



## INDEPENDENT AUDITOR'S REPORT

To  
The Partners of  
SHIVAPUR SOLAR POWER PROJECT LLP

### Report on the Audit of the Financial Statements

#### Opinion

I have audited the Financial Statements of SHIVAPUR 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**

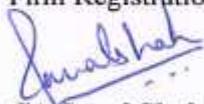
I further report that:

- 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: 24237315BKEKGQ5035



## **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:

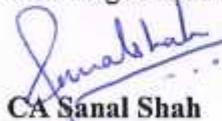
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting 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: 24237315BKEKGQ5035



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

	Notes	31-Mar-2024	Amounts in INR 31-Mar-2023
<b>ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Property Plant & Equipment	2	14,21,20,338	14,87,07,019
(b) Capital Work-in-Progress		-	-
<b>(C) Financial Assets</b>			
(i) Investments		-	-
(d) Other Non-Current Assets		-	-
<b>(2) Current assets</b>			
(a) Inventories		-	-
<b>(b) Financials Assets</b>			
(i) Investments		-	-
(ii) Trade Receivables	3	1,21,54,652	10,99,89,805
(iii) Cash and Cash Equivalents	4	69,78,751	59,26,901
(iv) Bank Balances other than (iii) above		-	-
(c) Current Tax Assets (Net)	5	19,99,192	32,115
(d) Other Current Assets	6	32,60,766	2,00,113
<b>TOTAL ASSETS</b>		<b>16,65,13,700</b>	<b>26,48,55,953</b>
<b>CONTRIBUTION AND LIABILITIES</b>			
<b>Partner's Fund</b>			
<b>(a) Partners Capital Account</b>			
(i) Fixed Capital	7A	2,00,000	2,00,000
(ii) Current Capital	7B	4,98,42,341	8,60,31,436
(b) Other equity	8	8,15,814	61,36,050
<b>Liabilities</b>			
<b>(1) Non-current Liabilities</b>			
<b>(a) Financial Liabilities</b>			
(i) Borrowings	9	6,19,49,821	6,98,44,395
(b) Provisions		-	-
(c) Deferred Tax Liabilities (Net)	10	2,01,86,218	1,38,63,996
(d) Other non-current liabilities		-	-
<b>(2) Current Liabilities</b>			
<b>(a) Financial Liabilities</b>			
(i) Borrowings	11	81,29,844	66,00,000
(ii) Trade Payables	12	53,31,872	1,99,91,268
(b) Provisions		-	-
(c) Current Tax Liabilities		-	-
(d) Other Current Liabilities	13	2,00,57,791	6,21,88,807
<b>TOTAL LIABILITIES</b>		<b>16,65,13,700</b>	<b>26,48,55,953</b>

Accompanying Notes 1 to 17 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

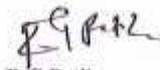


CA Sanal Shah  
Membership No. : 237315  
UDIN: 24237315BKKEGQ5035  
Place: Belagavi  
Date : 29.04.2024



For and on behalf of the LLP

  
Kallappa Ghadi  
Designated Partner

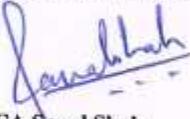
  
R.G. Patil  
Designated Partner

**SHIVAPUR 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	14	4,34,10,948	4,29,84,816
Other Income	15	34,65,938	7,66,98,866
<b>Total Revenue</b>		<b>4,68,76,886</b>	<b>11,96,83,682</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	1,00,53,607	97,54,128
Depreciation and Amortization Expense	2	74,21,447	73,51,981
Other Expenses	17	91,38,613	2,85,96,957
<b>Total Expenses</b>		<b>2,66,13,667</b>	<b>4,57,03,065</b>
<b>Profit/(Loss) before exceptional items and tax</b>		<b>2,02,63,219</b>	<b>7,39,80,617</b>
Exceptional Items		-	-
<b>Profit/(Loss) Before Tax</b>		<b>2,02,63,219</b>	<b>7,39,80,617</b>
(a) Current Tax		-	-
(b) Deferred Tax		63,22,222	(51,96,594)
<b>Profit/(Loss) for the year</b>		<b>1,39,40,997</b>	<b>7,91,77,211</b>

