI instructions / IRAC norms, without considering any standstill in asset classification and also done staging of the borrower accounts in accordance with ECL model / framework under Ind AS in the financial statements for the year ended March 31, 2021 .

In accordance with the RBI Circular No. RBI/2021-22/17 DOR.STR.REC.4/21.04.048/2021-22 dated April 7, 2021 and the methodology for calculation of interest on interest based on guidance issued by Indian Banks' Association, the Company has put in place a Board approved policy to refund / adjust interest on interest charged to borrowers during the moratorium period, i.e. March 1, 2020 to August 31, 2020. The Company has estimated the said amount and made a provision in the financial statements for the year ended March 31, 2021. As on March 31, 2021, the Company holds a specific liability of Rs. 250.00 Lakhs which is debited to interest income to meet its obligation towards refund of interest on interest to eligible borrowers as prescribed by the RBI. Accordingly, interest income for the year ended March 31, 2021 is lower by Rs. 250.00 Lakhs.

#### 44. Consortium matter under NCLT – M/s Gangakhed Sugar & Energy Limited

During the financial year 2019-20 , a fraud was detected by UCO Bank and other bankers of M/s Gangakhed Sugar & Energy Limited . UCO bank has declared the account as fraud on May 11 , 2020 and OBC has declared the said account as fraud on January 21, 2020. The Company has sanctioned a project loan of Rs. 10,000.00 Lakhs out of which an amount of Rs. 5,107.95 Lakhs is outstanding as on 31st March 2021 (previous year : Rs. 5,107.95 Lakhs) . The said account is NPA in the books of the Company since September 30, 2019. As per the audit report shared by consortium lead, no instance of fraud was mentioned towards cogeneration asset. The Borrower company is under Insolvency process through NCLT since Oct, 2019.

#### 45. Disclosure - for AP cases involving PPA issue

The following borrowers have obtained an interim order from Hon'ble High Court of Andhra Pradesh dated 02nd Jan 2020 to not to classify the account as Non-Performing Asset. Accordingly, the loan outstanding of the borrower have not been classified as Stage III Asset, even though the overdues are more than 3 months old. However, the Company has created an adequate provision of Rs. 25,232.96 Lakhs on Loan outstanding of Rs. 83,232.19 Lakhs in the books of accounts as per Expected Credit Loss (ECL) as on March 31, 2021 after considering the financial and operational parameters of the projects. Though the accounts are not declared as NPA but the income is booked into these account on Cash / realisation basis. (i.e. any 'interest due and not received' is reversed and not been taken as interest income).

| (Rs. in Lakhs) |   |                    |                  |                  |
|----------------|---|--------------------|------------------|------------------|
| Project No.    | Name of Borrower                          | Outstanding Amount | Over Due Amount  | ECL Amount       |
| 2286           | AEOLUS WIND PARKS PRIVATE LIMITED         | 14,671.58          | 5,473.37         | 4,943.50         |
| 2311           | AEOLUS WIND PARKS PRIVATE LIMITED         | 15,000.00          | 1,733.30         | 5,054.16         |
| 2334           | JWALYA WIND PRIVATE LIMITED               | 15,700.00          | 2,264.27         | 5,880.26         |
| 2330           | ANANTHAPUR ENERGY PROJECT PRIVATE LIMITED | 14,500.00          | 1,870.97         | 1,450.00         |
| 2246           | FUJIN WIND PARKS PRIVATE LIMITED          | 13,299.00          | 2,105.00         | 3,520.36         |
| 2448           | FUJIN WIND PARKS PRIVATE LIMITED          | 61.61              | 64.31            | 16.31            |
| 0026ST         | BOREAS RENEWABLE ENERGY PRIVATE LIMITED   | 10,000.00          | 6,739.13         | 4,368.38         |
| <b>Total :</b> |   | <b>83,232.19</b>   | <b>20,250.35</b> | <b>25,232.96</b> |

46. The Company has sanctioned a loan to M/s Suzlon Energy Limited of Rs. 30,000.00 Lakhs out of which an amount of Rs. 13,090.40 Lakhs is outstanding as on 31st March 2021. M/s Suzlon Energy Limited is a Stage-3 Account (Doubtful-1 category) in the books of the company as on 31st March 2020. The company has created a provision of Rs. 7,614.86 lakhs on Loan outstanding of Rs. 13,090.40 Lakhs in the books of accounts as per Expected Credit Loss (ECL) as on March 31, 2021. The company has received full amount of recovery from the said account and the account is fully settled on 21st May 2021.

#### 47. Proposed Equity Infusion

In the budget announcement of February 2021, Hon'ble Finance Minister had announced infusion of Rs. 150,000.00 Lakhs as equity in the company. Said infusion of equity will enhance the capital base, and enable the company to leverage it and do higher on lending for Renewable Energy(RE) projects thus contributing in the Government of India target of RE capacity installation.

## 48. Additional Disclosure required under Schedule III regarding Consolidation of Accounts

(Rs. in Lakhs)

| Name of the entity<br>in the Group | Net Assets, i.e., total assets<br>minus total liabilities |                      | Share in profit or loss |                      | Share in other comprehensive<br>income |                      | Share in total<br>comprehensive income |                      |
|------------------------------------|---|----------------------|-------------------------|----------------------|--|----------------------|--|----------------------|
|                                    | Amount  | % of<br>consolidated | Amount                  | % of<br>consolidated | Amount                                 | % of<br>consolidated | Amount                                 | % of<br>consolidated |
| March 2021                         |   |                      |                         |                      |  |                      |  |                      |
| IREDA                              | 299,518.50  | 99.98                | 34,640.72               | 100.01               | (24,723.55)                            | 100.00               | 9,917.17                               | 100.03               |
| M. P. WINDFARMS<br>LIMITED         | 53.42   | 0.02                 | (2.53)                  | -0.01                | -                                      | 0.00                 | (2.53)                                 | -0.03                |
| <b>Total</b>                       | <b>299,571.92</b>   | <b>100.00%</b>       | <b>34,638.19</b>        | <b>100.00%</b>       | <b>(24,723.55)</b>                     | <b>100.00%</b>       | <b>9,914.63</b>                        | <b>100.00%</b>       |
| March 2020                         |   |                      |                         |                      |  |                      |  |                      |
| IREDA                              | 252,119.85  | 99.98                | 21,455.04               | 99.97                | 34,938.14                              | 100                  | 56,393.18                              | 99.99                |
| M. P. WINDFARMS<br>LIMITED         | 55.95   | 0.02                 | 6.39                    | 0.03                 | -                                      | 0                    | 6.39                                   | 0.01                 |
| <b>Total</b>                       | <b>252,175.81</b>   | <b>100.00%</b>       | <b>21,461.43</b>        | <b>100.00%</b>       | <b>34,938.14</b>                       | <b>100.00%</b>       | <b>56,399.57</b>                       | <b>100.00%</b>       |

## 49. In case of Associate : Other Notes :

- The Board of the company is of the opinion that current assets, loans and advances have value at least equal to the amount stated, on realization in the ordinary course of business.
- Windfarm at Nagda hills is only operational wherein company's activity is only for infra-structure operation & maintenance. Windfarm site at Jamgodrani hills Dewas is not operational.

