



**Y P K & ASSOCIATES LLP**  
CHARTERED ACCOUNTANTS

BELGAUM OFFICE:

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## INDEPENDENT AUDITOR'S REPORT

To  
The Partners of  
**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the Financial Statements of **CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**, which comprise the balance sheet as at March 31, 2022, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give a true and fair view of the financial position of the entity as at March 31, 2022, and of its financial performance (and its cash flows) for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the entity in accordance with the Ethical Requirements that are relevant to our audit of the Financial Statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Management's Responsibility for the Financial Statements and Those Charged with the Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with the aforesaid Accounting Standards, and for such internal controls as management determines is necessary to enable to preparation of the Financial Statements that are free from material misstatement, whether due to fraud and error.

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

Those charged with governance are responsible for overseeing the entity's financial reporting process.

OFFICES: PANAJI – GOA, VASCO-DA-GAMA-GOA







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

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

### **Report on Other Requirements**

We further report that:

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- In our opinion proper books of account as required by law have been kept by the LLP, so far as appears from our examination of those books;
- The Balance Sheet dealt with by this Report is in agreement with the books of account;
- In our opinion, the Balance Sheet dealt with by this report comply with the accounting standards to the extent applicable;
- In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Significant Accounting Policies and notes thereon give the information required by the Limited Liability Partnership Act, 2008 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

**For Y P K & Associates LLP**

*Chartered Accountants*

Firm Registration No: 129532W

**CA Yogesh A. Kulkarni**

*Partner*

Membership No. 221049

Place: Belgaum

Date: 16<sup>th</sup> May, 2022



**UDIN: 22221049AJBBLH9608**





### **Annexure A: Responsibilities for Audit of 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 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, but not for the purpose of expressing an opinion on the effectiveness of the LLP's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by designated partners.
- Conclude on the appropriateness of designated partners 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 LLP'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 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 LLP to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**For Y P K & Associates LLP**

*Chartered Accountants*

Firm Registration No: 129532W

**CA Yogesh A. Kulkarni**

*Partner*

Membership No. 221049

Place: Belgaum

Date: 16<sup>th</sup> May, 2022



**UDIN: 22221049AJBBLH9608**

**OFFICES: PANAJI – GOA, VASCO-DA-GAMA-GOA**

**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
Balance Sheet as at 31st March 2022

	Notes	Amounts in INR 31/Mar/2022	Amounts in INR 31/Mar/2021
<b>ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Property Plant & Equipment	2	13,81,40,088	13,15,97,256
(b) Capital Work-in-Progress		-	-
<b>(f) Financial Assets</b>			
(i) Investments		-	-
(g) Other Non-Current Assets		-	-
<b>(2) Current assets</b>			
(a) Inventories		-	-
<b>(b) Financials Assets</b>			
(i) Investments		-	-
(ii) Trade Receivables	3	1,23,10,830	80,42,014
(iii) Cash and Cash Equivalents	4	55,41,236	1,36,76,002
(iv) Bank Balances other than (iii) above		-	-
(c) Current Tax Assets (Net)	5	23,590	-
(d) Other Current Assets	6	3,95,80,772	5,44,73,508
<b>TOTAL ASSETS</b>		<b>19,55,96,516</b>	<b>20,77,88,781</b>

**CONTRIBUTION & LIABILITIES**

**Partner's Fund**

<b>(a) Partners Contribution</b>			
(i)Fixed	7A	2,00,000	2,00,000
(ii)Current	7B	3,93,52,381	3,33,11,228
(b) Reserves and Surplus	8	97,17,706	3,04,73,922

**Liabilities**

**(1) Non-current Liabilities**

<b>(a) Financial Liabilities</b>			
(i) Borrowings	9	6,90,83,894	9,66,19,825
(b) Provisions		-	-
(c) Deferred Tax Liabilities (Net)	10	1,86,78,442	1,38,50,183
(d) Other non-current liabilities		-	-

**(2) Current Liabilities**

<b>(a) Financial Liabilities</b>			
(i) Borrowings	11	96,00,000	96,00,000
(ii) Trade Payables	12	12,32,328	18,72,873
(b) Provisions		-	-
(c) Current Tax Liabilities		-	-
(d) Other Current Liabilities	13	4,77,31,764	2,18,60,749

