

Independent Auditors' Report

To
The Members of, Vignaharta Renewable Energy Limited
CIN: U40100GJ2015PLC083644

Report on Ind AS financial statements

1. We have audited the accompanying Ind AS Financial Statements of **Vignaharta Renewable Energy Limited** ("the Company") which comprise the Balance sheet as at March 31, 2018, the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and Statement of Cash flow for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS financial statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("The Act") with respect to the preparation and presentation of these Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit and loss (financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the Accounting Principles generally accepted in India including the Accounting Standards specified under section 133 of The Act, read with Rule 7 of the Companies (Accounts) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safe guarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing Standards and matters which are required to be included in the audit report under the provisions of the Act and the rules made there under

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

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

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



Opinion

4. In our opinion and to the best of our information and according to the explanations given to us, the Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018 and its Profit and its cash flows and changes in equity for the year ended on that date.

Report of the Other Legal and Regulatory Requirements

5. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013, and according to information and explanation provided to us, we give in the Annexure –'A', a statement on the matters specified in the paragraphs 3 and 4 of the Order to the extent applicable.

6. As required by Section 143(3) of the Act, we report that,

- i. We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- ii. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- iii. The Balance Sheet, the Statement of Profit & Loss, Statement of Changes in Equity and the Cash Flow Statement dealt with by this report are in agreement with the books of account
- iv. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended;
- v. On the basis of the written representations received from the directors, as on March 31, 2018 and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2018 from being appointed as a director in terms of section 164(2) of the Act;
- vi. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report dated May 29, 2018 in Annexure – 'B' to this report; and
- vii. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
 - i. The Company does not have any pending litigations on its financial position in its Ind AS financial statements
 - ii. The Company did not have any long term contracts including derivative contract for which there were any material foreseeable losses.
 - iii. There were no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.

For SNK & Co.

Chartered Accountants

ICAI Firm Registration No.:109176W


per Vilesh Dalya
Partner

Membership No.:133752

Place: Pune

Date: May 29, 2018



Vignaharta Renewable Energy Limited

Annexure A – Annexure referred to in paragraph 5 of our report of even date under heading “Report of the Other Legal and Regulatory Requirements”

Re : Vignaharta Renewable Energy Limited

- (i) The Company does not have any fixed assets. Accordingly the clause 3(i) (a) to (c) of the Order, 2016 is not applicable to the company.
- (ii) The Company does not have inventory. Accordingly the clause 3(ii) of the Order, 2016 is not applicable to the Company.
- (iii) According to the information and explanations given by the management, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly the clause 3(iii) (a) to (c) of the Order, 2016 is not applicable to the Company and hence not commented upon.
- (iv) The Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013, in respect of loans, investments, guarantees and securities.
- (v) The Company has not accepted any deposits as per the directive issued by the Reserve Bank of India and as per the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under. Accordingly the clause 3 (v) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- (vi) Maintenance of cost records as specified by the Central Government under sub section (1) of section 148 of the Companies act is not applicable to the Company. Accordingly the clause 3(vi) of the Order, 2016 is not applicable to the Company.
- (vii) (a) Undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, goods and service tax, cess and other material statutory dues, wherever applicable, have generally been regularly deposited with the appropriate authorities.
(b) According to the information and explanations given by the management, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, goods and service tax cess and other material statutory dues, wherever applicable, were in arrears as at March 31, 2018 for a period of more than 6 months from the date they became payable.
(c) According to the information and explanations given by the management, there are no dues in respect of income tax, sales-tax, wealth tax, service tax, customs duty, excise duty, goods and service tax and cess, wherever applicable, that have not been deposited on account of any dispute.
- (viii) In our opinion and according to information and explanations given by the management, the Company has not obtained any loans and do not have any repayment of dues to bank, financial institution, Government or debenture holders. Accordingly clause 3(viii) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- (ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loan. Accordingly clause 3(ix) of the Companies (Auditor's Report) Order, 2016 is not applicable to the Company.
- (x) In our opinion and according to the information and explanation given by the management, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.