50. DISCLOSURES IN TERMS OF VARIOUS DIRECTIONS / CIRCULARS OF RBI FOR NBFC

| A. Disclosure of Restructured Accounts |  | As on 31.03.2021              |              |                     |  |           |           |              |          |      |           |
|--|--|-------------------------------|--------------|---------------------|--|-----------|-----------|--------------|----------|------|-----------|
|  |  | Type of Restructuring         |              | Under CDR Mechanism | Under SME Debt Restructuring Mechanism | Others    |           |              | Total    |      |           |
| Asset Classification Details           |  | Standard                      | Sub-Standard | Doubtful            | Loss                                   | Total     | Standard  | Sub-Standard | Doubtful | Loss | Total     |
| 1                                      | Restructured Accounts as on April 1, 2020 of the FY (opening figures)*   | No. of borrowers              | 24           |                     |  | 24        | 24        |              |          |      | 24        |
|  |  | Amount outstanding (Rs.Lakhs) | 92,140.64    |                     |  | 92,140.64 | 92,140.64 |              |          |      | 92,140.64 |
|  |  | Provision thereon (Rs.Lakhs)  | 5,745.11     |                     |  | 5,745.11  | 5,745.11  |              |          |      | 5,745.11  |
| 2                                      | Fresh restructuring during the year  | No. of borrowers              | 1            |                     |  | 1         | 1         |              |          |      | 1         |
|  |  | Amount outstanding (Rs.Lakhs) | 321.73       |                     |  | 321.73    | 321.73    |              |          |      | 321.73    |
|  |  | Provision thereon (Rs.Lakhs)  | 16.09        |                     |  | 16.09     | 16.09     |              |          |      | 16.09     |
| 3                                      | Upgradations to restructured standard category during the FY   | No. of borrowers              | 0            |                     |  | 0         | 0         |              |          |      | 0         |
|  |  | Amount outstanding (Rs.Lakhs) | 0            |                     |  | 0         | 0         |              |          |      | 0         |
|  |  | Provision thereon (Rs.Lakhs)  | 0            |                     |  | 0         | 0         |              |          |      | 0         |
| 4                                      | Restructured standard advances which cease to attract higher provisioning and / or additional risk weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY | No. of borrowers              | 0            |                     |  | 0         | 0         |              |          |      | 0         |
|  |  | Amount outstanding (Rs.Lakhs) | 0            |                     |  | 0         | 0         |              |          |      | 0         |
|  |  | Provision thereon (Rs.Lakhs)  | 0            |                     |  | 0         | 0         |              |          |      | 0         |
| 5                                      | Down gradations of restructured accounts during the FY   | No. of borrowers              | 4            |                     |  | 4         | 4         |              |          |      | 4         |
|  |  | Amount outstanding (Rs.Lakhs) | 5,502.27     |                     |  | 5,502.27  | 5,502.27  |              |          |      | 5,502.27  |
|  |  | Provision thereon (Rs.Lakhs)  | 268.17       |                     |  | 268.17    | 268.17    |              |          |      | 268.17    |
| 6                                      | Write-offs of restructured   | No. of borrowers              | 0            |                     |  | 0         | 0         |              |          |      | 0         |
|  |  | Amount outstanding (Rs.Lakhs) | 0            |                     |  | 0         | 0         |              |          |      | 0         |



| risk weight at the end of the FY and hence need not be shown as restructured advances at the beginning of the next FY | No. of borrowers                                       |           | Amount outstanding (Rs.Lakhs) |           | Provision thereon (Rs.Lakhs) |           | 5         | 5        | 5        | 5        | 5        |           |           |
|---|--|-----------|-------------------------------|-----------|------------------------------|-----------|-----------|----------|----------|----------|----------|-----------|-----------|
|   | 5  | 29,875.89 | 1,254.19                      | 29,875.89 | 1,254.19                     | 0         |           |          |          |          |          | 0         | 0         |
| 5   | Down gradations of restructured accounts during the FY | NIL       | NIL                           | 29,875.89 | 1,254.19                     | 29,875.89 | 1,254.19  | 0        | 0        | 0        | 0        | 29,875.89 | 1,254.19  |
| 6   | Write-offs of restructured accounts during the FY      | NIL       | NIL                           | 0         | 0                            | 0         | 0         | 0        | 0        | 0        | 0        | 0         | 0         |
| 7   | Accounts closed during the year                        | NIL       | NIL                           | 0         | 0                            | 0         | 0         | 0        | 0        | 0        | 0        | 0         | 0         |
| 8   | Restructured Accounts as on March 31, 2020             | NIL       | NIL                           | 24        | 92,140.64                    | 24        | 92,140.64 | 24       | 24       | 24       | 24       | 92,140.64 | 92,140.64 |
|   |  |           |                               | 5,745.11  | 5,745.11                     | 5,745.11  | 5,745.11  | 5,745.11 | 5,745.11 | 5,745.11 | 5,745.11 | 5,745.11  | 5,745.11  |

\* Excluding the figures of Standard Restructured Advances which do not attract higher provisioning or risk weight (if applicable).  
 \*\*The above provision is disclosed as per IRACP Norms . However the Company has recognized provision on loans & advances on the basis of ECL model.



Consolidated :FY 2020-21

**A. Capital**

|   | Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|---|--|----------------------|----------------------|
| 1 | CRAR (%)*  | 17.12                | 14.34                |
| 2 | CRAR - Tier I Capital (%)  | 12.91                | 12.55                |
| 3 | CRAR - Tier II Capital (%)   | 4.22                 | 1.79                 |
| 4 | Amount of subordinated debt raised as Tier-II capital (Rs. in Lakhs) | 64,919.20            | 14,970.00            |
| 5 | Amount raised by issue of Perpetual Debt Instruments                 | -                    | -                    |

**B. Investments**

(Rs. in Lakhs)

| Particulars |  | As at March 31, 2021 | As at March 31, 2020 |
|-------------|--|----------------------|----------------------|
| (1)         | Value of Investments   |                      |                      |
| (i)         | Gross Value of Investments                                       |                      |                      |
| (a)         | In India   |                      |                      |
|             | -Short Term Deposits with Banks                                  | -                    | 29,201.11            |
|             | -Flexi Deposit Linked with MIBOR                                 | -                    | 20,692.47            |
|             | -Commercial Papers (fully impaired)                              | 6,899.11             | 6,899.11             |
|             | -Interest Accrued on the above items                             | -                    | 752.70               |
| (b)         | Outside India,   | -                    | -                    |
| (ii)        | Provisions for Depreciation                                      |                      |                      |
| (a)         | In India   | 6,899.11             | 6,899.11             |
| (b)         | Outside India,   | -                    | -                    |
| (iii)       | Net Value of Investments   |                      |                      |
| (a)         | In India   | -                    | 50,646.27            |
| (b)         | Outside India.   | -                    | -                    |
| (2)         | Movement of provisions held towards depreciation on investments. |                      |                      |
| (i)         | Opening balance  | 6,899.11             | -                    |
| (ii)        | Add: Provisions made during the year                             | -                    | 6,899.11             |
| (iii)       | Less: Write-off /write-back of excess provisions during the year | -                    | -                    |
| (iv)        | Closing balance  | 6,899.11             | 6,899.11             |

**C. Derivatives**

❖ **Forward Rate Agreement /Interest Rate Swap**

(Rs. in Lakhs)

| Particulars |   | As at March 31, 2021 | As at March 31, 2020 |
|-------------|---|----------------------|----------------------|
| (i)         | The notional principal of swap agreements   | 821,862.93           | 840,534.25           |
| (ii)        | Losses which would be incurred if counterparties failed to fulfill their obligations under the agreements | 40,309.01            | 71,255.99            |
| (iii)       | Collateral required by the applicable NBFC upon entering into swaps                                       | N.A.                 | N.A.                 |
| (iv)        | Concentration of credit risk arising from the swaps   | N.A.                 | N.A.                 |
| (v)         | The fair value of the swap book   | 31,125.85            | 64,468.00            |

❖ **Exchange Traded Interest Rate (IR) Derivatives - NIL**

❖ **Disclosures on Risk Exposure in Derivatives**

**a) Qualitative Disclosure**

- (i) The company recognized various market risks including interest rate, foreign exchange fluctuation and other assets liability mismatches;
- (ii) All derivative deals are undertaken under the supervision of Forex Management Committee (FMC).In order to protect the company from foreign exchange fluctuation and interest rate risk, the company has entered into long term agreements with ISDA Banks to hedge such risk through derivative instrument.
- (iii) The company is taking active action for protection against exchange fluctuation risk by adopting hedging instrument on case to case basis. In this regard, during the financial year 2020-21, IREDA has entered into 10 principal only swap deal with 6 ISDA Banker for 7 lines of credit.
- (iv) IREDA has board approved Foreign Exchange and Derivatives Risk Management Policy, such policy define the maximum permissible limit of open exposure which can not be more than 40% of the foreign currency outstanding. IREDA 's foreign currency exposure as on March 31 , 2021 is 22.80% (previous year : 24.58%) of total foreign currency exposure .

## b) Quantitative Disclosures

| Sl.   | Particular  | Currency (POS+CCIRS) Derivatives                          | Interest Rate (CCIRS) Derivatives                     |
|-------|---|---|---|
| (i)   | Derivatives (Notional Principal Amount)   |   |   |
|       | For hedging   | € 195,071,590.70<br>\$ 494,617,556.69<br>¥ 35,754,286,518 | € 1,114,906.03<br>\$ 51,988,716.28<br>¥ 2,094,871,635 |
|       | Value (Rs. in Lakhs)  | 768,787.29  | 53,075.64   |
| (ii)  | Mark to Market Position   |   |   |
|       | a) Asset (+) (Rs. in Lakhs)   | 39,117.62   | 1,191.39  |
|       | b) Liability(-) (Rs. in Lakhs)  | 9,137.96  | 45.20   |
| (iii) | Credit Exposure   | N.A.  | N.A.  |
| (iv)  | Unhedged Exposures (For Principal and part hedge is not considered as hedge) (Rs. in Lakhs) | 235,254.31  |   |