**TOTAL LIABILITIES**

<b>19,55,96,516</b>	<b>20,77,88,781</b>
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Accompanying Notes 1 to 18 form an integral part of this financial statements

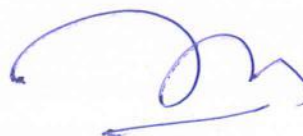
As per our report of even date  
For Y P K & Associates LLP  
Chartered Accountants  
Firm Registration No. : 129532W



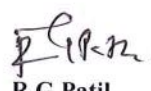
**Yogesh A. Kulkarni**  
Partner  
Membership No. : 221049  
UDIN:22221049AJBBLH9608  
Place:Belgaum  
Dated : 16.05.2022



For and on behalf of the LLP



**Sidram Kaluti**  
Designated Partner



**R.G Patil**  
Designated Partner



**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
Statement of Profit & Loss Account for the period 01/04/2021 to 31/03/2022

Particulars	Notes	Amounts in INR 31/Mar/2022	Amounts in INR 31/Mar/2021
Revenue from Operations	14	4,23,63,972	3,98,00,880
Other Income	15	2,82,851	5,47,68,067
<b>Total Revenue</b>		<b>4,26,46,823</b>	<b>9,45,68,947</b>
<b>Expenditure</b>			
Cost of Materials Consumed		-	-
Purchases of Stock-in-Trade		-	-
Changes in Inventories of Stock-In-Trade		-	-
Employee Benefit Expenses		-	-
Financial Costs	16	86,56,355	1,06,81,861
Depreciation and Amortization Expense	2	59,79,203	58,29,039
Other Expenses	17	1,51,71,828	2,68,79,252
<b>Total Expenses</b>		<b>2,98,07,386</b>	<b>4,33,90,152</b>
<b>Profit/(Loss) before exceptional items and tax</b>		<b>1,28,39,437</b>	<b>5,11,78,796</b>
Exceptional Items			
<b>Profit/(Loss) Before Tax</b>		<b>1,28,39,437</b>	<b>5,11,78,796</b>
(a) Current Tax	18	-	24,935
(b) Deferred Tax		48,28,258	(1,56,06,086)
<b>Profit/(Loss) for the year</b>		<b>80,11,178</b>	<b>6,67,59,947</b>

Accompanying Notes 1 to 18 form an integral part of this financial statements

As per our report of even date  
**For Y P K & Associates LLP**  
Chartered Accountants  
Firm Registration No. : 129532W



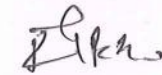
**Yogesh A. Kulkarni**  
Partner  
Membership No. : 221049  
UDIN:22221049AJBBLH9608  
Place:Belgaum  
Dated : 16.05.2022