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For Sanal Shah & Co  
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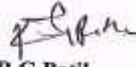


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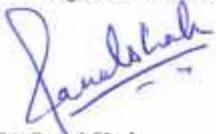
  
R.G Patil  
Designated Partner

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

Particulars	31-Mar-2024	Amounts in INR 31-Mar-2023
<b><u>CASH FLOW FROM OPERATING ACTIVITIES:</u></b>		
Profit Before Taxation	2,02,63,219	7,39,80,617
<b>Adjustments To Reconcile Profit Before Tax To Net Cash Provided By Operating Activities:</b>		
Depreciation	74,21,447	73,51,981
Interest Income	(4,15,401)	(2,15,913)
Financial Expenses	1,00,53,607	97,54,128
<b>Operating Profit Before Working Capital Changes</b>	<b>3,73,22,872</b>	<b>9,08,70,813</b>
<b>Changes In Operating Assets And Liabilities:</b>		
Trade Receivables	9,78,35,153	(9,21,81,575)
Other Receivables	-	-
Other Current Assets	(30,60,653)	(99,017)
Current Tax	(19,67,077)	42,808
Inventories	-	-
Trade And Other Payables	(5,67,90,412)	4,52,10,774
<b>Cash Generated From Operations</b>	<b>3,60,17,011</b>	<b>(4,70,27,010)</b>
Income-Tax Paid	-	-
<b>Net Cash Flow From Operating Activities</b>	<b>7,33,39,882</b>	<b>4,38,43,803</b>
<b><u>CASH FLOW FROM INVESTING ACTIVITIES:</u></b>		
Purchase Of Fixed Assets	(8,34,766)	(12,85,314)
Proceeds From Sale Of Fixed Assets	-	-
Purchase Of Investments	-	-
Adjustment in Value of Investment	-	-
Preliminary / Pre-Operative Expenses	-	-
Interest Received	4,15,401	2,15,913
<b>Net Cash Flow From Investing Activities</b>	<b>(4,19,365)</b>	<b>(10,69,401)</b>
<b><u>CASH FLOW FROM FINANCING ACTIVITIES:</u></b>		
Increase In Capital	(3,61,89,095)	(48,476)
Share Capital	-	-
Dividend Paid	(1,92,61,234)	-
Proceeds From Long-Term Borrowings (Net)	(63,64,730)	(2,42,42,424)
Proceeds From Short-Term Borrowings (Net)	-	(74,09,235)
Repayment Of Short-Term Borrowings (Net)	-	-
Finance cost paid	(1,00,53,607)	(97,54,128)
<b>Net Cash Flow From Financing Activities</b>	<b>(7,18,68,666)</b>	<b>(4,14,54,263)</b>
<b>Net Increase In Cash And Cash Equivalents</b>	<b>10,51,852</b>	<b>13,20,139</b>
Opening Cash And Cash Equivalents	59,26,902	46,06,763
<b>Closing Cash And Cash Equivalents</b>	<b>69,78,753</b>	<b>59,26,902</b>

Accompanying Notes 1 to 17 form an integral part of this financial statements

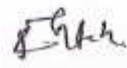
As per our report of even date  
For Sanal Shah & Co  
Chartered Accountants  
Firm Registration No. : 0027738S

  
CA Sanal Shah  
Membership No. : 237315  
UDIN: 24237315BKEKGQ5035  
Place: Belagavi  
Date : 29.04.2024  
Place: Belagavi



For and on behalf of the LLP

  
Kallappa Ghadi  
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 01.04.2023	Additions	Disposal	Gross Block as on 31.12.2024	As at 31st March, 2023	Additions	Disposal	As at on 31.03.2024	As at 31st March, 2023
<b>Tangible Assets</b>									
Plant and Machinery	18,15,33,974	7,61,206	-	18,22,95,180	3,29,81,016	73,76,571		4,03,57,587	14,19,37,592
Fire Safety Equipment	43,844.00	-	-	43,844	17,975	8,349		26,323	17,521
Fencing Wall	1,07,800.08	-	-	1,07,800	25,574	20,527		46,101	61,699
Building	49,914.00	73,560	-	1,23,474	3,947	16,000		19,948	1,03,526
<b>Total</b>	<b>18,17,35,532</b>	<b>8,34,766</b>	<b>-</b>	<b>18,25,70,298</b>	<b>3,30,28,513</b>	<b>74,21,447</b>	<b>-</b>	<b>4,04,49,960</b>	<b>14,21,20,338</b>
									<b>14,85,52,957</b>
									<b>25,869</b>
									<b>82,226</b>
									<b>45,967</b>