## D. Disclosures relating to Securitization

These disclosures relating to securitization is made in the format given below :

| Sl. | Particulars  | (Rs. in Lakhs)<br>No./Amount |
|-----|--|------------------------------|
| 1.  | No of SPVs sponsored by the applicable NBFC for securitization transactions*                           | -                            |
| 2.  | Total amount of securitised assets as per books of the SPVs sponsored                                  | -                            |
| 3.  | Total amount of exposures retained by the applicable NBFC to comply with MRR as on the date of balance |                              |
|     | a) Off-balance sheet exposures   |                              |
|     | First loss   | -                            |
|     | Others   | -                            |
|     | b) On-balance sheet exposures  |                              |
|     | First loss   | -                            |
|     | Others   | -                            |
| 4.  | Amount of exposures to securitization transactions other than MRR                                      |                              |
|     | a) Off-balance sheet exposures   |                              |
|     | i) Exposure to own securitizations   |                              |
|     | First loss   | -                            |
|     | Loss   | -                            |
|     | ii) Exposure to third party securitisations  |                              |
|     | First loss   | -                            |
|     | Others   | -                            |
|     | b) On-balance sheet exposures  |                              |
|     | i) Exposure to own securitisations   |                              |
|     | First loss   | -                            |
|     | Others   | -                            |
|     | ii) Exposure to third party securitisations  |                              |
|     | First loss   | -                            |
|     | Others   | -                            |

\*Only the SPVs relating to outstanding securitization transactions may be reported here

## Details of Financial Assets sold to Securitization/ Reconstruction Company for Asset Reconstruction

| Particulars |   | (Rs. in Lakhs)       |                      |
|-------------|---|----------------------|----------------------|
|             |   | As at March 31, 2021 | As at March 31, 2020 |
| (i)         | No. of accounts   | -                    | -                    |
| (ii)        | Aggregate value ( net of provisions)of accounts sold to SC/ RC                        | -                    | -                    |
| (iii)       | Aggregate consideration   | -                    | -                    |
| (iv)        | Additional consideration realized in respect of accounts transferred in earlier years | -                    | -                    |
| (v)         | Aggregate gain/loss over net book value   | -                    | -                    |

Consolidated :FY 2020-21

E. Details of Assignment transactions undertaken by applicable NBFCs

(Rs. in Lakhs)

| Particulars |   | As at March 31, 2021 | As at March 31, 2020 |
|-------------|---|----------------------|----------------------|
| (i)         | No. of accounts   | -                    | -                    |
| (ii)        | Aggregate value(net of provisions) of accounts sold                                   | -                    | -                    |
| (iii)       | Aggregate consideration   | -                    | -                    |
| (iv)        | Additional consideration realized in respect of accounts transferred in earlier years | -                    | -                    |
| (v)         | Aggregate gain/ loss over net book value  | -                    | -                    |

F. Details of non-performing financial assets purchased / sold

❖ Details of non-performing financial assets purchased :

(Rs.in Lakhs)

| Particulars |   | As at March 31, 2021 | As at March 31, 2020 |
|-------------|---|----------------------|----------------------|
| 1.          | (a) No. of accounts purchased during the year                 | -                    | -*                   |
|             | (b) Aggregate outstanding                                     | -                    | -*                   |
| 2.          | (a) Of these, number of accounts restructured during the year | -                    | -                    |
|             | (b) Aggregate outstanding                                     | -                    | -                    |

\*A loan of Rs.747.90 Lakhs was taken over from other bank which was classified as NPA in their books

❖ Details of Non-performing Financial Assets sold:

| Particulars |                                  | As at March 31, 2021 | As at March 31, 2020 |
|-------------|----------------------------------|----------------------|----------------------|
| 1.          | No. of accounts sold             | -                    | -                    |
| 2.          | Aggregate outstanding            | -                    | -                    |
| 3.          | Aggregate consideration received | -                    | -                    |

G. Asset Liability Management Maturity pattern of certain items of Assets and Liabilities

As at March 31, 2021

(Rs.in Lakhs)

| Particulars                  | Up to 7 Days | 8-14 Days | Over14 days-30/31 Days | Over 1 months -2 months | Over 2 months -3 months | Over 3 months - upto 6 months | Over 6 months - upto 1 year | Over 1 year & up to 3 years | Over 3 & up to 5 years | Over 5 year s | Total        |
|------------------------------|--------------|-----------|------------------------|-------------------------|-------------------------|-------------------------------|-----------------------------|-----------------------------|------------------------|---------------|--------------|
| Deposits                     | -            | -         | -                      | -                       | -                       | -                             | -                           | -                           | -                      | -             | -            |
| Advances including interest  | 39,462.90    | 773.79    | 22,337.72              | 13,246.09               | 83,672.60               | 133,862.08                    | 202,580.05                  | 641,549.66                  | 303,113.13             | 1,256,045.61  | 2,695,643.62 |
| Investments                  | -            | -         | -                      | -                       | -                       | -                             | -                           | -                           | -                      | 12.00         | 12.00        |
| Borrowings                   | 46,015.70    | -         | 15,000.00              | -                       | 8,147.79                | 13,117.43                     | 20,022.71                   | 545,838.37                  | 91,931.20              | 628,750.44    | 1,368,823.64 |
| Foreign Currency assets      | -            | -         | -                      | -                       | -                       | 1,740.73                      | -                           | -                           | -                      | -             | 1,740.73     |
| Foreign Currency liabilities | -            | -         | -                      | -                       | -                       | -                             | -                           | -                           | -                      | 543,046.44    | -            |
| liabilities                  | -            | -         | 5,819.12               | 4,304.93                | 20,620.30               | 6,059.47                      | 21,057.00                   | 163,102.02                  | 173,289.47             | 543,046.44    | 1,051,801.08 |

As at March 31, 2020

(Rs.in Lakhs)

| Particulars                  | Up to 7 Days | 8-14 Days | Over14 days-30/31 Days | Over 1 months -2 months | Over 2 months -3 months | Over 3 months - upto 6 months | Over 6 months - upto 1 year | Over 1 year & up to 3 years | Over 3 & up to 5 years | Over 5 year s | Total        |
|------------------------------|--------------|-----------|------------------------|-------------------------|-------------------------|-------------------------------|-----------------------------|-----------------------------|------------------------|---------------|--------------|
| Deposits                     | 2.01         | 19,505.71 | 24,589.89              | 1,276.90                | -                       | -                             | 5,271.76                    | -                           | -                      | -             | 50,646.27    |
| Advances including interest  | 1,355.30     | 1,089.14  | 1,110.51               | 3,043.90                | 9,972.26                | 78,647.55                     | 252,343.97                  | 458,349.02                  | 289,768.57             | 1,206,237.52  | 2,301,917.72 |
| Investments                  | -            | -         | -                      | -                       | -                       | -                             | -                           | -                           | -                      | 12.00         | 12.00        |
| Borrowings                   | 0.00         | -         | -                      | -                       | 6,891.09                | 22,860.88                     | 33,843.20                   | 308,021.71                  | 95,458.59              | 655,828.10    | 1,122,903.57 |
| Foreign Currency assets      | -            | -         | -                      | -                       | -                       | 1,682.91                      | 1,748.05                    | 1,784.33                    | -                      | -             | 5,215.30     |
| Foreign Currency liabilities | -            | -         | 5,496.89               | 4,152.48                | 16,360.17               | 9,154.31                      | 33,193.70                   | 152,037.21                  | 128,822.18             | 714,077.65    | 1,063,294.58 |

## H. Exposures

## ❖ Exposure to Real Estate Sector

(Rs. in Lakhs)

| Category                                    |  | As at March 31, 2021 | As at March 31, 2020 |
|---|--|----------------------|----------------------|
| a)  | <b>Direct Exposure</b>   |                      |                      |
| (i)   | <b>Residential Mortgages -</b><br>Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented   | -                    | -                    |
| (ii)  | <b>Commercial Real Estate -</b><br>Lending secured by mortgages on commercial real estates (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouses space, hotels, and acquisition, development and construction, etc.). Exposure shall also include non-fund based limits | -                    | -                    |
| (iii)                                       | <b>Investments in Mortgage Backed Securities (MBS) and other securitized exposures-</b>  |                      |                      |
| a)  | Residential  | -                    | -                    |
| b)  | Commercial Real Estate   | -                    | -                    |
| <b>Total Exposure to Real Estate Sector</b> |  | -                    | -                    |

## ❖ Exposure to Capital Market

(Rs. in Lakhs)

| Particulars |   | As at March 31, 2021 | As at March 31, 2020 |
|-------------|---|----------------------|----------------------|
| (i)         | Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt   | -                    | -                    |
| (ii)        | Advances against shares/bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPOs/ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds   | -                    | -                    |
| (iii)       | Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security  | -                    | -                    |
| (iv)        | Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares/ convertible bonds /convertible debentures/ units of equity oriented mutual funds 'does not fully cover the advances | -                    | -                    |
| (v)         | Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers  | -                    | -                    |
| (vi)        | Loans sanctioned to corporates against the security of shares /debentures bonds or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources   | -                    | -                    |
| (vii)       | Bridge loans to companies against expected equity flows/ issues   | -                    | -                    |
| (viii)      | All exposures to Venture Capital Funds (both registered and unregistered)   | -                    | -                    |