For and on behalf of the LLP



**Sidram Kaluti**  
Designated Partner



**R.G Patil**  
Designated Partner

**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**

Cash Flow statement for the period 01/04/2021 to 31/03/2022

Particulars	Amounts in INR 31/Mar/2022	Amounts in INR 31/Mar/2021
<b><u>CASH FLOW FROM OPERATING ACTIVITIES:</u></b>		
Profit Before Taxation	1,28,39,437	5,11,78,796
<b>Adjustments To Reconcile Profit Before Tax To Net Cash Provided By Operating Activities:</b>		
Depreciation	59,79,203	58,29,039
Interest Income	-	-
Financial Expenses	86,56,355	1,06,81,861
<b>Operating Profit Before Working Capital Changes</b>	<b>2,74,74,995</b>	<b>6,76,89,695</b>
<b>Changes In Operating Assets And Liabilities:</b>		
Trade Receivables	(42,68,816)	(38,65,822)
Other Receivables	-	-
Other Current Assets	1,48,92,736	(5,02,56,112)
Current Tax	(23,590)	-
Inventories	-	-
Trade And Other Payables	2,52,30,470	(2,70,47,986)
<b>Cash Generated From Operations</b>	<b>3,58,30,800</b>	<b>(8,11,69,920)</b>
Income-Tax Paid	-	24,935
<b>Net Cash Flow From Operating Activities</b>	<b>6,33,05,795</b>	<b>(1,35,05,160)</b>
<b><u>CASH FLOW FROM INVESTING ACTIVITIES:</u></b>		
Purchase Of Fixed Assets	(1,25,22,034)	(77,024)
Proceeds From Sale Of Fixed Assets	-	-
Purchase Of Investments	-	-
Interest Income	-	-
Adjustment in Value of Investment	-	-
Preliminary / Pre-Operative Expenses	-	-
<b>Net Cash Flow From Investing Activities</b>	<b>(1,25,22,034)</b>	<b>(77,024)</b>
<b><u>CASH FLOW FROM FINANCING ACTIVITIES:</u></b>		
Increase In Capital	60,41,153	-
Share Capital	-	-
Dividend Paid/ Profit Distributed	(2,87,67,394)	-
Proceeds From Long-Term Borrowings (Net)	(2,75,35,931)	2,81,54,104
Proceeds From Short-Term Borrowings (Net)	-	-
Repayment Of Short-Term Borrowings (Net)	-	-
Interest Paid	(84,88,990)	(1,04,39,292)
Finance cost paid	(1,67,366)	(2,42,569)
<b>Net Cash Flow From Financing Activities</b>	<b>(5,89,18,528)</b>	<b>1,74,72,243</b>
<b>Net Increase In Cash And Cash Equivalents</b>	<b>(81,34,769)</b>	<b>38,90,060</b>
Opening Cash And Cash Equivalents	1,36,76,003	97,85,943
<b>Closing Cash And Cash Equivalents</b>	<b>55,41,235</b>	<b>1,36,76,003</b>

Accompanying Notes 1 to 18 form an integral part of this financial statements

As per our report of even date  
**For Y P K & Associates LLP**  
Chartered Accountants  
Firm Registration No. : 129532W

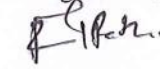
  
**Yogesh A. Kulkarni**  
Partner  
Membership No. : 221049  
UDIN:22221049AJBBLH9608  
Place:Belgaum  
Dated : 16.05.2022



For and on behalf of the LLP



**Sidram Kaluti**  
Designated Partner

  
**R.G Patil**  
Designated Partner

NOTE- 2 - PROPERTY PLANT & EQUIPMENT

Particulars	GROSS CARRYING VALUE			ACCUMULATED DEPRECIATION			NET CARRYING VALUE	
	Gross Block as on 01.04.2021	Additions	Disposal	Gross Block as on 31.03.2022	As at 31st March, 2021	Additions	Disposal	As at on 31.03.2022
Plant and Machinery	15,28,29,454	1,25,22,034	-	16,53,51,489	2,13,07,018	59,64,577	-	13,80,79,894
Fire Safety Equipment	77,024	-	-	77,024	2,204	14,627	-	60,193
Total	15,29,06,478	1,25,22,034	-	16,54,28,513	2,13,09,222	59,79,203	-	13,81,40,088
								13,15,22,436
								74,820
								13,15,97,256





# CHENNAMANAGATHIHALI SOLAR POWER PROJECT LLP

Notes to Accounts forming part of the Financial Statements  
for the period 01/04/2021 to 31/03/2022

Amounts in INR  
31/Mar/2022

Amounts in INR  
31/Mar/2021

## Note 3: Trade Receivables

(i) Undisputed Trade Receivables - Considered good

- less than 6 months

- 6 months to 1 year

- 1-2 years

- 2-3 years

- More than 3 years

1,23,10,830

80,42,014

-

-

-

-

-

(ii) Undisputed Trade Receivables - Considered doubtful

(iii) Disputed Trade Receivables - Considered good

(iv) Disputed Trade Receivables - Considered doubtful

-

-

-

-

1,23,10,830

80,42,014

## Note 4: Cash And Cash Equivalents

Cash Balances

Balances With Scheduled Banks

In Current Accounts

State Bank of India-36225253687

SBI Sira Branch 36196963709

SBI\_BGM Branch\_37369639080\_CA A/c

SBI\_SIRA\_36997917436\_ESCROW A/c

Deposits with bank

SBI\_SIRA\_DSRA\_36698145424

1,52,202

18,914

98,077

68,448

31,424

34,719

4,372

7,31,714

7,810

40,22,208

52,47,351

88,00,000

55,41,236

1,36,76,002

## Note 5: Current Tax Assets (Net)

Duties and Taxes

23,590

-

23,590

-

## Note 6: Other Current Assets

Other Advances

Pre Paid Insurance

3,94,96,320

5,42,98,271

84,452

1,75,237

3,95,80,772

5,44,73,508

## Note 7: Partners Contribution

Fixed

Inika Murkumbi

Ravindra Energy Limited

Ravindra G Patil

40,000

40,000

1,58,000

1,58,000

2,000

2,000

A 2,00,000

2,00,000

Current

Ravindra Energy Limited

Inika Murkumbi

Ravindra G Patil

3,33,11,228

3,33,11,228

57,53,479

-

2,87,674

-

B 3,93,52,381

3,33,11,228

Total Contribution (A+B)