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

	31-Mar-2024	Amounts in INR 31-Mar-2023
<b>Note 3 - Trade Receivables</b>		
Trade Receivables	1,21,54,652	10,99,89,805
Less : Provision for doubtful debts	-	-
	<u>1,21,54,652</u>	<u>10,99,89,805</u>
 (i) Undisputed Trade Receivables - Considered good		
- less than 6 months	88,82,129	10,97,02,068
- 6 months to 1 year	24,82,812	14,654
- 1-2 years	7,89,711	2,73,083
- 2-3 years		
- More than 3 years		
Total	<u>1,21,54,652</u>	<u>10,99,89,805</u>
 (ii) Undisputed Trade Receivables - Considered doubtful	-	-
Less : Provision for doubtful debts	-	-
	<u>-</u>	<u>-</u>
 <b>Note 4 - Cash And Cash Equivalents</b>		
Cash Balances	2,21,525	1,621
 Balances With Scheduled Banks		
In Current Accounts	5,38,834	71,280
Deposits with bank	62,18,394	58,54,000
	<u>69,78,753</u>	<u>59,26,901</u>
 <b>Note 5 - Other Current Assets</b>		
Duties & Taxes	19,99,192	32,115
	<u>19,99,192</u>	<u>32,115</u>
 <b>Note 6 - Other Current Assets</b>		
Pro Paid Expenses	43,317	57,643
Accrued Interest	1,06,711	1,42,470
Loans and Advances	31,07,606	
Advance to Supplier	3,132	
	<u>32,60,766</u>	<u>2,00,113</u>
 <b>Note 7 - Partners Capital Account</b>		
<b>Fixed</b>		
Ravindra Energy Limited	1,98,000	1,98,000
R.G Patil	2,000	2,000
	<u>2,00,000</u>	<u>2,00,000</u>
<b>Current</b>		
Ravindra Energy Limited	4,97,30,655	8,57,89,012
R.G Patil	1,11,686	2,42,424
	<u>4,98,42,341</u>	<u>8,60,31,436</u>
 <b>Total Contribution</b>	<b>(A + B)</b>	
	<u>5,00,42,341</u>	<u>8,62,31,436</u>



	31-Mar-2024	Amounts in INR 31-Mar-2023
<b>Note 8 - Other Equity</b>		
<b>Surplus/(Deficit) In The Statement Of Profit &amp; Loss</b>		
Balance As Per Last Financial Statement		
Profit For The Period	61,36,050	(4,87,98,737)
Available for Appropriation to Partners	1,39,40,997	7,91,77,211
Less: Transferred	2,00,77,048	3,03,78,474
	(1,92,61,234)	(2,42,42,424)
Share of Profit appropriated to Ravindra Energy Limited	(1,92,59,308)	(2,40,00,000)
Share of Profit appropriated to R G Patil	(1,926)	(2,42,424)
Closing Balance	8,15,814	61,36,050
<b>Note 9 - Long-Term Borrowings</b>		
<b>Secured Loans</b>		
<b>From Banks</b>		
SBI Loan A/c-36206984541 (Secured against Plant & Machinery, repayable in 125 monthly instalments commencing from Oct 31,2020)	6,70,49,821	6,76,51,338
Less: Current maturities of long term borrowings transferred (Refer Note 11)	51,00,000	6,00,000
	6,19,49,821	6,70,51,338
SBI Hubli Loan A/c-39761785234 (Secured against Plant & Machinery, repayable in 36 monthly instalments commencing from Oct 31,2021)	27,89,772	87,93,057
Less: Current maturities of long term borrowings transferred (Refer Note 11)	27,89,772	60,00,000
	-	27,93,057
	6,19,49,821	6,98,44,395
<b>Note 10- Deferred Tax (Assets) /Liabilities (Net)</b>		
<b>Deferred Tax Assets</b>		
Provision for Doubtful Debts		
Carried forward Unabsorbed Depreciation	2,07,93,000	2,71,48,427
	A	2,07,93,000
<b>Deferred Tax Liability</b>		
Depreciation	4,09,79,218	4,10,12,424
	B	4,09,79,218
	(B-A)	2,01,86,218
<b>Note 11 - Borrowings</b>		
<b>Current maturities of Long term Borrowings:</b>		
Current maturities of Long term Borrowings (Refer Note: 9)	78,89,772	66,00,000
<b>Unsecured Loan</b>		
<b>From Related Parties</b>		
Shree Renuka Sugars Development Foundation	2,40,072	
	81,29,844	66,00,000
<b>Note 12 - Trade Payables</b>		
(A) Total outstanding dues of micro and small enterprises		
(B) Total outstanding dues of creditors other than micro and small enterprises:		
For Goods and Services	53,31,872	1,99,91,268
Others		
	53,31,872	1,99,91,268