## I. Details of financing of parent company products,

- ❖ Details of Single Borrower Limit (SGL)/Group Borrower Limit (GBL) exceeded by the applicable NBFC

## List of Single Exposures exceeding Limits as on 31.03.2021

(Rs. in Lakhs)

| Sl | Name                                | Sector | Exposure (Rs.in Lakhs) | % [Net worth (Rs. Lakhs)* - 252,131.85] |
|----|-------------------------------------|--------|------------------------|---|
| 1. | Azure Power India Private Limited # | SPV    | 51,254.85              | 20.33%                                  |

\* Net worth as on 31.03.2020

# Based on the Net worth of 30.09.2020 (i.e. 274,503.12 Lakhs), the exposure is within permissible limits.

## List of Single Exposures exceeding Limits as on 31.03.2020

(Rs. in Lakhs)

| Sl | Name  | Sector     | Exposure (Rs.in Lakhs) | % [Net worth (Rs. Lakhs)* - 258,396.57] |
|----|---|------------|------------------------|---|
| 1  | Southern Power Distribution Company of Andhra Pradesh Limited | Short term | 87,500.00              | 33.86%                                  |
| 2  | Tamil Nadu Generation And Distribution Corporation Limited    | Short term | 83,000.00              | 32.12%                                  |
| 3  | Azure Power India Private Limited                             | SPV        | 53,346.30              | 20.65%                                  |

\* Net worth as on 31.03.2019

## List of Group Exposures exceeding Limits as on 31.03.2021

(Rs. in Lakhs)

| Sl | Name of Group | Exposure (Rs. in Lakhs) | % [Net worth (Rs. Lakhs)* - 252,131.85] |
|----|---------------|-------------------------|---|
|    |               | Nil                     |   |

\* Net worth as on 31.03.2020

## List of Group Exposures exceeding Limits as on 31.03.2020

(Rs. in Lakhs)

| Sl | Name of Group | Exposure (Rs. in Lakhs) | % [Net worth (Rs. Lakhs)* - 258,396.57] |
|----|---------------|-------------------------|---|
| 1  | ACME Group    | 122,403.50              | 47.37%                                  |
| 2  | RENEW Group   | 104,266.40              | 40.35%                                  |

\* Net worth as on 31.03.2019

## J. Miscellaneous

- ❖ Registration obtained from other financial sector regulators :

| Sl. | Regulator Name                    | Particulars                     | Registration Details  |
|-----|-----------------------------------|---------------------------------|-----------------------|
| 1   | Ministry of Corporate Affairs     | Corporate Identification Number | U65100DL1987GOI027265 |
| 2   | Reserve Bank of India             | Registration Number             | 14.000012             |
| 3   | Legal Entity Identifier India Ltd | LEI Number                      | 335800AXWFKW4BC99J48  |

- ❖ Disclosure of Penalties imposed by RBI and other regulators :Nil
- ❖ The Company is preparing Consolidated Financial Statements for the investment in Associate Company as per the Equity method based on the Ind AS certified accounts provided by M/s MP Wind Farms Ltd. in accordance with Ind AS - 28.
- ❖ The Company does not have any Overseas Assets in the form of Joint Ventures / Subsidiaries abroad.
- ❖ There are no Off-balance Sheet SPVs sponsored by the Company.

❖ **Disclosure of Complaints for FY 2020-21 :**

**Customer Complaints**

|    |   |    |
|----|---|----|
| a) | No. of complaints pending at the beginning of the year (01.04.2020) | -  |
| b) | No. of complaints received during the year                          | 29 |
| c) | No. of complaints redressed during the year                         | 29 |
| d) | No. of complaints pending at the end of the year (31.03.2021)       | -  |

Complaints pertaining to Bondholders .

**K. Ratings assigned by credit rating agencies and migration of ratings during the year**

IREDA has raised resources by issue of taxable/tax-free/masala bond/ bank loans for which it has obtained ratings for these issuances from Domestic and international rating agencies. The details are as under:-

❖ **Tax-free Bonds / Taxable Bond**

| Rating Agency                          | Instrument/Purpose/Issue   | Rating                            |
|--|--|-----------------------------------|
| ICRA Limited                           | Tax-free bonds (Rs. 200,000.00 Lakhs) Fiscal 2015-16 Series XIV (Public and Private Placement) | ICRA AA+ (Stable) Reaffirmed      |
|  | Taxable Green bonds (Rs. 70,000.00 Lakhs) Fiscal 2016-17 Series VI-A & VI-B                    | ICRA AA+ (Stable) Reaffirmed      |
| India Ratings Research Private Limited | Tax-free bonds (Rs. 200,000.00 Lakhs) Fiscal 2015-16 Series XIV (Public and Private Placement) | IND AA+ (Stable) Affirmed         |
|  | Taxable Green bonds (Rs. 70,000.00 Lakhs) Fiscal 2016-17 Series VI-A & VI-B                    | IND AA+ (Stable) Affirmed         |
|  | Taxable Bonds (Rs. 86,500.00 Lakhs) Fiscal 2018-19 Series VIIA & VIIB                          | IND AA+ (Stable) Affirmed         |
|  | Taxable Tier-II Sub Debt (Rs. 15,000.00 Lakhs) Fiscal 2018-19 Series VIII                      | IND AA+ (Stable) Affirmed         |
|  | Taxable Bonds (Rs. 180,300.00 Lakhs) Fiscal 19-20 Series IX-A & IX-B                           | IND AA+ (Stable) Affirmed         |
|  | Taxable Tier II Subordinated Bonds (Rs 50,000.00 Lakhs) Fiscal 20-21 Sr X                      | IND AA+ (Stable) Affirmed         |
| CARE Ratings Limited                   | Taxable Bonds Series III- B, IV & V (Rs. 105,000.00 Lakhs)                                     | CARE AAA (CE), Stable Reaffirmed  |
|  | Tax Free Bonds Series-XIII Public & Private Placement (Rs. 75,765.46 Lakhs Fiscal Year 13-14)  | CARE AAA (CE), Stable Reaffirmed  |
|  | Taxable Green bonds Sr. VIA & VIB (Rs. 70,000.00 Lakhs) Fiscal 2016-17                         | CARE AA+, Stable Reaffirmed       |
| Brickwork Ratings                      | Long Term Taxable Bonds Series III- B, IV & V (Rs. 105,000.00 Lakhs)                           | BWR AAA (CE), Negative Reaffirmed |
|  | Tax Free Bonds Series-XIII Public & Private Placement (Rs. 75,765.46 Lakhs Fiscal Year 13-14)  | BWR AAA (CE), Negative Reaffirmed |
|  | Taxable Bonds (Rs. 86,500.00 Lakhs) Fiscal 2020 Series VIIA & VIIB                             | BWR AAA , Negative Reaffirmed     |
|  | Taxable Tier-II Sub Debt (Rs. 15,000.00 Lakhs) Fiscal 2018-19 Series VIII                      | BWR AAA , Negative Reaffirmed     |
|  | Taxable Bonds (Rs. 180,300.00 Lakhs) Fiscal 19-20 Series IX-A & IX-B                           | BWR AAA , Negative Reaffirmed     |
|  | Taxable Tier II Subordinated Bonds (Rs 50,000.00 Lakhs) Fiscal 20-21 Sr X                      | BWR AAA , Negative Reaffirmed     |

❖ **Bank loans**

| Rating agency     | Rating                      | Term loans  |
|-------------------|-----------------------------|---|
| Brickworks Rating | BWR AAA Negative Reaffirmed | <ul style="list-style-type: none"> <li>• Term loan rated total of Rs. 220,000.00 Lakhs. Detail of the allocation:               <ul style="list-style-type: none"> <li>❖ HDFC Term loan: Rs. 20,000.00 Lakhs</li> <li>❖ SBI Term Loan: Rs. 100,000.00 Lakhs</li> <li>❖ Canara Bank: Rs. 50,000.00 Lakhs</li> <li>❖ Bank of Baroda: Rs. 50,000.00 Lakhs</li> </ul> </li> </ul> |

**Consolidated :FY 2020-21**

|  |  |
|--|--|
|  | <ul style="list-style-type: none"> <li>Additional Term Loan aggregating to Rs 50,000.00 Lakhs rated in FY 20-21. Detail of the allocation is: <ul style="list-style-type: none"> <li>Bank of Baroda: Rs 50,000.00 Lakhs</li> </ul> </li> <li>Additional Term loan rating of Rs 200,000.00 Lakhs for borrowing in FY 20-21</li> </ul> |
|--|--|

❖ **Masala Bonds**

| Rating Agencies            | Long Term Issuer rating - migration  | Amount Raised    |
|----------------------------|--|------------------|
| Moody's Investor's Service | Baa3, Outlook Negative   | USD 300 Millions |
| Fitch Rating               | BBB-, Outlook Negative<br>(Rating upgraded from BB+ to BBB-, Outlook remaining unchanged ) | USD 300 Millions |

