

**TATA POWER RENEWABLE ENERGY LIMITED**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF TATA POWER RENEWABLE ENERGY LIMITED  
Report on the Financial Statements**

We have audited the accompanying financial statements of **TATA POWER RENEWABLE ENERGY LIMITED** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



## **Deloitte Haskins & Sells LLP**

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2015, and its profit and its cash flows for the year ended on that date.

### **Emphasis of Matters**

We draw attention to Note 28 to the financial statements which describes the "Scheme of Amalgamation" ("the Scheme") between NewGen Saurashtra Windfarm Limited ("the transferor company") a wholly owned subsidiary, with the Company, effective from 1st April, 2014 (appointed date). The Scheme is subject to the requisite approval of the members and/or creditors of the transferor company and of the Company, all such requisite approvals from the relevant statutory and regulatory authorities and sanction of the Hon'ble High Court of Judicature at Bombay. The entire undertaking of the transferor company would be transferred to the Company as a going concern. Pending such approvals, no effect of the Scheme has been given in the financial statements.

Our opinion is not modified in respect of this matter.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in term of sub-section (11) of Section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraph 3 and 4 of the Order to the extent applicable.

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**Haskins & Sells LLP**

2. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) 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 Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 23 to the financial statements.
    - (ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
    - (iii) There are no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants  
(Firm's Registration No. 117366W /W-100018)

*R. K. Banga*

R. A. BANGA

Partner

Membership Number: 037915

MUMBAI, 13th May, 2015

**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

- (i) In respect of its fixed assets:
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The Company has a program of verification of fixed assets to cover all the items in a phased manner over a period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (ii) The nature of the Company's operations is such that stocking of inventory (including stores) is not involved. Accordingly, clause (ii) of paragraph 3 of the Order is not applicable.
- (iii) According to the information and explanations given to us, the Company has granted loans, secured or unsecured, to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. In respect of such loans:
  - (a) The receipts of principal amounts and interest have been as per stipulations.
  - (b) There is no overdue amount in excess of Rs. 1 lakh remaining outstanding as at the year-end.
- (iv) In our opinion and according to the information and explanations given to us, having regard to the explanations that some of the items purchased and sold are of special nature and suitable alternative sources are not readily available for obtaining comparable quotations, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of inventory and fixed assets and the sale of goods and services. During the course of our audit, we have not observed any major weakness in such internal control system.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit during the year. The Company does not have unclaimed deposits as at 31<sup>st</sup> March, 2015, and accordingly provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act are not applicable to the Company.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

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(vii) According to the information and explanations given to us in respect of statutory dues:

- (a) The company has generally been regular in depositing undisputed statutory dues, including provident fund, Employees State Insurance, income tax, sales tax, wealth tax, service tax, customs, excise duty, value added tax, cess and any other material statutory dues applicable to it with the appropriate authorities.
- (b) There were no undisputed amounts payable in respect of provident fund, Employees State Insurance, income tax, sales tax, wealth tax, service tax, customs, excise duty, value added tax, cess and material statutory dues in arrears as at 31<sup>st</sup> March, 2015 for a period of more than six months from the date they became payable.
- (c) Details of dues of income tax, sales tax, wealth tax, service tax, customs, excise duty, value added tax, cess which have not been deposited as on 31<sup>st</sup> March, 2015 on account of dispute are given below:

Nature of statute	Nature of dues	Amount (Rs)	Period for which the amount relates to	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	147,760	FY 2011-12	Commissioner of Income Tax- Appeals

- (d) There are no amounts that are due to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and Rules made thereunder.
- (viii) The Company does not have accumulated losses at the end of the financial year and the Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (ix) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders.
- (x) In our opinion and according to the information and explanations given to us, the terms and conditions of the guarantees given by the Company for loans taken by others from banks and financial institutions are not prima facie, prejudicial to the interest of the Company.
- (xi) In our opinion and according to the information and explanations given to us, the term loans have been applied by the Company during the year for the purposes for which they were obtained, other than temporary deployment of term loans of Rs 123,640,363 pending application in mutual funds.

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- (xii) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants  
(Firm Registration No. 117366W/W – 100018)

*R.K. Banga*

R. A. BANGA  
Partner  
Membership No.037915

MUMBAI, 13th May, 2015

**Tata Power Renewable Energy Limited**  
**Balance Sheet as at 31st March, 2015**

	Notes	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	3	4,876,077,150	1,950,268,320
Reserves and surplus	4	126,995,403	63,890,212
		<u>5,003,072,553</u>	<u>2,014,158,532</u>
<b>Share application money pending allotment</b>		-	<b>844,381,534</b>
<b>Non-current liabilities</b>			
Long-term borrowings	5	6,396,800,780	6,504,790,975
Deferred tax liabilities (net)	6	54,849,396	14,500,000
Other long term liabilities	7	6,573,051	65,124,708
		<u>6,458,223,227</u>	<u>6,584,415,683</u>
<b>Current liabilities</b>			
Short-term borrowings	8	-	680,627,426
Trade payables (Refer note 22)		35,873,207	15,003,757
Other current liabilities	9	2,173,521,434	1,603,849,157
		<u>2,209,394,641</u>	<u>2,299,480,340</u>
<b>TOTAL</b>		<u><u>13,670,690,421</u></u>	<u><u>11,742,436,089</u></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	10	9,078,785,887	8,172,439,790
Capital work-in-progress	10	1,241,446,199	851,388,549
		<u>10,320,232,086</u>	<u>9,023,828,339</u>
Non-current Investments	11	474,418,462	474,418,462
Long-term loans and advances	12	1,437,833,681	491,811,319
		<u>12,232,484,229</u>	<u>9,990,058,120</u>
<b>Current assets</b>			
Current investments	13	1,095,000,377	150,783,470
Trade receivables	14	85,450,668	72,461,709
Cash and bank balances	15	51,281,107	894,418,654
Short-term loans and advances	16	52,475,380	511,396,329
Other current assets	17	153,998,660	123,317,807
		<u>1,438,206,192</u>	<u>1,752,377,969</u>
<b>Total</b>		<u><u>13,670,690,421</u></u>	<u><u>11,742,436,089</u></u>