- (xi) Based on the information and explanations given by the management, no managerial remuneration is paid or provided by the Company. Accordingly, paragraph 3(xi) of the Order, 2016 is not applicable.
- (xii) In our opinion and according to the information and explanations given by the management, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order, 2016 is not applicable.
- (xiii) According to the information and explanations given by the management and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given by the management and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order, 2016 is not applicable.
- (xv) According to the information and explanations given by the management and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order, 2016 is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For SNK & Co.
Chartered Accountants
ICAI Firm Registration No.:109176W


per Vilesh Dalya
Partner
Membership No.:133752



Place: Pune
Date: May 29, 2018

Vignaharta Renewable Energy Limited

Annexure B: Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

Re: Vignaharta Renewable Energy Limited

We have audited the internal financial controls over financial reporting of **Vignaharta Renewable Energy Limited** ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide



reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SNK & Co.
Chartered Accountants
ICAI Firm Registration No.:109176W


per Vilesh Dalya
Partner
Membership No.:133752



Place: Pune
Date: May 29, 2018

Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Balance sheet as at March 31, 2018

All amounts in rupees, unless otherwise stated

Particulars	Notes	As at March 31, 2018	As at March 31, 2017
Assets			
Non-current assets			
Financial assets			
Other non-current assets	4	36,36,00,000	36,36,00,000
		36,36,00,000	36,36,00,000
Current assets			
Financial assets			
Cash and bank balances	5	1,20,75,716	1,21,58,364
Other financial assets	6	92,500	99,027
Other current assets	7	5,31,546	1,61,657
		1,26,99,762	1,24,19,048
Total assets		37,62,99,762	37,60,19,048
Equity and liabilities			
Equity			
Equity share capital	8	37,50,200	37,50,200
Other equity	9		
Share premium		37,12,50,000	37,12,50,000
Retained earnings		8,34,545	3,24,824
		37,58,34,745	37,53,25,024
Current liabilities			
Financial liabilities			
Borrowings	10	-	1,66,804
Other financial liabilities	11	4,65,017	5,27,220
		4,65,017	6,94,024
Total equity and liabilities		37,62,99,762	37,60,19,048

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For SNK & Co.

Chartered Accountants

ICAI Firm Registration number : 109176W


per Vilesh Dalya

Partner

Membership No.: 133752



Place : Pune

Date : 29 MAY 2018

For and on behalf of the board of directors of
Vignaharta Renewable Energy Limited


Pawan Gupta

Director

DIN : 07700845

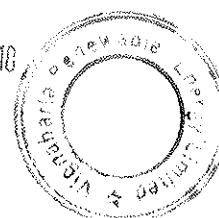

Srirani Iyer

Director

DIN : 07534351

Place : Pune

Date : 29 MAY 2018



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Statement of profit and loss for the year ended March 31, 2018

All amounts in rupees, unless otherwise stated

Particulars	Notes	March 31, 2018	March 31, 2017
Income			
Finance income	14	7,80,543	7,40,978
		7,80,543	7,40,978
Expenses			
Finance costs	13	13,176	7,718
Other expenses	12	51,546	73,850
		64,722	81,568
Profit/ (loss) before tax		7,15,821	6,59,410
Tax expense		2,06,100	2,39,900
Profit/ (loss) after tax		5,09,721	4,19,510
Other Comprehensive Income			
(i) Item that will not be reclassified to profit or loss in subsequent periods		-	-
(ii) Items that will be reclassified to profit or loss in subsequent periods		-	-
Other Comprehensive Income for the period, net of tax		-	-
Total comprehensive income for the period		5,09,721	4,19,510
Earnings/ (loss) per equity share:			
- Basic and diluted [Nominal value of share Rs 10 (Rs10)]	16	1.36	1.12
Summary of significant accounting policies	3		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For SNK & Co.
Chartered Accountants
ICAI Firm Registration number : 109176W

per Vilesh Dalya
Partner
Membership No.: 133752



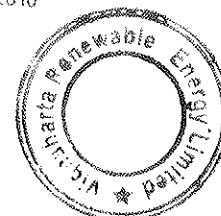
Place : Pune
Date : 29 MAY 2018

For and on behalf of the board of directors of
Vignaharta Renewable Energy Limited