❖ **GOI Fully Service Bonds**

| Rating Agency                            | Instrument/Purpose/Issue  | Rating                     |
|--|---|----------------------------|
| CARE Ratings Limited                     | GOI Fully Service Bonds<br>(Rs. 164,000.00 Lakhs)<br>Fiscal 2016-17 | AAA, stable,<br>Reaffirmed |
| India Ratings & Research Private Limited |   |                            |
| ICRA Limited                             |   |                            |

**L. Concentration of Deposits, Advances, Exposures and NPAs**

❖ **Concentration of Advances**

(Rs. in Lakhs )

| Particulars  | As at March 31, 2021 | As at March 31, 2020 |
|--|----------------------|----------------------|
| Total Advances to twenty largest borrowers                           | 1,010,357.94         | 855,091.44           |
| Percentage of Advances to twenty largest borrowers to Total Advances | 36.27%               | 36.31%               |

❖ **Concentration of Exposures**

(Rs. in Lakhs )

| Particulars   | As at .March 31, 2021 | As at March 31, 2020 |
|---|-----------------------|----------------------|
| Total Exposure to twenty largest borrowers/customers  | 1,053,951.38          | 863,180.39           |
| Percentage of Exposures to twenty largest borrowers/customers to Total Exposure of the applicable | 37.84%                | 36.66%               |

❖ **Concentration of NPAs**

(Rs. in Lakhs )

| Particulars                             | As at March 31, 2021 | As at March 31, 2020 |
|---|----------------------|----------------------|
| Total Exposure to top four NPA accounts | 68,352.72            | 79,428.54            |

❖ **Sector-wise NPAs**

| S. No. | Sector                          | %age of NPAs to Total Advances in that sector |
|--------|---------------------------------|---|
| 1.     | Agriculture & allied activities | -   |
| 2.     | MSME                            | -   |
| 3.     | Corporate borrowers             | 8.77%   |
| 4.     | Services                        | -   |
| 2.     | Unsecured personal loans        | -   |
| 3.     | Auto loans                      | -   |
| 4.     | Other personal loans            | -   |

Note – IREDA is in the business of financing RE projects to corporate borrower, hence Total of Gross NPA % is shown in corporate borrower.

❖ **Movement of NPAs**

(Rs. in Lakhs )

| Particulars                     | As at March 31, 2021 | As at March 31, 2020 |
|---------------------------------|----------------------|----------------------|
| (i) Net NPAs to Net Advances(%) | 5.61%                | 7.18%                |
| (ii) Movement of NPAs(Gross)    |                      |                      |
| (a) Opening balance             | 237,300.16           | 130,846.84           |
| (b) Additions during the year   | 53,074.22            | 124,859.36           |

## Consolidated :FY 2020-21

|       |   |   |            |            |
|-------|---|---|------------|------------|
|       | (c)   | Reductions during the year                  | 46,219.11  | 18,406.04  |
|       | (d)   | Closing balance                             | 244,155.27 | 237,300.16 |
| (iii) | Movement of Net NPAs  |   |            |            |
|       | (a)   | Opening balance                             | 163,746.06 | 77,981.67  |
|       | (b)   | Additions during the year                   | 43,528.16  | 104,145.05 |
|       | (c)   | Reductions during the year (b/f)            | 56,251.83  | 18,380.66  |
|       | (d)   | Closing balance                             | 151,022.39 | 163,746.06 |
| (iv)  | Movement of provisions for NPAs (excluding provisions on standard assets) |   |            |            |
|       | (a)   | Opening balance                             | 73,554.10  | 52,865.16  |
|       | (b)   | Provisions made during the year             | 35,241.15  | 35,539.61  |
|       | (c)   | Write-off / write-back of excess provisions | 15,662.37  | 14,850.67  |
|       | (d)   | Closing balance                             | 93,132.88  | 73,554.10  |

M. Disclosure under RBI circular No. RBI/2020-21/88 DOR.NBFC (PD) CC. No.102/03.10.001/2020-21 dated November 04 , 2020 on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies

## i) Funding Concentration based on significant counterparty (both deposits and borrowings)

(Rs. In Lakhs)

| Sl. | Period           | Number of Significant Counterparties * | Amount       | % of Total deposits | % of Total Liabilities |
|-----|------------------|--|--------------|---------------------|------------------------|
| 1   | As at 31.03.2021 | 13                                     | 1,594,560.49 | N.A.                | 58.41%                 |
| 2.  | As at 31.03.2020 | 14                                     | 1,494,260.88 | N.A.                | 59.46%                 |

Note :

- A "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs .
- Total Liabilities has been computed as Total Assets less Equity Share Capital and Reserve & Surplus.

## ii) Top 20 large deposits

(Rs. In Lakhs)

| Period           | Large deposits | Amount | % of Total Deposits |
|------------------|----------------|--------|---------------------|
| As at 31.03.2021 |                |        | Not Applicable.     |
| As at 31.03.2020 |                |        |                     |

## iii) Top 10 borrowings :

As at 31.03.2021

(Rs. In Lakhs)

| Sl. | Borrowings   | Amount     | % of Total Borrowings |
|-----|--|------------|-----------------------|
| 1   | Term Loan Facility – IIFCL (2020-21)                       | 200,000.00 | 8.33%                 |
| 2   | Loan I from Japan International Cooperation Agency (JICA)  | 199,080.00 | 8.29%                 |
| 3   | Loan II from Japan International Cooperation Agency (JICA) | 198,880.92 | 8.29%                 |
| 4   | 7.125% Green Masala Bond                                   | 194,567.94 | 8.11%                 |
| 5   | European Investment Bank (EIB)                             |            | 6.27%                 |
| 6   | Loan From ADB - II   | 137,208.77 | 5.72%                 |
| 7   | 8% Taxable Bonds (Series IX A- 2019-20)                    | 99,977.70  | 4.17%                 |
| 8   | 7.49% Taxfree Bonds(Series XIV Tranche-I-IIA- 2015-16)     | 88,426.52  | 3.68%                 |
| 9   | 7.40% IREDA Taxable Bonds-Sr-IX B -2030 (19-20)            | 80,257.16  | 3.34%                 |
| 10  | Loan II from Agence Francaise De Developpement (AFD-II )   | 73,184.15  | 3.05%                 |

As at 31.03.2020

(Rs. In Lakhs)

| Sl. | Borrowings  | Amount     | % of Total Borrowings |
|-----|---|------------|-----------------------|
| 1   | Japan International Cooperation Agency (JICA)     | 208,950.00 | 9.56%                 |
| 2   | Japan International Cooperation Agency (JICA -II) | 208,741.05 | 9.55%                 |
| 3   | 7.125% Green Masala Bond                          | 194,309.26 | 8.89%                 |



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|    |   |            |       |
|----|---|------------|-------|
| 4  | European Investment Bank (EIB)                          | 161,340.90 | 7.38% |
| 5  | Loan II from Asian Development Bank (ADB -II)           | 150,771.80 | 6.90% |
| 6  | 8% Taxable Bonds  | 99,975.90  | 4.57% |
| 7  | 7.49 % Tax free Bonds                                   | 88,426.52  | 4.05% |
| 8  | SBI Term Loan   | 84,993.17  | 3.89% |
| 9  | 7.40% Taxable Bonds                                     | 80,253.84  | 3.67% |
| 10 | Loan II from Agence Francaise De Developpement (AFD-II) | 78,897.12  | 3.61% |

## iv) Funding Concentration based on significant instrument/product

As at 31.03.2021

(Rs. In Lakhs )

| Sl. | Number of the instrument / product                              | Amount     | % of Total Liabilities |
|-----|---|------------|------------------------|
| 1.  | Taxfree Bonds - Non Convertible Redeemable Debentures (Secured) | 275,765.46 | 10.10%                 |
| 2.  | Taxable Bonds - Non Convertible Redeemable Debentures(Secured)  | 441,692.76 | 16.18%                 |
| 3.  | Masala Bonds (Unsecured )                                       | 194,567.94 | 7.13%                  |
| 4.  | Subordinated Liabilities  | 64,919.20  | 2.38%                  |
| 5.  | Term Loans from Banks (Secured )                                | 254,735.26 | 9.33%                  |
| 6.  | Term Loans from Banks (Unsecured )                              | 97,676.36  | 3.58%                  |
| 7.  | Term Loans from Others (Unsecured )                             | 953,431.94 | 34.93%                 |
| 8.  | Loans repayable on demand                                       | 46,015.70  | 1.69%                  |
| 9.  | FCNR(B) Demand Loans  | 71,195.83  | 2.61%                  |

As at 31.03.2020

(Rs. In Lakhs )

| Sl. | Number of the instrument / product                              | Amount     | % of Total Liabilities |
|-----|---|------------|------------------------|
| 1   | Taxfree Bonds - Non Convertible Redeemable Debentures (Secured) | 275,765.46 | 10.97%                 |
| 2   | Taxable Bonds - Non Convertible Redeemable Debentures(Secured)  | 456,683.92 | 18.17%                 |
| 3   | Masala Bonds (Unsecured )                                       | 194,309.26 | 7.73%                  |
| 4   | Term Loans from Banks (Secured)                                 | 398,570.53 | 15.86%                 |
| 5   | Term Loans from Banks (Unsecured)                               | 108,043.08 | 4.30%                  |
| 6   | Term Loans from Others (Unsecured)                              | 737,012.26 | 29.33%                 |

## Note :

- A "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.
- Total Liabilities has been computed as Total Assets less Equity share capital less Reserve & Surplus.
- A "significant instrument/product" is defined as a single instrument/product of group of similar instruments/products which in aggregate amount to more than 1% of the NBFC-NDSI's, NBFC-Ds total liabilities and 10% for other non-deposit taking NBFCs.