See accompanying notes forming part of the financial statements

In terms of our report attached.  
For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants

*R.K. Banga*

R. A. BANGA  
Partner

Mumbai, 13th May, 2015

For and on behalf of the Board

*Ramesh Subramanyam*  
Ramesh Subramanyam - Director

*Rahul Shah*  
Rahul Shah - CEO and Director

*Yogesh Kokane*  
Yogesh Kokane-CFO

*Nilufer Irani*  
Nilufer Irani - Secretary

Mumbai 13th May, 2015



**Tata Power Renewable Energy Limited**  
**Statement of profit and loss for the year ended 31st March, 2015**

	Notes	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
<b>Income</b>			
Revenue from operations	18	1,486,195,834	896,479,140
Other income	19	181,325,288	25,885,834
<b>Total revenue</b>		<b>1,667,521,122</b>	<b>922,364,974</b>
<b>Expenses</b>			
Finance costs	20	842,974,213	470,589,957
Depreciation	10	595,482,731	336,921,802
Other expenses	21	95,609,589	41,231,134
<b>Total expenses</b>		<b>1,534,066,533</b>	<b>848,742,893</b>
<b>Profit before tax</b>		<b>133,454,589</b>	<b>73,622,081</b>
Current tax		30,000,000	15,000,000
Deferred tax		40,349,396	14,500,000
<b>Total tax expense</b>		<b>70,349,396</b>	<b>29,500,000</b>
<b>Profit for the year</b>		<b>63,105,193</b>	<b>44,122,081</b>
Basic earnings per equity share (in ₹) (face value ₹ 10 per share)		0.19	0.46
Diluted earnings per equity share (in ₹) (face value ₹ 10 per share)		0.19	0.42

See accompanying notes forming part of the financial statements

In terms of our report attached.  
For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants

*R.K. Banga*

R. A. BANGA  
Partner

Mumbai, 13th May, 2015

For and on behalf of the Board

*Ramesh Subramanyam*  
Ramesh Subramanyam - Director

*Rahul Shah*  
Rahul Shah - CEO and Director

*Yogesh Kokane*  
Yogesh Kokane-CFO

*Nilufer Irani*  
Nilufer Irani - Secretary

Mumbai, 13th May, 2015

Tata Power Renewable Energy Limited  
Cash Flow Statement for the year ended 31st March, 2015

	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
<b>A. Cash flow from operating activities</b>		
Profit before tax	133,454,589	73,622,081
Adjustments for:		
Depreciation/Amortisation	595,482,731	336,921,802
Finance cost	842,974,213	470,589,957
Share issue expenses	2,066,714	10,898,000
Interest income	(133,610,274)	(7,160,546)
Profit on sale of current investments	(29,073,004)	(18,725,288)
<b>Operating profit before working capital changes</b>	<b>1,277,840,380</b>	<b>792,523,925</b>
Adjustments for (decrease) / Increase in operating assets:		
Trade receivables	(12,988,959)	46,977,146
Short term loans and advances	(23,377,375)	(29,098,005)
Long-term loans and advances	(1,391,430)	(2,327,375)
Other current assets	(33,759,536)	(119,072,225)
<b>Adjustments for (decrease) / Increase in operating liabilities</b>		
Trade payables	20,869,450	7,853,332
Other current liabilities	9,704,574	1,230,820
<b>Cash generated from/(used in) operations</b>	<b>1,370,351,693</b>	<b>771,709,699</b>
Taxes paid	(28,708,101)	(28,422,543)
<b>Net cash generated from operating activities</b>	<b>1,341,643,592</b>	<b>743,287,156</b>
<b>B. Cash flow from investing activities</b>		
Capital expenditure on fixed assets including capital advances	(3,050,412,168)	(3,661,666,926)
Sale of assets (Refer note (b) under Note 10 (B))	190,400,000	
Purchase of current investments	(2,356,400,000)	(410,000,000)
Sale of current investments	1,447,540,003	497,485,501
Purchase of long term investment in subsidiary	-	(474,418,462)
Loan given to subsidiary	-	(494,833,839)
Loans repaid by subsidiary	482,298,324	12,535,515
Interest received from:		
Loan to subsidiary	14,789,362	-
Bank deposits	39,173,243	-
Advance to vendor	89,300,000	4,308,550
<b>Net cash used in investing activities</b>	<b>(3,143,311,236)</b>	<b>(4,526,589,661)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds received from issue of equity shares (including share application money pending for allotment)	895,000,000	1,949,799,404
Proceeds from long-term borrowings	2,173,735,022	3,063,447,859
Repayment of long-term borrowings	(676,926,650)	(738,262,020)
Proceeds from short-term borrowings	100,000,000	1,650,427,426
Repayment of short-term borrowings	(780,627,426)	(969,800,000)
Interest paid	(732,471,817)	(477,062,344)
Share issue expense paid	(2,066,714)	(10,898,000)
Other finance cost paid	(18,112,318)	(25,420,147)
<b>Net cash flow from financing activities</b>	<b>958,530,097</b>	<b>4,442,232,178</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(843,137,547)</b>	<b>658,929,673</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>894,418,654</b>	<b>235,488,981</b>
<b>Cash and cash equivalents at the end of the year (refer note 15)</b>	<b>51,281,107</b>	<b>894,418,654</b>
# Cash and cash equivalents comprises		
Balance with banks		
(a) in current account	51,271,107	462,483,430
(b) in deposit account	10,000	431,935,224
	<b>51,281,107</b>	<b>894,418,654</b>
See accompanying notes forming part of the financial statements		
(I) In the current year conversion of sub debt into equity amounting to Rs 1186,427,296 is not considered as proceeds from issue of equity shares since it is a non cash transaction.		
(II) Previous year figures have been regrouped wherever necessary.		
(III) During the previous year the company has acquired 42,153,966 shares amounting to Rs 474,418,462 in New Gen Saurashtra Windfarms Limited making it a wholly owned subsidiary.		
In terms of our report attached		
For DELOITTE HASKINS & SELLS LLP Chartered Accountants		
<i>R. K. Banga</i>		
R. A. BANGA Partner Mumbai, 13th May, 2015		
	For and on behalf of the Board	
	Ramesh Subramanyam / Director	
	Rahul Shah - CEO and Director	
	Yogesh Kokane-CFO	
	<i>Nilufer Irani</i> Nilufer Irani -Secretary	
	Mumbai, 13th May, 2015	