Pawan Gupta
Director
DIN : 07700845

Sriram Iyer
Director
DIN : 07534351

Place : Pune
Date : 29 MAY 2018



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Statement of changes in equity for the year ended March 31, 2018

a. Equity share capital

	No. of shares	Amount
Equity shares of Rs. 10 each issued, subscribed and fully paid		
At April 1, 2016	3,75,020	37,50,200
Issue of share capital (Note 9)	-	-
At March 31, 2017	3,75,020	37,50,200
Issue of share capital (Note 9)	-	-
At March 31, 2018	3,75,020	37,50,200

b. Other equity, attributable to the equity holders of the parent

	Retained earnings	Share premium	Total equity
As at April 1, 2016	(94,686)	37,12,50,000	37,11,55,314
Profit/ (loss) for the period	4,19,510	-	4,19,510
Other comprehensive income	-	-	-
Total comprehensive income	3,24,824	37,12,50,000	37,15,74,824
Other movements	-	-	-
As at March 31, 2017	3,24,824	37,12,50,000	37,15,74,824
As at April 1, 2017	3,24,824	37,12,50,000	37,15,74,824
Profit/ (loss) for the year	5,09,721	-	5,09,721
Other comprehensive income	-	-	-
Total comprehensive income	8,34,545	37,12,50,000	37,20,84,545
Other movements	-	-	-
As at March 31, 2018	8,34,545	37,12,50,000	37,20,84,545

As per our report of even date

For SNK & Co.

Chartered Accountants

ICAI Firm Registration number : 109176W

per Vilesh Dalya

Partner

Membership No.: 133752



Place : Pune

Date : 29 MAY 2018

For and on behalf of the board of directors of
Vignaharta Renewable Energy Limited

Pawan Gupta

Director

DIN : 07700845

Sriram Iyer

Director

DIN : 07534351

Place : Pune

Date : 29 MAY 2018



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Statement of cashflow for the year ended March 31, 2018

All amounts in rupees, unless otherwise stated

	March 31, 2018	March 31, 2017
Cash flow from operating activities		
Profit/ (loss) before tax	7,15,821	6,59,410
Non-cash adjustment to reconcile profit before tax to net cash flows		
Interest expense	12,291	6,897
Interest Income	(7,80,543)	(7,40,978)
Operating profit before working capital changes	(52,431)	(74,671)
Movements in working capital :		
Increase/(Decrease) in other current liabilities	(62,203)	1,79,775
Decrease/ (Increase) in loans and advances	(3,69,889)	(1,35,109)
Decrease / (Increase) in other current assets	6,527	(83,177)
Cash generated from operations	(4,77,996)	(1,13,182)
Direct taxes paid (net of refunds)	2,06,100	2,39,900
Net cash flow from/ (used in) operating activities	A (6,84,096)	(3,53,082)
Cash flows from/ (used in) investing activities		
Interest received	7,80,543	7,40,978
Net Cash flows from investing activities	B 7,80,543	7,40,978
Cash flows from financing activities		
Proceeds from unsecured loan	(1,79,095)	1,33,225
Net cash flow from/ (used in) in financing activities	C (1,79,095)	1,33,225
Net decrease in cash and cash equivalents	(A + B + C) (82,648)	5,21,121
Cash and cash equivalents at the beginning of the year	1,21,58,364	1,16,37,243
Cash and cash equivalents at the end of the year	1,20,75,716	1,21,58,364
Components of cash and cash equivalents		
Cash on hand	-	-
Balances with bank	1,20,75,716	1,21,58,364
Total cash and cash equivalents (Note 5)	1,20,75,716	1,21,58,364

Note

The figures in brackets represents outflows.

Previous periods' figures have been regrouped/ reclassified, wherever required.

Summary of significant accounting policies

3

As per our report of even date

For SNK & Co.