3,95,52,381

3,35,11,228





	Amounts in INR 31/Mar/2022	Amounts in INR 31/Mar/2021
<b>Note 8: Reserves And Surplus</b>		
<b>Surplus/(Deficit) In The Statement Of Profit &amp; Loss</b>		
Balance As Per Last Financial Statement		
Profit For The Period	3,04,73,922	(3,62,86,025)
Available for appropriation to Partners	80,11,178	6,67,59,947
Transferred	3,84,85,100	3,04,73,922
	(2,87,67,394)	
Share of Profit appropriated to Ravindra Energy Limited	(2,27,26,241)	-
Share of Profit appropriated to Inika Murkumbi	(57,53,479)	-
Share of Profit appropriated to R G Patil	(2,87,674)	
Closing Balance	97,17,706	3,04,73,922
<b>Note 9: Long-Term Borrowings</b>		
SBI SIRA Loan A/c-36599789732	5,74,10,146	6,90,96,963
Less: Current maturities of long term borrowings transferred (Refer Note 11)	96,00,000	96,00,000
	4,78,10,146	5,94,96,963
Shree Renuka Sugars Development Foundation	2,12,73,748	3,71,22,862
	6,90,83,894	9,66,19,825
<b>Note 10 - Deferred Tax (Assets) /Liabilities (Net)</b>		
<b>Deferred Tax Assets</b>		
Provision for Doubtful Debts	-	-
Carried Forward Unabsorbed Depreciation	1,90,05,968	2,27,49,948
	A 1,90,05,968	2,27,49,948
<b>Deferred Tax Liability</b>		
Depreciation	3,76,84,410	3,66,00,131
	B 3,76,84,410	3,66,00,131
	(B-A) 1,86,78,442	1,38,50,183
<b>Note- 11 - Borrowings</b>		
Current maturities of long term borrowings:		
SBI SIRA Loan A/c-36599789732	96,00,000	96,00,000
	96,00,000	96,00,000
<b>Note 12: Trade Payables</b>		
(i) MSME	-	-
(ii) Others		
- Less than 1 year	12,15,955	16,74,500
- 1-2 years		-
- 2-3 years		16,373
- More than 3 years	16,373	1,82,000
(iii) Disputed Dues : MSME		-
(iv) Disputed Dues: Others		-
	12,32,328	18,72,873
<b>Note 13: Other Current Liabilities</b>		
Audit Fees Payable	15,340	15,340
Duties & Taxes	7,77,360	18,75,005
Other Payables	4,69,39,064	1,99,70,404
	4,77,31,764	2,18,60,749
<b>Note 14: Revenue from operations</b>		
Electricity Sales	4,23,63,972	3,98,00,880
	4,23,63,972	3,98,00,880



Amounts in INR  
31/Mar/2022

Amounts in INR  
31/Mar/2021

**Note 15: Other Income**

Excess Provision of PY Reversed	-	5,000
Bad Debt Provision Reversal	-	4,91,93,017
Refund of Liquidation Damage Charge	-	35,40,180
Sundry Balances Written Back / Written off	-	20,05,350
Late Payment Surcharge	2,82,851	24,520
	<b>2,82,851</b>	<b>5,47,68,067</b>

**Note 16: Finance Cost**

Bank Charges	4,337	2,42,569
Inspection Charges	-	-
Loan Processing Charges	1,63,029	-
Interest on Loan	84,88,990	1,04,39,292
	<b>86,56,355</b>	<b>1,06,81,861</b>