## TATA POWER RENEWABLE ENERGY LIMITED

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS

#### 1. Corporate Information:

Tata Power Renewable Energy Limited is a wholly owned subsidiary of The Tata Power Company Limited. The principal business of the company is to engage in the business of generation and sale of power from renewable energy sources. Accordingly, the Company had commissioned 25 MW Solar based power plant at Mithapur in Gujarat, 21 MW Wind Power Project at Dalot in Rajasthan and 24 MW Wind Power Project at Visapur in Maharashtra in earlier years. During the year the Company has commissioned 8 MW Wind Power Project at Visapur in Maharashtra, 28.8 MW Solar Power Project at Palaswadi in Maharashtra and 18 MW Wind Power Project at Dangri in Rajasthan.

Power generated is sold under long term power sale agreements with the State Distribution Companies and its Holding Company.

#### 2. Significant Accounting Policies

##### (i) Basis of Preparation:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

##### (ii) Use of estimates:

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

##### (iii) Cash and cash equivalents (for the purpose of Cash Flow Statement)

Cash comprises of cash on hand and demand deposits with banks. Cash equivalents are short-term balances (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.

##### (iv) Cash flow statement:

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

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Dr. P.K.

(v) **Depreciation and amortisation:**

Depreciation on assets others than Roads and Leasehold land, has been provided on straight line method at rates/methodology prescribed under the relevant Central Electricity Regulatory Commission (CERC) Regulations & relevant state Commission Tariff Orders.

Road is depreciated on straight line method at the rate prescribed in Schedule II to the Companies Act, 2013 and leasehold land is depreciated over the period of lease.

(vi) **Revenue recognition:**

Revenue from power generation is recognized on accrual basis as per the terms of Power Purchasing Agreements and included unbilled revenues upto the end of the accounting year.

(vii) **Income from delayed payment charges/ liquidated damages**

Income from Delayed payment charges/ liquidated damages are recognized on grounds of prudence as and when recovered/ confirmed by consumers/ vendors.

(viii) **Other income**

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

(ix) **Incentive under generation based incentive scheme**

Income from generation based incentive scheme is accounted on accrual basis considering eligibility of project for availing the incentive.

(x) **Fixed Assets:**

Fixed assets are carried at cost less accumulated depreciation / amortisation and impairment losses, if any. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use. Subsequent expenditure on fixed assets after its purchase / completion is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance. Fixed assets are capitalised at cost plus freight, insurance, sales tax, customs duty, erection/installation charges and consultancy fees.

Capital work-in-progress:

Projects under which tangible fixed assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

(xi) **Investments:**

Long-term investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments includes acquisition charges such as brokerage, fees and duties.

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(xii) **Borrowing costs:**

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset are added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

(xiii) **Earnings per share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

(xiv) **Taxes on Income:**

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable laws.

Minimum Alternate Tax (MAT) paid in accordance with the laws, which gives future benefits in the form of adjustment to future income tax liability, is considered as asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

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(xv) **Impairment of assets**

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

(xvi) **Provisions and Contingencies:**

A provision is recognised when the Company has a present obligation as a result of past events 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. Provisions (excluding retirement benefits) are not discounted to their present values and are determined based on the best estimate required to settle the obligations at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements and are disclosed in the Notes. Contingent asset is neither recognised nor disclosed in the financial statements.