## v) Stock Ratios:

| Sl | Number of the instrument / product  | As at 31.03.2021 | As at 31.03.2020 |
|----|---|------------------|------------------|
| 1  | Commercial papers as a % of total public funds  | N/A              | N/A              |
| 2  | Commercial papers as a % of total liabilities   | N/A              | N/A              |
| 3  | Commercial papers as a % of total assets  | N/A              | N/A              |
| 4  | Non-convertible debentures (original maturity of less than one year) as a % of total public funds | N/A              | N/A              |
| 5  | Non-convertible debentures (original maturity of less than one year) as a % of total liabilities  | N/A              | N/A              |
| 6  | Non-convertible debentures (original maturity of less than one year) as a % of total assets       | N/A              | N/A              |
| 7  | Other short-term liabilities, if any as a % of total public funds                                 | 4.01%            | 5.09%            |
| 8  | Other short-term liabilities, if any as a % of total liabilities                                  | 3.53%            | 4.43%            |
| 9  | Other short-term liabilities, if any as a % of total assets                                       | 3.18%            | 4.03%            |

Note : Other short-term liabilities have been computed as sum total of Trade Payables, Other financial & Non-financial liabilities excluding GOI Fully Service Bonds .

## vi) Institutional set-up for liquidity risk management

The Board of Directors of the Company has constituted the Asset Liability Management Committee , Risk Management Committee and Investment Committee. The Asset Liability Management Committee, inter alia, reviews the asset liability profile, risk monitoring system, liquidity risk management, funding and capital planning, profit planning and growth projections, forecasting and analyzing different scenarios and preparation of contingency plans.

Further, the Risk Management Committee, inter alia, monitors and measures the risk profile of the Company and oversees the integrated risk management system of the Company. The Company manages liquidity risk by maintaining sufficient cash/treasury surpluses.

Management regularly monitors the position of cash and cash equivalents. Assessment of maturity profiles of financial assets and financial liabilities including debt financing plans and maintenance of balance sheet liquidity is considered while reviewing the liquidity position. (Through submission and monitoring of DNBS 4A and DNBS 4B Statements).The company is already working on improving the existing liquidity risk management process by setting up of process for calculation of Liquidity Coverage Ratio (LCR) and management of liquidity risk through stock ratios.

N. The Disclosure under RBI circular No. RBI/2019-20/170 DO (NBFC).CC.PD.No. 109/22.10.106/ 2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards :

(Rs. in Lakhs )

| Asset Classification as per RBI Norms   | Asset classification as per Ind AS 109 | Gross Carrying Amount as per Ind AS | Loss Allowances (Provisions) as required under Ind AS 109 | Net Carrying Amount | Provisions required as per IRACP norms | Difference between Ind AS 109 provisions and IRACP norms |
|---|--|-------------------------------------|---|---------------------|--|--|
| 1   | 2                                      | 3                                   | 4   | (5)=(3)-(4)         | 6                                      | (7) = (4)-(6)  |
| <b>Performing Assets</b>  |  |                                     |   |                     |  |  |
| Standard  | Stage 1                                | 2,372,746.14                        | 25,547.32   | 2,347,198.82        | 37,151.08*                             | 20,691.03  |
|   | Stage 2                                | 163,862.40                          | 32,294.79   | 131,567.61          |  |  |
| <b>Sub total</b>  |  | <b>2,536,608.54</b>                 | <b>57,842.11</b>  | <b>2,478,766.43</b> | <b>37,151.08</b>                       | <b>20,691.03</b>   |
| <b>Non-Performing Assets (NPA)</b>  |  |                                     |   |                     |  |  |
| Substandard   | Stage 3                                | <b>53,074.23</b>                    | <b>9,546.07</b>   | <b>43,528.16</b>    | <b>5,307.42</b>                        | <b>4,238.64</b>  |
| Doubtful - up to 1 year   | Stage 3                                |                                     |   |                     |  |  |
| 1 to 3 years  | Stage 3                                | 64,488.96                           | 20,809.71   | 43,679.25           | 23,089.98                              | (2,280.27)   |
| More than 3 years   | Stage 3                                | 44,814.39                           | 21,514.89   | 23,299.50           | 27,872.57                              | (6,357.68)   |
| Subtotal for doubtful   |  | <b>81,773.29</b>                    | <b>41,257.81</b>  | <b>40,515.49</b>    | <b>49,062.93</b>                       | <b>(7,805.12)</b>  |
|   |  | <b>191,076.65</b>                   | <b>83,582.41</b>  | <b>107,494.23</b>   | <b>100,025.48</b>                      | <b>(16,443.06)</b>                                       |
| Loss  | Stage 3                                |                                     |   |                     |  |  |
| <b>Subtotal for NPA</b>   |  | <b>4.40</b>                         | <b>4.40</b>   | <b>-</b>            | <b>4.40</b>                            | <b>-</b>   |
|   |  | <b>244,155.27</b>                   | <b>93,132.88</b>  | <b>151,022.39</b>   | <b>105,337.30</b>                      | <b>(12,204.42)</b>                                       |
| Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms | Stage 1                                | 104,910.00                          | 486.70  | 104,423.30          | -                                      | 486.70   |
|   | Stage 2                                | -                                   | -   | -                   | -                                      | -  |
|   | Stage 3                                | -                                   | -   | -                   | -                                      | -  |
| <b>Subtotal</b>   |  | <b>104,910.00</b>                   | <b>486.70</b>   | <b>104,423.30</b>   | <b>-</b>                               | <b>486.70</b>  |
| <b>Total</b>  | Stage 1                                | 2,477,656.14                        | 26,034.01   | 2,451,622.13        | 142,488.39                             | 8,973.30   |
|   | Stage 2                                | 163,862.40                          | 32,294.79   | 131,567.61          |  |  |
|   | Stage 3                                | 244,155.27                          | 93,132.88 <sup>#</sup>                                    | 151,022.39          |  |  |
|   | <b>Total</b>                           | <b>2,885,673.82</b>                 | <b>151,461.68</b>   | <b>2,734,212.13</b> |  |  |

\* Includes Provision on Reschedulement, Special Covid-19 General Provision

<sup>#</sup> Excluding provision on incidental charges (Dr. bal.) on NPA accounts of Rs. 338.68 Lakhs .

**O. Disclosure on Liquidity Coverage Ratio: -**

RBI has issued final guidelines on Liquidity Risk Management Framework for Non-Banking Financial Companies and Core Investment Companies on November 04, 2019. As per the said guidelines, LCR requirement shall be binding on all non-deposit taking systemically important NBFCs with asset size of ₹ 10,000 crore and above from December 1, 2020, with the minimum LCR to be 50%, progressively increasing, till it reaches the required level of 100%, by December 1, 2024, as per the timeline given in the guidelines.

