



## INDEPENDENT AUDITOR'S REPORT

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

### Report on the Audit of the Financial Statements

#### Opinion

I have audited the Financial Statements of **CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**, which comprise the balance sheet as at March 31, 2024, 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 my opinion and to the best of my information and according to the explanations given to me, the aforesaid Financial Statements give a true and fair view of the financial position of the entity as at March 31, 2024, 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

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

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

My 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 my 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 my auditor's report.

### **Report on Other Requirements**

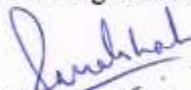
I further report that:

- a) I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit;
- b) In my opinion proper books of account as required by law have been kept by the LLP, so far as appears from my examination of those books;
- c) The Balance Sheet dealt with by this Report is in agreement with the books of account;
- d) In my opinion, the Balance Sheet dealt with by this report comply with the accounting standards to the extent applicable;
- e) In my opinion and to the best of my information and according to the explanations given to me, 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 Sanal Shah & Co**

*Chartered Accountant*

Firm Registration No: 027738S

  
**CA Sanal Shah**

*Proprietor*

Membership No. 237315

Place: Belagavi

Date: 29/04/2024

UDIN: 24237315BKEKGG8333



## **Annexure A: Responsibilities for Audit of Financial Statements**

As part of an audit in accordance with SAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the LLP to cease to continue as a going concern.

I 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 I identify during my audit.

**For Sanal Shah & Co**

*Chartered Accountant*

Firm Registration No: 027738S

**CA Sanal Shah**

*Proprietor*

Membership No. 237315

Place: Belagavi

Date: 29/04/2024

UDIN: 24237315BKEKGG8333



**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
Balance Sheet as at 31st March 2024

	Notes	Amounts in INR 31-Mar-2024	Amounts in INR 31-Mar-2023
<b>ASSETS</b>			
(1) Non-Current Assets			
(a) Property Plant & Equipment	2	12,58,56,535	13,17,18,348
(b) Capital Work-in-Progress		-	-
<u>(f) Financial Assets</u>			
(i) Investments		-	-
(g) Other Non-Current Assets	3	30,00,000	-
(2) Current assets			
(a) Inventories		-	-
<u>(b) Financials Assets</u>			
(i) Investments		-	-
(ii) Trade Receivables	4	1,37,31,359	1,41,38,455
(iii) Cash and Cash Equivalents	5	52,60,119	46,70,052
(iv) Bank Balances other than (iii) above		-	-
(c) Current Tax Assets (Net)	6	79,242	59,213
(d) Other Current Assets	7	22,23,780	56,55,630
<b>TOTAL ASSETS</b>		<b>15,01,51,036</b>	<b>15,62,41,698</b>
<b>CONTRIBUTION &amp; LIABILITIES</b>			
<b>Partner's Fund</b>			
<u>(a) Partners Contribution</u>			
(i) Fixed	8A	2,00,000	2,00,000
(ii) Current	8B	4,22,23,274	3,49,39,536
(b) Reserves and Surplus	9	8,14,427	19,01,707
<b>Liabilities</b>			
<b>(1) Non-current Liabilities</b>			
<u>(a) Financial Liabilities</u>			
(i) Borrowings	10	2,59,72,475	3,80,84,375
(b) Provisions		-	-
(c) Deferred Tax Liabilities (Net)	11	3,45,24,858	2,79,30,410
(d) Other non-current liabilities		-	-
<b>(2) Current Liabilities</b>			
<u>(a) Financial Liabilities</u>			
(i) Borrowings	12	3,25,49,559	3,03,42,287
(ii) Trade Payables	13	64,29,529	38,69,021
(b) Provisions		-	-
(c) Current Tax Liabilities		-	-
(d) Other Current Liabilities	14	74,36,915	1,89,74,363
<b>TOTAL LIABILITIES</b>		<b>15,01,51,036</b>	<b>15,62,41,698</b>

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

As per our report of even date  
For Sanal Shah & Co  
Chartered Accountants  
Firm Registration No. : 0027738S



CA Sanal Shah  
Membership No. : 237315  
UDIN : 24237315BKEKGG8333  
Place: Belagavi  
Date : 29.04.2024



For and on behalf of the LLP



Kallappa Ghadi  
Designated Partner



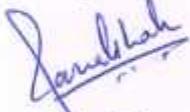
R.G. Patil  
Designated Partner

**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
Statement of Profit & Loss Account for the period 01/04/2023 to 31/03/2024