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Note 3 Share Capital

	As at 31st March, 2015		As at 31st March 2014	
	Nos.	₹	Nos.	₹
<b>Authorised</b>				
Equity shares of ₹ 10/- each	1,350,000,000	13,500,000,000	1,350,000,000	13,500,000,000
<b>Issued</b>				
Equity shares of ₹ 10/- each fully paid	487,608,815	4,876,088,150	195,027,932	1,950,279,320
<b>Total Issued share capital</b>	<b>487,608,815</b>	<b>4,876,088,150</b>	<b>195,027,932</b>	<b>1,950,279,320</b>
<b>Subscribed and fully paid-up</b>				
Equity shares of ₹ 10/- each fully paid	487,607,715	4,876,077,150	195,026,832	1,950,268,320
<b>Total subscribed share capital</b>	<b>487,607,715</b>	<b>4,876,077,150</b>	<b>195,026,832</b>	<b>1,950,268,320</b>

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

Equity Shares

	As at 31st March, 2015		As at 31st March 2014	
	Nos.	₹	Nos.	₹
At the beginning of the year	195,026,832	1,950,268,320	48,708,000	487,080,000
Issued during the year	292,580,883	2,925,808,830	146,318,832	1,463,188,320
Outstanding at the end of the year	<b>487,607,715</b>	<b>4,876,077,150</b>	<b>195,026,832</b>	<b>1,950,268,320</b>

b. Terms/rights attached to equity shares

The Company has issued only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The company can declare/pay dividend to the shareholders subject to fulfillment of various conditions as laid down in the loan agreements entered into by the company with the project lenders. The dividend if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. The Company declares and pays dividend in Indian Rupees.

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

c. 487,607,715 shares (31st March, 2014 - 195,026,832 shares) being entire share capital is held by the The Tata Power Company Limited (the holding company).

d. Details of shares held by each shareholders holding more than 5% shares

Out of equity shares issued by the company, shares held by its holding company are as below:

	As at 31st March, 2015		As at 31st March 2014	
	Numbers of shares held	% Holding in the class	Numbers of shares held	% Holding in the class
Equity shares of ₹ 10/- each fully paid	487,607,715	100%	195,026,832	100%
	<b>487,607,715</b>	<b>100%</b>	<b>195,026,832</b>	<b>100%</b>

Note 4 Reserves and Surplus

	31st March, 2015	31st March, 2014
	₹	₹
<b>Surplus in the Statement of Profit and Loss</b>		
Opening balance	63,890,210	19,768,131
Profit for the year	63,105,193	44,122,081
Closing Surplus in the statement of profit and loss	<b>126,995,403</b>	<b>63,890,212</b>
<b>Total Reserve and Surplus</b>	<b>126,995,403</b>	<b>63,890,212</b>

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Note 5 Long-term borrowings

	As at 31st March, 2015		As at 31st March 2014	
	Non Current	Current	Non Current	Current
<b>Debentures - Unsecured</b>				
Compulsorily Convertible Debentures	28,900,000		28,900,000	
<b>Term Loans from Banks - Secured</b>				
Rupee loans from State Bank of India	2,198,279,520	107,619,180	1,054,300,000	85,700,000
Rupee loans from Exim Bank of India	961,700,000	92,600,000	1,054,300,000	85,700,000
Rupee loans from State Bank of Patiala	855,051,260	51,722,090	667,863,678	28,400,000
<b>Term Loans from Company - Secured</b>				
Rupee loans from IDFC Ltd	2,276,770,000	366,230,000	2,450,000,000	
<b>Loans and Advances from related parties - Unsecured</b>				
Subordinate loan from Holding Company			1,173,327,297	
<b>Other Loans and Advances - Unsecured</b>				
Subordinate loan from Tata Chemicals Limited	76,100,000		76,100,000	
	<u>6,396,800,780</u>	<u>618,171,270</u>	<u>6,504,790,975</u>	<u>199,800,000</u>

- a. Rupee Loans of Rs. 105.43 crores from State Bank of India and of Rs. 105.43 crores from Export-Import Bank of India are repayable in 44 quarterly installments based on an amortisation schedule commencing from 31st March, 2013. The last installment payable on 31st December 2023.

Security:-

- First charge over the entire immovable properties, both present and future, movable assets, both present and future, receivables, all bank accounts including cash in hand, all intangibles assets present and future pertaining to the Mithapur Project.
  - Pledge of 51% of the equity shares held by the holding company.
  - Unconditional and irrevocable corporate guarantee given by the holding company for a period upto 31st March 2015.
- Upon non-payment of 2 consecutive instalments of the principal and/or Interest of the Loans from Banks and such default not being cured within 30 days by the Company, the Banks have the right at their option to convert to equity either the whole or any part of the amount of the loans and/or interest in respect of which default shall have been made by the Company into fully paid up and voting equity shares of the Company at par or book value of such shares, whichever is lower.

- b. Rupee Loan of Rs. 125.16 crores from State Bank of India is repayable in 44 quarterly installments based on an amortisation schedule commencing from 31st March, 2016. The last installment is payable on 31st December 2026.

Security:

- First charge over movable assets, both present and future, receivables, all bank accounts including cash in hand, all intangibles present and future pertaining to the Visapur Project.
  - Pledge of 51% of the equity shares held by the holding company.
  - First charge over immovable assets pertaining to Visapur project (yet to be created)
- Upon non-payment of 2 consecutive instalments of the principal and/or Interest of the Loans from Bank and such default not being cured within 30 days by the Company, the Bank have the right at their option to convert to equity either the whole or any part of the amount of the loans and/or interest in respect of which default shall have been made by the Company into fully paid up and voting equity shares of the Company at par or book value of such shares, whichever is lower.