Further, NBFC are required to publicly disclose the information related to Liquidity Coverage Ratio on a quarterly basis. Accordingly, the disclosure on Liquidity Coverage Ratio of IREDA for Q1, Q2, Q3 and Q4-FY2021 is as under:

(Rs. in Lakhs )

| High Quality Liquid Assets   | Q1 (April-June 2020)             |                                | Q-2 (Jul-Sep 2020)               |                                | Q-3 (Oct-Dec 2020)               |                                | Q-4 (Jan-Mar 2021)               |                                |
|--|----------------------------------|--------------------------------|----------------------------------|--------------------------------|----------------------------------|--------------------------------|----------------------------------|--------------------------------|
|  | Total Unweighted Value (average) | Total weighted Value (average) | Total Unweighted Value (average) | Total weighted Value (average) | Total Unweighted Value (average) | Total weighted Value (average) | Total Unweighted Value (average) | Total weighted Value (average) |
| 1 Total High Quality Liquid Assets (HQLA)                                    | 91,468.86                        | 91,468.86                      | 67,634.39                        | 67,634.39                      | 105,109.93                       | 105,109.93                     | 108,566.49                       | 108,566.49                     |
| <b>Cash Outflows</b>   |                                  |                                |                                  |                                |                                  |                                |                                  |                                |
| 2 Deposits (for deposit taking companies)                                    | -                                | -                              | -                                | -                              | -                                | -                              | -                                | -                              |
| 3 Unsecured wholesale funding  | 5,017.94                         | 5,770.63                       | 2,431.83                         | 2,796.60                       | 5,130.22                         | 5,899.75                       | 2,103.86                         | 2,419.44                       |
| 4 Secured wholesale funding  | 9,362.55                         | 10,766.94                      | 13,095.48                        | 15,059.80                      | 14,352.53                        | 16,505.42                      | 51,754.05                        | 59,517.16                      |
| 5 Additional requirements, of which  |                                  |                                |                                  |                                |                                  |                                |                                  |                                |
| (i) Outflows related to derivative exposures & other collateral requirements | 4,988.24                         | 5,736.47                       | 2,931.54                         | 3,371.27                       | 3,164.37                         | 3,639.03                       | 3,229.96                         | 3,714.45                       |
| (ii) Outflows related to loss of funding on debt products                    | -                                | -                              | -                                | -                              | -                                | -                              | -                                | -                              |
| (iii) Credit and liquidity facilities  |                                  |                                | 0.04                             | 0.05                           |                                  |                                |                                  |                                |
| 6 Other contractual funding obligations                                      | 861.48                           | 990.71                         | 4,212.80                         | 4,844.72                       | 1,968.05                         | 2,263.26                       | 2,036.68                         | 2,342.19                       |
| 7 Other contingent funding obligations                                       | -                                | -                              | -                                | -                              | -                                | -                              | -                                | -                              |
| 8 TOTAL CASH OUTFLOWS  | 20,230.21                        | 23,264.75                      | 22,671.69                        | 26,072.45                      | 24,615.18                        | 28,307.45                      | 59,124.55                        | 67,993.24                      |
| <b>Cash Inflow</b>   |                                  |                                |                                  |                                |                                  |                                |                                  |                                |
| 9 Secured lending  | 7,734.57                         | 5,800.93                       | 29,489.35                        | 22,117.02                      | 45,300.82                        | 33,975.62                      | 77,967.08                        | 58,475.31                      |
| 10 Inflows from fully performing exposures                                   | -                                | -                              | -                                | -                              | -                                | -                              | -                                | -                              |
| 11 Other cash inflows  | -                                | -                              | -                                | -                              | -                                | -                              | -                                | -                              |
| 12 TOTAL CASH INFLOWS  | 7,734.57                         | 5,800.93                       | 29,489.35                        | 22,117.02                      | 45,300.82                        | 33,975.62                      | 77,967.08                        | 58,475.31                      |
|  |                                  | Total                          |                                  | Total                          |                                  | Total                          |                                  | Total                          |
|  |                                  | Adjusted Value                 |                                  | Adjusted Value                 |                                  | Adjusted Value                 |                                  | Adjusted Value                 |
| 13 TOTAL HQLA  |                                  | 91,468.86                      |                                  | 67,634.39                      |                                  | 105,109.93                     |                                  | 108,566.49                     |
| 14 TOTAL NET CASH OUTFLOWS   |                                  | 17,463.82                      |                                  | 6,518.11                       |                                  | 7,076.86                       |                                  | 16,998.31                      |
| 15 LIQUIDITY COVERAGE RATIO (%)  |                                  | 524%                           |                                  | 1038%                          |                                  | 1485%                          |                                  | 639%                           |

P. The Balance Sheet Extract as per RBI Act, 1943 is given below.

**Schedule to the Balance Sheet of IREDA**  
(As at 31.03.2021)

(Rs.in Lakhs)

| Particulars                |   | Amount outstanding        | Amount overdue |
|----------------------------|---|---------------------------|----------------|
| <b>Liabilities side</b>    |   |                           |                |
| <b>1</b>                   | <b>Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid :</b> |                           |                |
| (a)                        | Debentures: Secured   | 734,850.76                | -              |
|                            | : Unsecured<br>( other than falling within the meaning of public deposits)  | 269,694.24                | -              |
| (b)                        | Deferred Credits  | -                         | -              |
| (c)                        | Term loans  | 1,317,311.24              | -              |
| (d)                        | Inter-corporate loans and borrowing   | -                         | -              |
| (e)                        | Commercial paper  | -                         | -              |
| (f)                        | Public Deposits   | -                         | -              |
| (g)                        | Other Loans _Overdrafts   | 46,015.70                 | -              |
| (h)                        | FCNR(B) Demand Loans  | 71,257.72                 | -              |
| <b>2</b>                   | <b>Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :</b>          |                           |                |
| (a)                        | In the form of Unsecured debentures   | -                         | -              |
| (b)                        | In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security                | -                         | -              |
| (c)                        | Other public deposits   | -                         | -              |
| <b>Assets Side</b>         |   | <b>Amount outstanding</b> |                |
| <b>3</b>                   | <b>Break up of Loans and Advances including bills receivables [ other than those included in (4) below]:</b>                |                           |                |
| (a)                        | Secured   |                           | 2,457,993.06   |
| (b)                        | Unsecured   |                           | 326,042.81     |
| <b>4</b>                   | <b>Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities</b>                         |                           |                |
| (i)                        | Lease assets including lease rentals under sundry debtors   |                           |                |
| (a)                        | Financial lease   | -                         | -              |
| (b)                        | Operating lease   | -                         | -              |
| (ii)                       | Stock on hire including hire charges under sundry debtors:  |                           |                |
| (a)                        | Assets on hire  | -                         | -              |
| (b)                        | Repossessed Assets  | -                         | -              |
| (iii)                      | Other loans counting towards AFC activities   |                           |                |
| (a)                        | Loans where assets have been repossessed  | -                         | -              |
| (b)                        | Loans other than (a) above  | -                         | -              |
| <b>5</b>                   | <b>Break up of investments</b>  |                           |                |
| <b>Current Investments</b> |   |                           |                |
| 1.                         | Quoted  |                           |                |
| (i)                        | Shares  |                           |                |
|                            | (a) Equity  | -                         | -              |
|                            | (b) Preference  | -                         | -              |
| (ii)                       | Debentures and Bonds  | -                         | -              |
| (iii)                      | Units of mutual funds   | -                         | -              |
| (iv)                       | Government Securities   | -                         | -              |
| (v)                        | Others (please specify)   | -                         | -              |
| 2.                         | Unquoted  |                           |                |

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|  |                              |   |          |
|--|------------------------------|---|----------|
|  | (i)                          | Shares  |          |
|  |                              | (c) Equity                                    | -        |
|  |                              | (d) Preference                                | -        |
|  | (ii)                         | Debentures and Bonds                          | -        |
|  | (iii)                        | Units of mutual funds                         | -        |
|  | (iv)                         | Government Securities                         | -        |
|  | (v)                          | Others (please specify)                       |          |
|  |                              | Commercial Papers (Impairment fully provided) | 6,899.11 |
|  | <b>Long Term investments</b> |   |          |
|  | 1. Quoted                    |   |          |
|  | (i)                          | Shares  |          |
|  |                              | (a) Equity                                    | -        |
|  |                              | (b) Preference                                | -        |
|  | (ii)                         | Debentures and Bonds                          | -        |
|  | (iii)                        | Units of mutual funds                         | -        |
|  | (iv)                         | Government Securities                         | -        |
|  | (v)                          | Others (please specify)                       | -        |
|  | 2. Unquoted                  |   |          |
|  | (i)                          | Shares  |          |
|  |                              | (a) Equity                                    | 12.00    |
|  |                              | (b) Preference                                | -        |
|  | (ii)                         | Debentures and Bonds                          | -        |
|  | (iii)                        | Units of mutual funds                         | -        |
|  | (iv)                         | Government Securities                         | -        |
|  | (v)                          | Others (please specify)                       | -        |