Particulars	Notes	Amounts in INR	
		31-Mar-2024	31-Mar-2023
Revenue from Operations	15	4,55,06,195	4,45,63,176
Other Income	16	9,32,863	1,21,72,199
<b>Total Revenue</b>		<b>4,64,39,058</b>	<b>5,67,35,375</b>
<b>Expenditure</b>		-	-
Cost of Materials Consumed		-	-
Purchases of Stock-in-Trade		-	-
Changes in Inventories of Stock-In-Trade		-	-
Employee Benefit Expenses	17	66,45,061	74,11,035
Financial Costs	2	64,57,010	64,21,740
Depreciation and Amortization Expense	18	1,23,17,390	1,32,48,910
Other Expenses		2,54,19,461	2,70,81,685
<b>Total Expenses</b>		<b>2,10,19,597</b>	<b>2,96,53,690</b>
<b>Profit/(Loss) before exceptional items and tax</b>		<b>2,10,19,597</b>	<b>2,96,53,690</b>
Exceptional Items		-	-
<b>Profit/(Loss) Before Tax</b>		<b>2,10,19,597</b>	<b>2,96,53,690</b>
(a) Current Tax		65,94,447	92,51,968
(b) Deferred Tax		1,44,25,150	2,04,01,722
<b>Profit/(Loss) for the year</b>		<b>1,44,25,150</b>	<b>2,04,01,722</b>

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

As per our report of even date  
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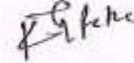
CA Sanal Shah  
Membership No. : 237315  
UDIN : 24237315BKEKGG8333  
Place: Belagavi  
Date : 29.04.2024



For and on behalf of the LLP



Kallappa Ghadi  
Designated Partner



R.G Patil  
Designated Partner

**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
Cash Flow statement for the period 01/04/2023 to 31/03/2024

Particulars	Amounts in INR 31-Mar-2024	Amounts in INR 31-Mar-2023
<b><u>CASH FLOW FROM OPERATING ACTIVITIES:</u></b>		
Profit Before Taxation	2,10,19,597	2,96,53,690
Adjustments To Reconcile Profit Before Tax To Net Cash Provided By Operating Activities:		
Depreciation	64,57,010	64,21,740
Interest Income	(3,00,726)	(1,27,999)
Financial Expenses	66,45,061	74,11,035
<b>Operating Profit Before Working Capital Changes</b>	<b>3,38,20,942</b>	<b>4,33,58,466</b>
<b>Changes In Operating Assets And Liabilities:</b>		
Trade Receivables	4,07,096	(18,27,625)
Other Receivables	(30,00,000)	-
Other Current Assets	34,31,850	3,39,25,142
Current Tax	(20,029)	(35,623)
Inventories	-	-
Trade And Other Payables	(89,76,940)	(2,61,20,708)
<b>Cash Generated From Operations</b>	<b>(81,58,023)</b>	<b>59,41,186</b>
Income-Tax Paid	-	-
<b>Net Cash Flow From Operating Activities</b>	<b>2,56,62,919</b>	<b>4,92,99,652</b>
<b><u>CASH FLOW FROM INVESTING ACTIVITIES:</u></b>		
Purchase Of Fixed Assets	(5,95,197)	-
Proceeds From Sale Of Fixed Assets	-	-
Purchase Of Investments	-	-
Interest Income	3,00,726	1,27,999
Adjustment in Value of Investment	-	-
Preliminary / Pre-Operative Expenses	-	-
<b>Net Cash Flow From Investing Activities</b>	<b>(2,94,471)</b>	<b>1,27,999</b>
<b><u>CASH FLOW FROM FINANCING ACTIVITIES:</u></b>		
Increase In Capital	72,83,738	(44,12,845)
Share Capital	-	-
Dividend Paid/ Profit Distributed	(1,55,12,430)	(2,82,17,724)
Proceeds From Long-Term Borrowings (Net)	(1,21,11,900)	(97,25,771)
Repayment Of Short-Term Borrowings (Net)	22,07,272	(5,31,461)
Interest Paid	(65,24,465)	(72,24,786)
Finance cost paid	(1,20,596)	(1,86,249)
<b>Net Cash Flow From Financing Activities</b>	<b>(2,47,78,381)</b>	<b>(5,02,98,836)</b>
<b>Net Increase In Cash And Cash Equivalents</b>	<b>5,90,067</b>	<b>(8,71,185)</b>
Opening Cash And Cash Equivalents	46,70,051	55,41,236
<b>Closing Cash And Cash Equivalents</b>	<b>52,60,118</b>	<b>46,70,051</b>

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

As per our report of even date  
For Sanal Shah & Co  
Chartered Accountants  
Firm Registration No. : 0027738S