- c. Rupee Loan of Rs. 90.67 crores from State Bank of Patiala is repayable in 48 quarterly installments based on an amortisation schedule commencing from 30th September, 2014. The last installment is payable on 31st December 2025.

Security:

- First charge over the entire immovable properties, both present and future, movable assets, both present and future, receivables, all bank accounts including cash in hand, all intangibles present and future pertaining to the Daloh Phase 1 Project.
- Unconditional and irrevocable corporate guarantee given by the promoter company, The Tata Power Company Limited for a period of 3 years from the date of commencement of the Daloh project or 31st March, 2017, whichever is later.

- d. Rupee Loan of Rs 165 crores from IDFC Ltd for Palaswadi Project are repayable in 48 quarterly installments based on an amortisation schedule commencing from 15th December, 2015. Last Installment is payable on 15th September 2027.

Security:

- First charge over the entire movable assets, both present and future, cash flows, receivables, book debts, revenues, all bank accounts, all intangibles present and future pertaining to the Palaswadi Project.
- First charge over the entire immovable properties, both present and future (yet to be created).
- Pledge of 51% of the equity shares held by the holding company

Upon non-payment of 2 consecutive instalments of the principal and/or Interest of the loans from IDFC Ltd, it has the right at their option to convert to equity either the whole or any part of the amount of the loans and/or interest in respect of which default shall have been made by the Company into fully paid up equity shares of the Company at par.

- e. Rupee Loan of Rs. 32.30 crores from IDFC Ltd for Pethshivpur Project. This project has now been foreclosed by the Company and has communicated to IDFC Ltd. its intention to prepay this loan with the long stop date of 31st May, 2015.

Security:

- First charge over the entire movable assets, both present and future, cash flows, receivables, book debts, revenues, all bank accounts, all intangibles present and future pertaining to the Pethshivpur Project.
- First charge over the entire immovable properties, both present and future (yet to be created).
- Pledge of 51% of the equity shares held by the holding company.

Upon non-payment of 2 consecutive instalments of the principal and/or Interest of the loans from IDFC Ltd, it has the right at their option to convert to equity either the whole or any part of the amount of the Loans and/or interest in respect of which default shall have been made by the Company into fully paid up equity shares of the

- f. Rupee Loan of Rs. 67 crores from IDFC Ltd for Rojmal Project are repayable in 48 quarterly installments based on an amortisation schedule commencing from 15th September, 2016. Last Installment is payable on 15th June 2028

Security:

- First charge over the entire movable assets, both present and future, cash flows, receivables, book debts, revenues, all bank accounts, all intangibles present and future pertaining to the Rojmal Project.
- First charge over the entire immovable properties, both present and future, and Pledge of 51% of the equity shares held by the holding company (yet to be created).

Upon non-payment of 2 consecutive instalments of the principal and/or Interest of the Loans from IDFC Ltd, it has the right at their option to convert to equity either the whole or any part of the amount of the Loans and/or interest in respect of which default shall have been made by the Company into fully paid up equity shares of the Company at par.

- g. Unsecured subordinated loan from Tata Chemicals Limited is repayable only after full repayment of all Secured Loans from Banks in Note (a) above. The final instalment of the Secured Loans from Banks is due to be paid on 31st December, 2023.

- h. The Company will pay (and not accrue) interest to the investors of Unsecured compulsorily convertible debentures at a rate equivalent to dividend as percent of equity share capital (the "Applicable Rate") paid to shareholders of the Company. In case the cumulative interest paid to the investor at the end of a year is lower than the total interest to be paid in terms of section 186 of the Companies Act, 2013 (the "Minimum Rate"), the Company will accrue the balance interest. The conversion date of these debentures is at the end of five years from 25th January 2012 which is the commercial operation date of Mithapur Project or earlier if approved by the Government of

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Tata Power Renewable Energy Limited  
Notes forming part of the financial statements

Note 6 Deferred Tax Liability

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Deferred tax liability Relating to fixed asset	74,649,063	44,922,206
Deferred tax assets Unabsorbed depreciation	19,799,667	30,422,206
	<u>54,849,396</u>	<u>14,500,000</u>

Note 7 Other Long Term Liabilities

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Interest accrued but not due on borrowings Holding Company	-	60,874,086
Others	6,573,051	4,250,622
	<u>6,573,051</u>	<u>65,124,708</u>

Note 8 Short Term Borrowings

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Inter corporate deposit from holding company	-	680,627,426
	<u>-</u>	<u>680,627,426</u>

Note 9 Other Current Liabilities

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Current maturities of long term debt - secured (refer note 5)	618,171,270	199,800,000
Interest accrued and due on borrowings Banks	28,173,865	17,351,887
Interest accrued and but not due on borrowings Holding company	252,332,860	97,414,917
Others	17,883,782	8,042,001
Other payables Payables on purchase of fixed assets	1,224,516,580	1,258,501,849
Statutory liabilities	32,443,077	22,738,503
	<u>2,173,521,434</u>	<u>1,603,849,157</u>

Note: Interest accrued and due on borrowings from banks is on account of interest payable to State Bank of India (SBI) and State Bank of Patiala (SBOP) which is accrued and due for payment on the last day of every month but payment of which is processed by way of direct debit to Company's bank account on 1st day of each subsequent month.