Chartered Accountants

ICAI Firm Registration number : 109176W

per Vitesh Dalya
Partner

Membership No.: 133752



Place : Pune

Date : 29 MAY 2018

For and on behalf of the board of directors of
Vignaharta Renewable Energy Limited

Pawan Gupta
Director

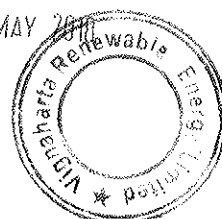
DIN : 07700845

Sriram Iyer
Director

DIN : 07534351

Place : Pune

Date : 29 MAY 2018



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

1. Corporate information

Vignaharta Renewable Energy Limited (formerly Vignaharta Wind Energy Limited) ('Vignaharta' or the 'Company') having CIN U40100GJ2015PLC083644 is a public company domiciled in India under the provisions of Companies Act applicable in India. The registered office of the Company is located at "Suzlon", 5, Shrimali Society, Near Shri Krishna Complex, Navrangpura, Ahmedabad-380009, India.

The Company is engaged in the business of sale of power generated through wind energy and wind energy power plant development.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("the Rules").

The financial statements have been prepared on a historical cost basis. The financial statements are presented in Indian Rupees.

3. Summary of significant accounting policies

a. Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when:

- It is expected to be settled in normal operating cycle
- Held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

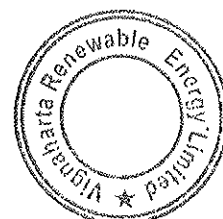
All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and non-current liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.



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Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

b. Fair value measurement

The Company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

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

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

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is Unobservable

At each reporting date, the Company analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies. For this analysis, the Company verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

This note summarises accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

c. Revenue recognition

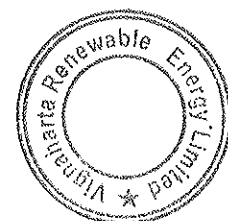
As the company has not started its operations, revenue is generated through interest on term deposits.

d. Taxes

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities.

Current income tax relating to items recognised outside profit or loss is recognised either in other comprehensive income or in equity. Current tax items are recognised in correlation to the underlying transaction either in other comprehensive income ('OCI') or directly in equity. Management periodically evaluates the positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

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 the deferred taxes relate to the same taxable entity and the same taxation authority.

e. Property, plant and equipment

Capital work-in-progress comprises of the cost of fixed assets that are not yet ready for their intended use as at the balance sheet date. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives.

Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the statement of profit and loss when they are incurred.

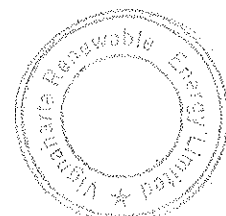
Depreciation is calculated on the written down value method ('WDV') based on the useful lives and residual values estimated by the management in accordance with Schedule II to the Companies Act, 2013. The identified components are depreciated separately over their useful lives; the remaining components are depreciated over the life of the principal asset.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset on the date of disposal and are recognised in the statement of profit and loss when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

f. 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 capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

g. Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

h. Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets such as debt instruments are measured at amortised cost.

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

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

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit and loss. The losses arising from impairment are recognised in the statement of profit and loss. This category generally applies to trade and other receivables.

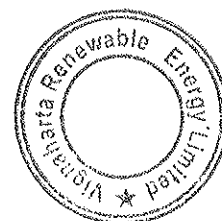
Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings and payables

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as fair value through profit or loss ('FVTPL'), fair value gains/ losses attributable to changes in own credit risk are recognized in other comprehensive income (OCI). These gains/ loss are not subsequently transferred to Profit and Loss. However, the company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss. The company has not designated any financial liability as at fair value through profit and loss.

The Company has not designated any financial liability as at FVTPL.

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

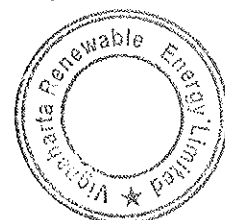
Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

This category generally applies to borrowings.

i. Earnings/(loss) per share

Basic earnings / (loss) per share are calculated by dividing the net profit / (loss) for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for any bonus shares issued during the year and also after the balance sheet date but before the date the financial statements are approved by the board of directors for the purpose of calculating diluted earnings / (loss) per share. The net profit / (loss) for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

The number of equity shares and potentially dilutive equity shares are adjusted for bonus shares as appropriate. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been issued at fair value. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date.