CA Sanal Shah  
Membership No. : 237315  
UDIN : 24237315BKKEKGG8333  
Place: Belagavi  
Date : 29.04.2024



For and on behalf of the LLP



Kallappa Ghadi  
Designated Partner



R.G Patil  
Designated Partner

Particulars	GROSS CARRYING VALUE			ACCUMULATED DEPRECIATION			NET CARRYING VALUE	
	Gross Block as on 01.04.2023	Additions	Disposal	Gross Block as on 31.12.2023	As at 31st March, 2023	Disposal	As at on 31.12.2023	As at 31st March, 2022
Plant and Machinery	16,53,51,489	5,95,197	-	16,59,46,686	3,36,78,707	-	12,58,25,635	13,16,72,781
Fire Safety Equipment	77,024	-	-	77,024	31,457	-	30,900	45,567
<b>Total</b>	<b>16,54,28,513</b>	<b>5,95,197</b>	<b>-</b>	<b>16,60,23,710</b>	<b>3,37,10,164</b>	<b>-</b>	<b>12,58,56,535</b>	<b>13,17,18,348</b>



**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
Notes to Accounts forming part of the Financial Statements  
for the period 01/04/2023 to 31/03/2024

	Amounts in INR 31-Mar-2024	Amounts in INR 31-Mar-2023
<b>Note 3: Other Non-Current Assets</b>		
Deposit with SPD	30,00,000	-
	<u>30,00,000</u>	<u>-</u>
<b>Note 4: Trade Receivables</b>		
Trade Receivables	1,38,47,914	1,41,38,455
	1,16,555	-
	<u>1,37,31,359</u>	<u>1,41,38,455</u>
(i) Undisputed Trade Receivables - Considered good		
- less than 6 months	1,22,45,756	1,34,82,263
- 6 months to 1 year	3,73,868	3,44,407
- 1-2 years	11,11,735	2,82,851
- 2-3 years	-	28,934
- More than 3 years	-	-
	<u>1,37,31,359</u>	<u>1,41,38,455</u>
(ii) Trade Receivables- Considered Doubtful	1,16,555	-
Less : Provisions for doubtful Debt	<u>1,16,555</u>	<u>-</u>
	-	-
<b>Note 5: Cash And Cash Equivalents</b>		
Cash Balances	2,41,303	1,01,409
Balances With Scheduled Banks	5,18,817	68,643
In Current Accounts	45,00,000	45,00,000
Deposits with bank	<u>52,60,120</u>	<u>46,70,052</u>
<b>Note 6: Current Tax Assets (Net)</b>		
Duties and Taxes	79,242	59,213
	<u>79,242</u>	<u>59,213</u>
<b>Note 7: Other Current Assets</b>		
Other Advances	21,47,033	55,26,206
Pre Paid Expenses	61,836	1,17,732
Accrued Interest	11,779	11,692
Advance to Supplier	3,132	-
	<u>22,23,780</u>	<u>56,55,630</u>
<b>Note 8: Partners Contribution</b>		
Fixed		
Inka Murkumbi	40,000	40,000
Ravindra Energy Limited	1,58,000	1,58,000
Ravindra G Patil	2,000	2,000
	<u>2,00,000</u>	<u>2,00,000</u>
Current		
Ravindra Energy Limited	4,03,71,930	3,14,18,661
Inka Murkumbi	12,65,980	29,51,024
Ravindra G Patil	5,85,364	5,69,851
	<u>4,22,23,274</u>	<u>3,49,39,536</u>
<b>Total Contribution (A+B)</b>	<u>4,24,23,274</u>	<u>3,51,39,536</u>