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Tata Power Renewable Energy Limited  
Notes forming part of the financial statements

Note 10 (A) Tangible Assets

	GROSS BLOCK				DEPRECIATION			NET BLOCK
	As at 1st April, 2014	Additions	Adjustments	As at 31st March, 2015	As at 1st April, 2014	For the year	Deductions	As at 31st March, 2015
1. Freehold land	372,636,599	1,600,000	(2,471,895) # (12,224,124) *	371,764,904	-	-	-	371,764,904
2. Leasehold land	155,279,892	229,580,831	-	372,636,599	-	-	-	372,636,599
3. Buildings - plant	9,539,619	4,499,727	(12,224,124) *	14,039,346	799,904	386,553	-	12,852,899
	21,645,743	718,000	-	9,539,619	308,364	497,540	-	8,739,715
4. Plant and machinery	42,579,445	2,209,886	-	44,789,331	6,694,371	5,172,450	-	32,922,510
	42,322,346	257,099	-	42,579,445	3,474,709	3,219,682	-	35,885,074
5. Roads	8,261,747,773	1,494,312,906	(28,798,910) #	9,727,261,769	623,601,226	580,890,739	-	8,522,769,804
	4,577,694,219	3,684,053,554	-	8,261,747,773	293,759,192	327,842,034	-	7,638,146,547
6. Transmission lines and cable network	4,976,212	-	-	4,976,212	735,929	327,334	-	3,612,949
	4,676,212	-	-	4,676,212	408,594	327,335	-	3,940,283
	123,737,539	34,370,539	(3,893,625) #	154,214,553	10,646,067	8,705,655	-	134,862,931
	69,802,666	63,053,620	(9,118,647) \$	123,737,639	5,604,836	5,041,231	-	113,091,572
- 2014-2015	8,814,917,287	1,536,993,033	(35,164,230)	10,316,746,115	642,477,497	595,482,731	-	9,078,785,887
- 2013-2014	4,871,421,078	3,977,063,104	(33,566,895)	8,814,917,287	305,555,695	336,921,802	-	8,172,439,790

\* Consequent to project being kept on hold  
\$ On account of recovery of part cost of the project  
# Reversal of excess provision consequent to receipt of invoices from vendor.

Note 10 (B) Capital Work in Progress

	As at 1st April, 2014	Additions	Deductions	Adjustments	As at 31st March, 2015
Capital work in progress	851,388,549	2,960,098,476	(1,527,226,214)	(1,042,814,612) **	1,241,446,199
	111,841,041	4,594,290,818	(3,564,733,310)	-	851,388,549

\*\* Represents:-  
(a) The Pethshipur project cancelled during the year and the expenditure incurred on the project to date has been transferred to capital advance as the vendor has offered to adjust this amount towards another project.  
(b) Additions and adjustments during the year includes Rs. 190,400,000 incurred by the Company towards purchase of windmills related assets which were sold to a fellow subsidiary.

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Tata Power Renewable Energy Limited  
Notes forming part of the financial statements

Note 11 Non-Current Investments

	Face Value	Quantity	As at 31st March, 2015 ₹	Face Value	Quantity	As at 31st March, 2014 ₹
<b>Trade Investments</b>						
<b>Investment in Subsidiary</b>						
Ordinary shares - (Unquoted) fully paid up NewGen Saurashtra Windfarms Limited (Pledged to L&T Infrastructure Finance Company Limited)	10	42,153,966	474,418,462	10	42,153,966	474,418,462
			<u>474,418,462</u>			<u>474,418,462</u>

Note 12 Long Term Loans and Advances-Unsecured, considered good

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Capital advances	1,302,392,122	356,469,291
Security deposit	113,744,305	112,352,875
Advance income tax (Net of provision for tax of ₹ 5,03,55,000 (As at 31st March 2014 - ₹ 20,355,000))	21,697,254	22,989,153
	<u>1,437,833,681</u>	<u>491,811,319</u>

Note 13 Current Investments (valued at lower of cost and fair value)

	Face Value	Quantity	As at 31st March, 2015 ₹	Face Value	Quantity	As at 31st March, 2014 ₹
<b>Mutual Funds (Unquoted)</b>						
Religare Invesco Liquid Fund - Growth	1,000	231,546	435,700,288	-	-	-
DSP BlackRock Liquidity Fund - Institutional Plan-Growth	1,000	115,003	226,179,772	-	-	-
JM High Liquidity - Growth	10	2,517,814	92,868,867	-	-	-
UTI Liquid Fund - Cash Plan -Growth	1,000	34,441	77,470,984	-	-	-
ICICI Prudential Liquid -Regular Plan-Growth	100	1,353,417	262,780,466	100	831,197	150,783,470
			<u>1,095,000,377</u>			<u>150,783,470</u>

Note 14 Trade Receivables - Unsecured, considered good

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Outstanding for a period less than six months from the date they are due for payment		
Trade receivables	85,450,668	72,461,709
	<u>85,450,668</u>	<u>72,461,709</u>

Note 15 Cash and bank balances

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Balances with banks:		
In Current accounts	51,271,107	462,483,430
In Deposit accounts (maturity is less than 3 months)	10,000	431,935,224
	<u>51,281,107</u>	<u>894,418,654</u>
Of the above, the balances that meet the definition of cash and cash equivalents as per AS 3 Cash Flow Statements	51,281,107	894,418,654