**Note 17: Other Expenses**

**Direct Expenses**

Calibration Charges	-	-
Freight Charges	-	-
Revenue Share Expense	63,04,163	2,11,43,363
KVARH Charges	5,440	19,200
Meter Reading Charges	9,720	13,980
Rebate Charges	2,91,457	6,41,751
	<b>A 66,10,780</b>	<b>2,18,18,294</b>

**Indirect Expenses**

Audit Fees	15,340	15,340
Drawing Scrutiny/ Initial Inspection Fees	13,000	13,000
Fabrication & Fixing Charges	-	-
Fees Rates & Duties	29,185	12,656
Hire Charges	-	-
Insurance	3,76,202	5,34,348
Interest on late payment of GST	-	1,492
Interest on late payment of TDS/TCS	427	-
Late fee on late payment of GST	-	500
Loading/Unloading Charges	23,000	17,500
Other Expenses	-	-
O & M Expenses	18,51,596	15,93,000
Pooja Expenses	8,000	-
Postage and Courier	-	327
Printing & Stationery	-	680
Profession Tax	5,000	5,000
Professional Fees	29,72,443	22,31,900
Provision for Doubt Debts (Expenses)	-	-
Repairs & Maintainance.	6,68,318	6,27,013
ROC Filling Fees	200	8,200
Rounding Off	0	2
Sundry Balances Written off	25,98,337	-
	<b>B 85,61,048</b>	<b>50,60,958</b>
<b>Total Other Expenses (A+B)</b>	<b>1,51,71,828</b>	<b>2,68,79,252</b>

**Note 18: Current Tax**

Short / Exess Provisions of Income Tax	-	24,935
	-	<b>24,935</b>

Note: Prior period figures have been regrouped/reclassified wherever necessary for comparative purposes.





**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
**FY 2021-22**

**Note 1 :**

**SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES**

**A Corporate Information**

Chennamanagathihalli Solar Power Project LLP is a Limited Liability partnership, registered under the Limited Liability Partnership Act, 2008. The LLP is incorporated on 4th February, 2016 and is engaged in the business of generation of power through renewable sources.

**B SIGNIFICANT ACCOUNTING POLICIES**

**1 Basis of preparation of financial statements**

The accompanying Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015. For all periods up to and including the year ended 31<sup>st</sup> March 2022, the financial statements are prepared in accordance with the Accounting Standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP)..

**2 Use of estimates**

The preparation of financial statements, in conformity with the generally accepted accounting principles, requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of financial statements. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognised in the year in which the estimates are revised and in any future year affected.

**3 Fixed Assets**

"Fixed assets are stated at cost, less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any cost attributable of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use. In determining the amount of borrowing costs eligible for capitalization, any income earned on the temporary investment of those borrowings is deducted from the borrowing costs incurred.

Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.



#### 4 Depreciation

Depreciation shall be provided using Straight Line Method as per the useful life of the asset determined in accordance with KERC Guidelines. Machinery spares which can be used only in connection with an item of plant and machinery and their use is expected to be irregular, are capitalised and fully depreciated over the residual useful life of the related plant and machinery

#### 5 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

#### 6 Cash & cash equivalents

Cash and cash equivalents for the cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less, which are subject to an insignificant risk of changes in value

#### 7 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the LLP and the revenue can be reliably measured. Revenue from sale of power is recognised based on the commercial terms prescribed under the respective power generation agreement and the corresponding invoices generated. Interest is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

#### 8 Foreign Currency Translation

##### **Initial Recognition:**

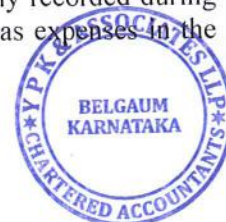
Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

##### **Conversion:**

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

##### **Exchange differences:**

Exchange differences arising on the settlement of monetary items not covered above, or on reporting such monetary items of LLP at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.





**Provisions & contingent liabilities**

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to its present value and are determined based on current best estimate and reviewed at each reporting date.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the LLP or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The LLP does not recognize a contingent liability but discloses its existence in the financial statements.