	Amounts in INR 31-Mar-2024	Amounts in INR 31-Mar-2023
<b>Note 9: Reserves And Surplus</b>		
Surplus/(Deficit) In The Statement Of Profit & Loss	19,01,707	97,17,706
Balance As Per Last Financial Statement	1,44,25,150	2,04,01,722
Profit For The Period	1,63,26,857	3,01,19,429
Available for appropriation to Partners	(1,55,12,430)	(2,82,17,722)
Transferred		
Share of Profit appropriated to Ravindra Energy Limited	(1,24,08,393)	(2,22,92,000)
Share of Profit appropriated to Inika Murkumbhi	(31,02,486)	(56,43,544)
Share of Profit appropriated to R. G. Patil	(1,551)	(2,82,177)
Closing Balance	<u>8,14,427</u>	<u>19,01,707</u>
<b>Note 10: Long-Term Borrowings</b>		
<b>From Banks</b>		
<b>Secured Loans</b>		
SBI SIRA Loan A/c-36599789732	3,79,72,475	4,76,84,375
(Secured against Plant & Machinery, repayable in 166 monthly instalments commencing from Jun 1,2017)	1,20,00,000	96,00,000
Less: Current maturities of long term borrowings transferred (Refer Note 11)	2,59,72,475	3,80,84,375
	<u>2,59,72,475</u>	<u>3,80,84,375</u>
<b>Note 11 - Deferred Tax (Assets)/Liabilities (Net)</b>		
<b>Deferred Tax Assets</b>		
Carried Forward Unabsorbed Depreciation	29,46,157	1,03,02,500
	<u>A</u>	<u>1,03,02,500</u>
<b>Deferred Tax Liability</b>		
Depreciation	3,74,71,014	3,82,32,910
	<u>B</u>	<u>3,82,32,910</u>
(B-A)	<u>3,45,24,858</u>	<u>2,79,30,410</u>
<b>Note- 12 - Borrowings</b>		
<b>Current maturities of long term borrowings:</b>		
Current maturities of long term borrowings (Refer Note-9)	1,20,00,000	96,00,000
<b>Unsecured Loans</b>		
Related Party Transactions	2,05,49,559	2,07,42,287
Shree Renuka Sugars Development Foundation	3,25,49,559	3,03,42,287
	<u>3,25,49,559</u>	<u>3,03,42,287</u>
<b>Note 13: Trade Payables</b>		
(A) Total outstanding dues of micro and small enterprises *	64,29,529	
(B) Total outstanding dues of creditors other than micro and small enterprises:		
For Goods and Services		
Others	64,29,529	-
	<u>64,29,529</u>	<u>-</u>
*The details of amounts outstanding to Micro, Small and Medium Enterprises based on information available with the Company is as under:		
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
Principal amount due to micro and small enterprises	-	-
Interest due on above	-	-
Total	<u>-</u>	<u>-</u>
(i) MSME		
- Less than 1 year		
- 1-2 years		
- 2-3 years		
- More than 3 years		
(ii) Others		
- Less than 1 year	61,21,894	35,45,013
- 1-2 years	3,07,635	3,07,635
- 2-3 years		
- More than 3 years		
	<u>64,29,529</u>	<u>38,69,021</u>
<b>Note 14: Other Current Liabilities</b>		
Duties & Taxes	84,475	2,35,430
Other Payables	73,52,440	1,87,38,933
	<u>74,36,915</u>	<u>1,89,74,363</u>



**CHENNAMANAGATHIHALI SOLAR POWER PROJECT LLP**  
**Notes to Accounts forming part of the Financial Statements**  
**for the period 01/04/2023 to 31/03/2024**

	<i>Amounts in INR</i>	
	31-Mar-2024	31-Mar-2023
<b>Note 15: Revenue from operations</b>		
Electricity Sales	4,55,06,195	4,45,63,176
	<u>4,55,06,195</u>	<u>4,45,63,176</u>
<b>Note 16: Other Income</b>		
Sundry Balances Written Back / Written off	-	-
Late Payment Surcharge	6,11,804	1,17,77,131
Insurance Claim Received	-	2,65,201
Interest Received on FD	3,02,706	1,27,999
Interest on IT Refund	1,980	1,868
Sundry Balances Written Back / Written off	16,373	-
	<u>9,32,863</u>	<u>1,21,72,199</u>
<b>Note 17: Finance Cost</b>		
Bank Charges	2,596	1,86,249
Loan Processing Charges	1,18,000	-
<b>Interest Expenses</b>		
Interest on Term Loan	50,40,987	55,67,638
Interest on Unsecured Loan	14,83,478	16,57,148
	<u>66,45,061</u>	<u>74,11,035</u>
<b>Note 18: Other Expenses</b>		
<b>Direct Expenses</b>		
Revenue Share Expense	67,71,758	66,31,428
KVARH Charges	5,360	6,580
Meter Reading Charges	14,160	14,160
Rebate Charges	40,590	2,000
Periodical Inspection Charges	13,000	-
O & M Expenses	20,63,356	22,65,109
Repairs & Maintenance	10,86,567	24,93,478
Drawing Scrutiny/ Initial Inspection Fees	-	13,000
Loading/Unloading Charges	21,000	21,000
Provision for doubtful debts	1,16,555	-
	<u>A 1,01,32,346</u>	<u>1,14,46,755</u>
<b>Indirect Expenses</b>		
Audit Fees	16,000	18,880
Consultation fees	-	-
Donation towards Electoral Bonds/Political Party	7,50,000	-
Fees Rates & Duties	21,337	41,820
Insurance	2,61,642	3,57,377
Interest on late payment of TDS/TCS	100	54
Internal Audit Fees	25,080	-
Pooja Expenses	-	-
Profession Tax	5,000	5,000
Professional Fees	10,97,350	13,36,350
ROC Filing Fees	7,963	1,523
Rounding Off	6	1
Postage and Courier	41	-
Sundry Balances Written off	-	-
Printing and Stationery	525	1,150
Site Expenses	-	40,000
	<u>B 21,85,044</u>	<u>18,02,155</u>
<b>Total Other Expenses (A+B)</b>	<u>1,23,17,390</u>	<u>1,32,48,910</u>