Note 16 Short Term Loans and Advances-Unsecured, considered good

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Loan to subsidiary	-	482,298,324
Value added tax receivable	52,425,380	27,974,405
Prepaid expenses	-	1,123,600
Other advances	50,000	-
	<u>52,475,380</u>	<u>511,396,329</u>

Note 17 Other Current Assets

	As at 31st March, 2015 ₹	As at 31st March, 2014 ₹
Unbilled revenue	153,998,660	106,523,230
Interest accrued on deposit with bank	-	532,834
Interest accrued on loan to subsidiary	-	2,545,849
Insurance claim receivable	-	1,895,208
Other recoverable	-	1,132,724
Recoverable towards reimbursement of costs	-	10,687,962
	<u>153,998,660</u>	<u>123,317,807</u>

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Tata Power Renewable Energy Limited  
Notes forming part of the financial statements

Note 18 Revenue from Operations

	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
(a) Sale of products		
Revenue from power supply	1,325,801,052	851,744,352
	<u>1,325,801,052</u>	<u>851,744,352</u>
(b) Other operating revenue		
Incentive under generation based incentive scheme	29,253,816	18,584,942
Income on sale of voluntary emission reduction	1,140,966	1,149,846
Compensation towards generation loss	130,000,000	25,000,000
	<u>160,394,782</u>	<u>44,734,788</u>
	<u>1,486,195,834</u>	<u>896,479,140</u>

Note 18 Other Income

	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
(a) Interest Income		
Interest from bank deposit	38,640,409	6,883,635
Interest on loan to subsidiary	12,243,513	2,545,849
Interest on advance to vendor	89,300,000	
	<u>140,183,922</u>	<u>9,429,484</u>
(b) Profit on sale of current investments	35,356,907	18,725,288
(c) Compensation received on project cancellation (net)	18,642,010	
	<u>194,182,839</u>	<u>28,154,772</u>
Less: capitalised	(12,857,551)	(2,268,938)
	<u>181,325,288</u>	<u>25,885,834</u>
	<u>181,325,288</u>	<u>25,885,834</u>

Note 20 Finance Costs

	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
(a) Interest Expense on:		
Loans from banks	445,037,851	334,145,373
Loans from financial institution	246,794,092	20,365,377
Subordinate Loans:		
From Holding company	114,087,985	108,203,661
From Others	8,561,250	8,437,718
Inter corporate deposit from holding company	31,128,141	46,713,392
Other interest and commitment charges	1,312,129	
Debentures	2,580,414	2,600,010
	<u>849,501,862</u>	<u>518,465,531</u>
Less: Capitalised	(16,925,699)	(57,168,753)
	<u>832,576,163</u>	<u>461,296,778</u>
(b) Other borrowing costs:		
Other finance costs	18,112,318	25,420,147
Less: Capitalised	(7,714,268)	(16,126,968)
	<u>10,398,050</u>	<u>9,293,179</u>
	<u>842,974,213</u>	<u>470,589,957</u>

Note 21 Other Expenses

	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
Rent	38,466	16,613
Insurance	5,052,841	3,974,347
Rates and taxes	944,298	
Repair and maintenance	31,812,453	3,089,207
Travelling and conveyance	3,469,337	2,709,650
Unscheduled Interchange Charges	8,504,936	
Cost of services	30,653,461	37,338,668
Cash discount	5,509,664	
Tata brand equity	4,313,706	2,404,504
Payment to auditors	3,367,238	1,387,761
Other Fees	5,847,865	9,542,938
Legal charges	978,697	1,836,669
Share issue expense	2,066,714	10,898,000
Other operation expenses	1,667,540	961,212
Donation		8,000
Corporate social responsibility-Donation	798,000	
Payment to cost auditor	134,832	112,360
Miscellaneous expenses	868,502	
	<u>106,028,550</u>	<u>74,279,929</u>
Less: Other expenses capitalised	(10,418,961)	(33,048,795)
	<u>95,609,589</u>	<u>41,231,134</u>

Payment to auditors comprises (inclusive of service tax)

	For the year ended 31st March, 2015 ₹	For the year ended 31st March, 2014 ₹
As auditors - statutory audit year ended 31st March 2015	1,685,400	
year ended 31st March 2014	1,011,240	674,160
For taxation services	642,508	196,630
For other services	28,090	516,971
	<u>3,367,238</u>	<u>1,387,761</u>

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Notes Forming part of the financial statements

22 Disclosure required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Based on the information received by the company from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006, there are no amounts due to any supplier covered under this Act as at 31st March, 2015 and hence, the disclosure relating to the amounts unpaid as at the year end with interest paid or payable or payable as required under the said Act have not been give

23 Contingent Liabilities:

- (a) As at 31st March 2015 - Rs.1,47,756/- in respect of Income Tax disputes (31st March, 2014- Nil)  
(b) Guarantee given on behalf of the subsidiary in respect of borrowings availed from financial institution-Rs 54,000,000 (31st March, 2014- Nil)

24 Capital commitment (net of capital advance) not provided for are estimated at ₹ 161,00,75,364 (31st March, 2014 ₹ 2,650,667,504).