## Borrower group-wise classification of assets financed as in (3) and (4) above

| 6 | Category  |                             | Amount (Net of Provisions ) (Rs.in Lakhs )         |  |                     |
|---|---|-----------------------------|--|--|---------------------|
|   |   |                             | Secured  | Unsecured                              | Total               |
| 1 | Related Parties   |                             |  |  |                     |
|   | (a)   | Subsidiaries                | -  | -                                      | -                   |
|   | (b)   | Companies in the same group | -  | -                                      | -                   |
|   | (c)   | Other related parties       | 11.95  | -                                      | 11.95               |
| 2 | Other than related parties  |                             | 2,364,509.55                                       | 326,042.81                             | 2,690,552.36        |
|   | <b>Total</b>  |                             | <b>2,364,521.50</b>                                | <b>326,042.81</b>                      | <b>2,690,564.31</b> |
| 7 | <b>Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):</b> |                             |  |  |                     |
|   | <b>Category</b>   |                             | <b>Market value/ Break up or fair value or NAV</b> | <b>Book Value ( Net of Provisions)</b> |                     |
| 1 | Related Parties   |                             |  |  |                     |
|   | (a)   | Subsidiaries                | -  | -                                      | -                   |
|   | (b)   | Companies in the same group | -  | -                                      | -                   |
|   | (c)   | Other related parties       |  | N.A.                                   | 12.00               |
| 2 | Other than related parties  |                             |  |  |                     |
|   | <b>Total</b>  |                             |  | N.A.                                   | 12.00               |
| 8 | <b>Other Information</b>  |                             |  |  |                     |
|   | <b>Particulars</b>  |                             |  | <b>Amount (Rs.in Lakhs )</b>           |                     |
|   | (i)   | Gross Non-Performing Assets |  |  |                     |
|   |   | (a)                         | Related Parties                                    |  | -                   |
|   |   | (b)                         | Other than related parties                         |  | 244,155.27          |
|   | (ii)  | Net Non-Performing Assets   |  |  |                     |

|   |       |   |            |
|---|-------|---|------------|
| - | (a)   | Related Parties                         | -          |
|   | (b)   | Other than related parties              | 151,022.39 |
|   | (iii) | Assets acquired in satisfaction of debt | -          |

Schedule to the Balance Sheet of IREDA  
(As at 31.03.2020)

(Rs.in Lakhs)

| Particulars             |   | Amount outstanding        | Amount overdue |
|-------------------------|---|---------------------------|----------------|
| <b>Liabilities side</b> |   |                           |                |
| <b>1</b>                | <b>Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid :</b> |                           |                |
|                         | (a) Debentures: Secured   | 750,562.03                | -              |
|                         | : Unsecured<br>( other than falling within the meaning of public deposits)  | 216,008.66                | -              |
|                         | (b) Deferred Credits  | -                         | -              |
|                         | (c) Term loans  | 1,258,153.16              | -              |
|                         | (d) Inter-corporate loans and borrowing   | -                         | -              |
|                         | (e) Commercial paper  | -                         | -              |
|                         | (f) Public Deposits   | -                         | -              |
|                         | (g) Other Loans _Overdrafts   | -                         | -              |
| <b>2</b>                | <b>Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :</b>          |                           |                |
|                         | (a) In the form of Unsecured debentures   | -                         | -              |
|                         | (b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security            | -                         | -              |
|                         | (c) Other public deposits   | -                         | -              |
| <b>Assets Side</b>      |   | <b>Amount outstanding</b> |                |
| <b>3</b>                | <b>Break up of Loans and Advances including bills receivables [ other than those included in (4) below]:</b>                |                           |                |
|                         | (a) Secured   |                           | 2,084,762.72   |
|                         | (b) Unsecured   |                           | 286,672.52     |
| <b>4</b>                | <b>Break-up of Leased Assets and stock on hire and other assets counting towards AFC activities</b>                         |                           |                |
|                         | (i) Lease assets including lease rentals under sundry debtors   |                           |                |
|                         | (a) Financial lease   |                           | -              |
|                         | (b) Operating lease   |                           | -              |
|                         | (ii) Stock on hire including hire charges under sundry debtors:   |                           |                |
|                         | (a) Assets on hire  |                           | -              |
|                         | (b) Repossessed Assets  |                           | -              |
|                         | (iii) Other loans counting towards AFC activities   |                           |                |
|                         | (a) Loans where assets have been repossessed  |                           | -              |
|                         | (b) Loans other than (a) above  |                           | -              |

|                              |   |                       |           |
|------------------------------|---|-----------------------|-----------|
| 5                            | <b>Break up of investments</b>                |                       |           |
|                              | <b>Current Investments</b>                    |                       |           |
| 1.                           | Quoted  |                       |           |
|                              | (i)   | Shares                |           |
|                              |   | (e) Equity            | -         |
|                              |   | (f) Preference        | -         |
|                              | (ii)  | Debentures and Bonds  | -         |
|                              | (iii)   | Units of mutual funds | -         |
|                              | (iv)  | Government Securities | -         |
| (v)                          | Others (please specify)                       | -                     |           |
| 2.                           | Unquoted                                      |                       |           |
|                              | (i)   | Shares                |           |
|                              |   | (g) Equity            | -         |
|                              |   | (h) Preference        | -         |
|                              | (ii)  | Debentures and Bonds  | -         |
|                              | (iii)   | Units of mutual funds | -         |
|                              | (iv)  | Government Securities | -         |
| (v)                          | Others (please specify)                       | -                     |           |
|                              | Short Term Deposits (with Interest Accrued)   |                       | 50,646.27 |
|                              | Commercial Papers (Impairment fully provided) |                       | 6,899.11  |
| <b>Long Term investments</b> |   |                       |           |
| 3.                           | Quoted  |                       |           |
|                              | (i)   | Shares                |           |
| (c) Equity                   |   | -                     |           |
| (d) Preference               |   | -                     |           |
| (ii)                         |   | Debentures and Bonds  | -         |
| (iii)                        | Units of mutual funds                         | -                     |           |
| (iv)                         | Government Securities                         | -                     |           |
| (v)                          | Others (please specify)                       | -                     |           |
| 4.                           | Unquoted                                      |                       |           |
|                              | (i)   | Shares                |           |
| (c) Equity                   |   | 12.00                 |           |
| (d) Preference               |   | -                     |           |
| (ii)                         | Debentures and Bonds                          | -                     |           |
| (iii)                        | Units of mutual funds                         | -                     |           |
| (iv)                         | Government Securities                         | -                     |           |
| (v)                          | Others (please specify)                       | -                     |           |

Borrower group-wise classification of assets financed as in (3) and (4) above

| 6            | Category   |                             | Amount (Net of Provisions ) (Rs.in Lakhs )  |                   |                                 |
|--------------|--|-----------------------------|---|-------------------|---------------------------------|
|              |  |                             | Secured                                     | Unsecured         | Total                           |
| 1            | Related Parties  |                             |   |                   |                                 |
|              | (a)  | Subsidiaries                | -   | -                 | -                               |
|              | (b)  | Companies in the same group | -   | -                 | -                               |
|              | (c)  | Other related parties       | 21.82                                       | -                 | 21.82                           |
| 2            | Other than related parties   |                             | 2,011,074.34                                | 286,672.52        | 2,297,746.86                    |
| <b>Total</b> |  |                             | <b>2,011,096.16</b>                         | <b>286,672.52</b> | <b>2,297,768.68</b>             |
| 7            | Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted): |                             |   |                   |                                 |
|              | Category   |                             | Market value/ Break up or fair value or NAV |                   | Book Value ( Net of Provisions) |
| 1            | Related Parties  |                             |   |                   |                                 |
|              | (a)  | Subsidiaries                | -   | -                 | -                               |

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|          |                          |   |                            |                       |
|----------|--------------------------|---|----------------------------|-----------------------|
|          | (b)                      | Companies in the same group             | -                          | -                     |
|          | (c)                      | Other related parties                   | N.A.                       | 12.00                 |
| 2        |                          | Other than related parties              | 50,646.27                  | 50,646.27             |
|          | <b>Total</b>             |   | <b>50,646.27</b>           | <b>50,658.27</b>      |
| <b>8</b> | <b>Other Information</b> |   |                            |                       |
|          | Particulars              |   |                            | Amount (Rs.in Lakhs ) |
|          | (i)                      | Gross Non-Performing Assets             |                            |                       |
|          |                          | (a)                                     | Related Parties            | -                     |
|          |                          | (b)                                     | Other than related parties | 237,300.16            |
|          | (ii)                     | Net Non-Performing Assets               |                            |                       |
|          |                          | (a)                                     | Related Parties            | -                     |
|          |                          | (b)                                     | Other than related parties | 163,746.06            |
|          | (iii)                    | Assets acquired in satisfaction of debt |                            | -                     |

51. The figures are rounded off to the nearest Rupees in Lakhs (except number of shares). Previous year's figures have been re-arranged/re-grouped wherever considered necessary to make them comparable with the current year's figures.

As per our report of even date

For D S P & Associates  
Chartered Accountants  
ICAI Regn. No. 006791N

Sanjay Jain  
Partner  
Mem. No. 084906



For and on Behalf of the Board of Directors

*Chintan Navinbhai Shah*  
Chintan Navinbhai Shah  
Director (Technical)  
DIN No. 07795952

*Pradip Kumar Das*  
Pradip Kumar Das  
Chairman & Managing Director  
DIN No. 07448576

*R. C. Sharma*  
Dr. R. C. Sharma  
General Manager (Finance) & C.F.O.

*Surender Suyal*  
Surender Suyal  
Company Secretary  
M. No. A11900

Place: New Delhi

Date : 30.05.2021