\*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



	31-Mar-2024	Amounts in INR 31-Mar-2023
<b><u>Trade Payables Aging schedule</u></b>		
<b>(i) MSME</b>		
- Less than 1 year		1,99,91,178
- 1-2 years		90
- 2-3 years		
- More than 3 years		
<b>(ii) Others</b>		
- Less than 1 year		1,99,91,268
- 1-2 years	53,31,782	1,99,91,178
- 2-3 years	90	90
- More than 3 years		
<b>(iii) Disputed Dues : MSME</b>		
<b>(iv) Disputed Dues: Others</b>		
	<b>53,31,872</b>	<b>1,99,91,268</b>

**Note 13 - Other Current Liabilities**

Other Payable	1,99,85,721	5,98,33,874
Duties and Taxes	72,070	23,54,933
	<b>2,00,57,791</b>	<b>6,21,88,807</b>



**SHIVAPUR 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 14 - Revenue</b>		
Electricity Sale (Income)	4,34,10,948	4,29,84,816
	<u>4,34,10,948</u>	<u>4,29,84,816</u>
<b>Note 15 - Other Income</b>		
Interest Received on FD	3,69,901	2,15,913
Late Payment Surcharges	30,50,537	1,79,87,061
Sundry Balances Written Back	-	-
Interest on IT Refund	45,500	11,529
Damage Delay Charges	-	3,60,000
Interest on Liquidated / Delay Damages	-	1,82,762
Reversal of Provision for Doubtful Debts	-	5,79,41,601
	<u>34,65,938</u>	<u>7,66,98,866</u>
<b>Note 16 - Financial Cost</b>		
Bank Charges	3,547	3,630
Loan Processing Fees	-	-
<b>Interest Expenses</b>		
Interest on Term Loan	99,42,114	97,50,498
Interest on Unsecured Loan	1,07,946	-
	<u>1,00,53,607</u>	<u>97,54,128</u>
<b>Note 17 - Other Expenses</b>		
<b>Direct</b>		
KVARH Charges	400	320
Meter Reading Charges	11,800	3,540
Revenue Share Expense	54,59,967	2,43,24,025
O & M Expenses	19,65,163	17,20,875
Repairs & Maintenance	8,11,434	10,75,696
Inspection Charges	-	-
Drawing Scrutiny/initial Inspection Fee	14,100	14,100
Provision for doubtful debt	-	-
	<u>A 82,62,864</u>	<u>2,71,38,556</u>
<b>Indirect</b>		
Audit Fees	16,000	18,880
Guest House Rent	-	-
Fees Rates and Taxes	27,217	1,470
Insurance A/c	2,12,495	2,66,515
Interest on Late payment of TDS	180	132
Internal Audit Fees	25,080	-
Printing and Stationary	605	1,790
Professional Fees	5,83,150	11,62,990
Professional Tax	5,000	5,000
ROC Filing Fees	5,958	1,523
Rounding Off	(2)	(2)
Site Expenses	-	-
GST Late Fees	-	102
Postage and Courier	66	-
	<u>B 8,75,749</u>	<u>14,58,400</u>
<b>Total A+B</b>	<u>91,38,613</u>	<u>2,85,96,957</u>

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



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

Note 1 :

**SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES**

**A Corporate Information**

Shivapur Solar Power Project LLP is a Limited Liability partnership, registered under the Limited Liability Partnership Act, 2008. The LLP is incorporated on February 05, 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

Sale of energy is accounted for based on tariff rates approved by the Karnataka Electricity Regulatory Commission (KERC) 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.