25 Disclosure as required by Accounting Standard 18 (AS-18) "Related Party Disclosures" as notified under the Companies (Accounting Standards) Rules, 2006 is as follows

(a) Names of the related parties and description of relationship:

Name of the Related Party	Country of Origin
Holding Company	
The Tata Power Company Limited (TPCL)	India
Fellow Subsidiaries (where transactions have taken place)	
Tata Power Solar Systems Limited (TPSSL)	India
Powerlinks Transmission Limited (PTL)	India
Tata Power Trading Company Limited (TPTCL)	India
Subsidiary Company	
NewGen Saurashtra Windfarms Limited (NGSW)	India
Key Managerial Personnel	
Rahul Shah (Manager till 31st August, 2015)	India

(b) Details of Transactions / Balances Outstanding:

Particulars	TPCL	NGSW	TPTCL	PTL	TPSSL	Amount in ₹ KMP
Purchase of fixed asset	815,494	-	-	-	1,922,825,725	-
Sale of fixed asset	-	-	190,400,000	-	-	-
Project Management Service	5,694,130	-	-	1,490,004	-	-
Receiving of Services	20,482,776	-	-	-	-	-
	15,313,962	-	-	-	20,465,266	-
	11,583,993	-	-	-	-	-
Remuneration*	-	-	-	-	-	2,466,000
Guarantees given on behalf of TPREL	244,349,336	-	-	-	-	-
	136,040,000	-	-	-	-	-
Guarantees cancelled	513,100,000	-	-	-	-	-
Guarantees given on behalf of NGSW	-	54,000,000	-	-	-	-
Commission on account of pledge of shares	2,261,825	-	-	-	-	-
Interest expenditure	145,216,126	-	-	-	-	-
	152,917,053	-	-	-	-	-
Interest Income	-	12,243,513	-	-	-	-
	-	2,545,849	-	-	-	-
Loans taken	113,100,000	-	-	-	-	-
	2,163,875,265	-	-	-	-	-
Loans repaid	780,627,426	-	-	-	-	-
	1,522,562,020	-	-	-	-	-
Equity Contribution (including Share Application Money pending for allotment)	894,999,994	-	-	-	-	-
	1,949,799,404	-	-	-	-	-
Loan given	-	494,833,839	-	-	-	-
Loan repaid	-	482,298,324	-	-	-	-
	-	12,535,515	-	-	-	-
Sale of Power	403,845,020	-	-	-	-	-
Cash Discount Given	5,509,664	-	-	-	-	-
Balance Outstanding	-	-	-	-	-	-
Loans taken (including Interest accrued thereon)	252,332,880	-	-	-	-	-
	2,012,243,726	-	-	-	-	-
Loans given (including Interest thereon)	-	484,844,173	-	-	-	-
Other Payables	14,727,605	-	-	-	20,568,718	-
	33,680,569	-	-	1,172,588.00	221,618,228	-
Other Receivables	63,289,409	-	-	-	-	-
	1,132,724	-	-	-	-	-
Guarantees given on behalf of TPREL	3,917,649,336	-	-	-	-	-
	4,166,430,000	-	-	-	-	-
Guarantees given on behalf of NGSW	-	54,000,000	-	-	-	-

Note: Previous year's figures are in Italic.

\* Reimbursement of deputation cost to holding company.

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Earnings per Share:

	For the year ended 31st March, 2015	For the year ended 31st March, 2014
<b>Basic</b>		
Net profit for the year attributable to equity shareholders (₹)	63,105,193	44,122,081
The Weighted Average Number of Equity Shares for Basic EPS (nos)	331,801,035	95,366,394
Par value per equity share (₹)	10.00	10.00
Basic Earnings Per Share (₹)	0.19	0.46
<b>Diluted</b>		
Net profit for the year attributable to equity shareholders (₹)	63,105,193	44,122,081
Add: Interest expense on secured loans and Compulsorily Convertible Debentures debited to Statement of Profit & Loss (₹)	474,630,943	229,218,521
Profit attributable to equity shareholders on dilution (₹)	537,736,136	273,340,602
The weighted average number of equity shares for Basic EPS (Nos)	331,801,035	95,366,394
Add: Effect of potential equity shares on conversion of secured loans, compulsorily convertible debentures and share application money pending allotment and share application money pending allotment (Nos)	605,461,895	561,482,844
The weighted average number of equity shares for Diluted EPS (nos)	937,262,929	656,849,238
Par value per equity share (₹)	10.00	10
Diluted Earnings Per Share (₹)	0.57	0.42
Diluted Earnings Per Share restricted to (₹)	0.19	0.42
Pursuant to the rights issue, earnings per share (EPS) in respect of previous year has been restated as per Accounting Standard-20 (AS-20) - "Earnings Per Share", specified under the Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.		

Segment Reporting:

As the Company's business activity consists only of generation and sale of electricity there are no separate reportable segments as per the requirements of Accounting Standard (AS-17) "Segment Reporting" as notified under the Companies (Accounting Standards) Rules, 2006.

The Board of Directors of the Company at its meeting held on 24th November 2014 has considered and approved the "Scheme of Amalgamation" ("the Scheme") under Section 391 to 394 and other applicable provisions, if any, of the Companies Act, 1956 and Companies Act, 2013 between NewGen Saurashtra Windfarm Limited ("transferor Company") a wholly owned subsidiary with the Company, effect from 1st April, 2014 subject to the requisite approval of the members and creditors of the Company and transferor Company, all such requisite approvals from the relevant statutory and regulatory authorities and sanction of High Court of Judicature at Bombay. The entire undertaking of the transferor company would be transferred to the Company as going concern. The financial statements do not include the effect of the Scheme.

Previous year's figures have been regrouped / reclassified, wherever necessary to correspond with the current year's classification / disclosure.

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