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



**CHENNAMANAGATHIHALLI SOLAR POWER PROJECT LLP**  
**FY 2023-24**

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 2024, 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 as modified by the orders of Appellate Tribunal for Electricity.

The surcharge on late payment / refund and interest on Liquidated Damages, Delay Damages, wherever applicable, has been recognised in this financial year since there is no significant uncertainty as to its measurability or its collectability 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.



## 9 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.

## 10 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. "

## 11 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.

Profit earned by the LLP during the current financial year and previous years has been distributed same in the manner required in the LLP agreement.

## 12 Related party disclosures:

### Names of related parties and related party relationship

### Key Management Personnel:

1. Ravindra Energy Limited
2. Inika Murkumbi
3. R. G. Patil



Ravindra Energy Limited – Partner	Amount in INR	Amount in INR
	2023-24	2022-23
<b>Nature of Transaction</b>	<b>Share of Profit</b>	
Volume of transactions during the period	1,23,94,432	2,22,92,000
<b>R. G Patil</b>		
<b>Nature of Transaction</b>	<b>Share of Profit</b>	
Volume of transactions during the period	15,513	2,82,177
<b>Inika Murkumbi</b>		
<b>Nature of Transaction</b>	<b>Share of Profit</b>	
Volume of transactions during the period	31,02,485	56,43,545
<b>Nature of Transaction</b>	<b>Advance towards Engineering Procurement &amp; Construction Contract (EPC)</b>	
Volume of transactions during the year	12,10,986	23,01,138
Purchases during the year	(9,73,083)	(24,98,880)
Outstanding as at the end of the year	(6,462)	(2,44,365)
<b>Nature of Transaction</b>	<b>Expense/Advance against O &amp; M services</b>	
Volume of transactions during the year	21,61,511	13,32,000
Services received during the year	(17,70,011)	(15,93,000)
Outstanding as at the end of the year	-	(3,91,500)
<b>Inika Murkumbi – Partner</b>	<b>Advance received / paid</b>	
Volume of transactions during the year	-	1,04,000
Outstanding as at the end of the year	-	-
<b>Shree Renuka Development Foundation</b>	<b>Loans / Deposits</b>	
Volume of transactions during the year	16,76,206	19,61,211
Interest Paid	(14,83,478)	(14,29,750)
Outstanding as at the end of the year	(2,05,49,559)	(2,07,42,287)
<b>Transactions with Inter LLP</b>	<b>Advance received / paid</b>	
<b>Hunsankodilli Solar Power Project LLP</b>		
Volume of transactions during the year	(33,79,173)	(1,97,44,328)
Outstanding as at the end of the year	21,47,033	55,26,206
<b>Chikkahalli Solar Power Project LLP</b>		
Volume of transactions during the year	-	(61,03,827)
Outstanding as at the end of the year	-	-
<b>Marakka Solar Power Project LLP</b>		
Volume of transactions during the year	(28,57,800)	(44,75,000)
Outstanding as at the end of the year	(73,32,800)	(44,75,000)
<b>Hirehalli Solar Power Project LLP</b>		
Volume of transactions during the year		(81,21,959)
Outstanding as at the end of the year		-
<b>Basargi Solar Power Project LLP</b>		



<b>Basargi Solar Power Project LLP</b>		
Volume of transactions during the year	1,42,45,053	3,25,90,011
Outstanding as at the end of the year	-	(1,42,45,053)

As per our report of even date

For and on behalf of the LLP

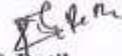
**For Sanal Shah & Co**  
Chartered Accountants  
Firm Registration No. : 0027738S



**CA Sanal Shah**  
Proprietor  
Membership No.: 237315  
UDIN : 24237315BKEKGG8333  
Place: Belgaum  
Dated:29-04-2024



**Kallappa Ghadi**  
Designated Partner



**R G Patil**  
Designated Partner