**Related party disclosures:****Names of related parties and related party relationship****Key Management Personnel:**

1. Ravindra Energy Limited
2. Gopalasatry Mahesha - Retired Partner
3. Inika Murkumbi
4. R. G. Patil



# 11 Transactions with related parties :

Ravindra Energy Limited – Partner	Amount in INR	Amount in INR
	2021-22	2020-21
Nature of Transaction	Advance towards Engineering Procurement & Construction Contract (EPC)	
Volume of transactions during the year	1,31,42,149	(6,36,77,433)
Purchases during the year	1,31,88,772	6,82,36,479
Outstanding as at the end of the year	(46,623)	-
Nature of Transaction	Expense/Advance against O & M services	
Volume of transactions during the year	30,35,250	20,250
Services received during the year	15,93,000	15,93,000
Outstanding as at the end of the year	(1,30,500)	(15,72,750)
Gopalasatry Mahesha – Retired Partner	Advance received / paid	
Volume of transactions during the year	(27,80,337)	(1,56,651)
Outstanding as at the end of the year	-	27,80,337
Inika Murkumbi – Partner	Advance received / paid	
Volume of transactions during the year	-	-
Outstanding as at the end of the year	(1,04,000)	(1,04,000)
Shree Renuka Development Foundation	Loans / Deposits	
Volume of transactions during the year	1,78,48,393	(3,63,68,416)
Interest Paid	(19,99,279)	(7,54,446)
Outstanding as at the end of the year	(2,12,73,748)	(3,71,22,862)
Transactions with Inter LLP	Advance received / paid	
Tavalgeri Solar Power Project LLP		
Volume of transactions during the year	(14,147)	(60,493)
Outstanding as at the end of the year	-	14,147
Hunsankodilli Solar Power Project LLP		
Volume of transactions during the year	2,53,62,252	4,08,282
Outstanding as at the end of the year	2,52,70,534	(91,718)
Kurugunda Solar Power Project LLP		
Volume of transactions during the year	(18,01,056)	1,57,32,540
Outstanding as at the end of the year	-	18,01,056
Chikkahalli Solar Power Project LLP		
Volume of transactions during the year	46,49,854	18,70,807
Outstanding as at the end of the year	61,03,827	14,53,973
Marakka Solar Power Project LLP		
Volume of transactions during the year	2,17,075	-
Outstanding as at the end of the year	-	(2,17,075)





Hirehalli Solar Power Project LLP	Amount in INR	Amount in INR
	2021-22	2020-21
Volume of transactions during the year	63,68,879	8,30,000
Outstanding as at the end of the year	81,21,959	17,53,080
<b>Basargi Solar Power Project LLP</b>		
Volume of transactions during the year	(4,68,44,339)	-
Outstanding as at the end of the year	(4,68,35,064)	9,275
<b>Chikkanadi Solar Power Project LLP</b>		
Volume of transactions during the year	-	(56,640)
Outstanding as at the end of the year	-	-
<b>Kulagoda Solar Power Project LLP</b>		
Volume of transactions during the year	(34,520)	(7,960)
Outstanding as at the end of the year	-	34,520
<b>Yarganvi Solar Power Project LLP</b>		
Volume of transactions during the year	(1,26,51,883)	1,26,35,883
Outstanding as at the end of the year	-	1,26,51,883
<b>Hukkeri Solar Power Project LLP</b>		
Volume of transactions during the year	(2,83,00,000)	2,83,00,000
Outstanding as at the end of the year	-	2,83,00,000



		Amount in INR
12	Expenditure in foreign currency (accrual basis):	2021-22 2020-21
	Direct Import of Goods & Services	-

### 13 Taxes on Income

"Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India. The tax rates and tax Laws used to compute the amounts are those that are enacted, at the reporting date.

Deferred Taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets including the unrecognized deferred tax assets, if any, at each reporting date, are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date and are adjusted for its appropriateness.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority. "

### 14 Remuneration, Interest and Distribution of profits/losses.

During the current financial year, the partners have decided not to provide for interest and remuneration in the manner required in the LLP agreement.

So also profit earned by the LLP during the current financial year has been carried forward to the subsequent year without distributing the same in the manner required in the LLP agreement.

As per our report of even date

**For Y P K & Associates**

Chartered Accountants

Firm Registration No. : 129532W

**Yogesh A. Kulkarni**

Partner

Membership No. : 221049

UDIN: 22221049AJBBLH9608

Place: Belgaum

Dated: 16.05.2022



For and on behalf of the LLP

**Sidram Kaluti**

Designated Partner

**R G Patil**

Designated Partner