As per Revenue Recognition standards, when there is uncertainty relating to collectability subsequent to the time of sale or rendering of services, it is more appropriate to make a separate provision to reflect the uncertainty rather than to adjust the amount of revenue originally recorded.

On such similar lines, a provision for doubtful debts was created when there arose a dispute regarding the tariff rates as per the PPA.

Relevant for Previous Year 2022-23

Now, after receiving an Order from the Appellate Tribunal of Electricity, for restoration of the Tariff Rate as per PPA, the provision for doubtful debts previously created, has been written back which has caused the financials to reflect a profitable position.

The Other Income so booked in this financial year actually relates to all the previous years under dispute where a corresponding provision was created

## 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 Restoration of Original Tariff Rate

Relevant for Previous Year 2022-23

Provision created for Doubtful debts in the previous years has been reversed due to restoration of original tariff rate of Rs. 8.40/Unit by The Appellate Tribunal. Also, provision has been made for the Revenue Share of Rs. 1.25/Unit payable to Landowner (Farmer) as per Assignment Deed due to restoration of original Tariff Rate for total unit generated from the date of inception of project till 31<sup>st</sup> March 2023.

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

"Considering the fact that the LLP has incurred 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 has been distributed same in the manner required in the LLP agreement.



13 Related party disclosures:

Names of related parties and related party relationship

Key Management Personnel:

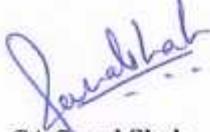
1. Ravindra Energy Limited
2. R. G. Patil

Ravindra Energy Limited	Amount in INR	
	2023-24	2022-23
<b>Nature of Transaction</b>	<b>Share of Profit</b>	
Volume of transactions during the period	1,92,41,972	2,40,00,000
<b>R. G Patil</b>	<b>Share of Profit</b>	
Volume of transactions during the period	19,262	2,42,424
<b>Nature of Transaction</b>	<b>Advance towards Engineering Procurement &amp; Construction Contract (EPC)</b>	
Volume of transactions during the year	13,06,741	40,71,974
Purchases during the year	(13,03,200)	(18,04,259)
Outstanding as at the end of the year	(2,965)	(6,506)
<b>Nature of Transaction</b>	<b>Expense/Advance against O &amp; M services</b>	
Volume of transactions during the year	19,00,511	15,93,000
Services received during the year	(17,70,011)	(15,93,000)
Outstanding as at the end of the year	-	(1,30,500)
<b>Transactions with Inter LLP</b>	<b>Advance received / paid</b>	
<b>Yarganvi Solar Power Project LLP</b>		
Volume of transactions during the year	4,05,89,018	(30,59,717)
Outstanding as at the end of the year	30,06,401	(3,75,82,617)
<b>Kurugunda Solar Power Project LLP</b>		
Volume of transactions during the year	1,15,52,462	(2,47,01,244)
Outstanding as at the end of the year	1,01,205	(1,14,51,257)
<b>Basaragi Solar Power Project LLP</b>		
Volume of transactions during the year	(81,66,001)	(93,00,000)
Outstanding as at the end of the year	(1,74,66,001)	(93,00,000)
<b>Hukkeri Solar Power Project LLP</b>		
Volume of transactions during the year	-	9,32,000
Outstanding as at the end of the year	-	-
<b>REL Power Trading LLP</b>		
Volume of transactions during the year	(10,00,000)	(15,00,000)
Outstanding as at the end of the year	(25,00,000)	(15,00,000)



As per our report of even date

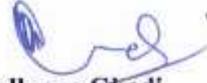
**For Sanal Shah & Co**  
Chartered Accountants  
Firm Registration No. : 0027738S



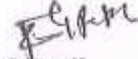
**CA Sanal Shah**  
Proprietor  
Membership No.: 237315  
UDIN : 24237315BKEKGQ5035  
Place: Belgaum  
Dated:29-04-2024



For and on behalf of the LLP



**Kallappa Ghadi**  
Designated Partner



**R G Patil**  
Designated Partner