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

j. Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

4. Other non-current assets

	March 31, 2018	March 31, 2017
Capital Advances	36,36,00,000	36,36,00,000
Total	36,36,00,000	36,36,00,000

5. Cash and cash equivalents

	March 31, 2018	March 31, 2017
Balances with banks	1,20,75,716	1,21,58,364
Total	1,20,75,716	1,21,58,364

6. Other financial assets

	March 31, 2018	March 31, 2017
Current		
Interest receivables	92,500	99,027
Total	92,500	99,027

7. Other current assets

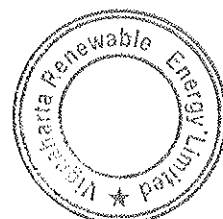
	March 31, 2018	March 31, 2017
Current assets		
Advance Income Tax	5,31,546	1,61,657
Total	5,31,546	1,61,657

8. Share capital

	March 31, 2018	March 31, 2017
Authorised share-capital		
10,00,000 (10,00,000) of equity shares of Rs 10/- each	1,00,00,000	1,00,00,000
Issued, subscribed & paid-up		
3,75,020 (3,75,020) equity shares of Rs 10/- each fully paid up	37,50,200	37,50,200
	37,50,200	37,50,200



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Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

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

	March 31, 2018		March 31, 2017	
	Number of shares	Rupees	Number of shares	Rupees
At the beginning of the year	3,75,020	37,50,200	3,75,020	37,50,200
Allotment during the year	-	-	-	-
Outstanding at the end of the year	3,75,020	37,50,200	3,75,020	37,50,200

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs.10 each. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends, if any, in Indian rupees. The dividend proposed, if any, by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Shares held by holding company

Out of equity shares issued by the Company, shares held by Suzlon Energy Limited ('SEL'), its holding company, are as below:

	March 31, 2018	March 31, 2017
3,75,020 (3,75,020) equity shares of Rs 10 each fully paid	37,50,200	37,50,200

d. Details of shareholders holding more than 5% shares in the Company

Name of the shareholder	March 31, 2018		March 31, 2017	
	Number of shares	% holding in class	Number of shares	% holding in class
Equity shares of Rs 10 each fully paid				
Suzlon Energy Limited, holding company	3,75,014	100%	3,75,014	100%

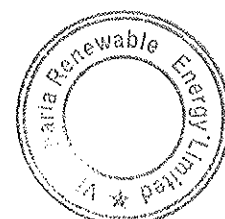
As per the records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

9. Other equity

Other equity consists of retained earnings only. Refer statement of changes in equity for detailed movement in equity balance.

10. Current financial liabilities

	March 31, 2018	March 31, 2017
Borrowings		
Loans from related parties (unsecured)	-	1,66,804
	-	1,66,804



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

11. Other financial liabilities

	March 31, 2018	March 31, 2017
Provision for taxation	4,46,000	2,39,900
Statutory dues	-	750
Other payables	19,016	2,86,570
	4,65,016	5,27,220

12. Other expenses

	March 31, 2018	March 31, 2017
Domestic consultancy charges	4,366	-
Auditor's remuneration (Refer details below)	12,100	11,500
Rent, rates and taxes	2,500	2,500
Miscellaneous expenses	2,520	225
Legal expenses	30,060	59,625
	51,546	73,850

Payment to auditor

As auditor

	March 31, 2018	March 31, 2017
Statutory audit fees	12,100	11,500
	12,100	11,500

13. Finance cost

	March 31, 2018	March 31, 2017
Interest expense	12,291	6,897
Bank charges	885	821
	13,176	7,718

14. Finance income

	March 31, 2018	March 31, 2017
Interest income of term deposit	7,80,544	7,40,978
	7,80,544	7,40,978

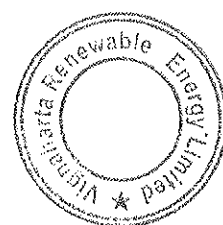
15. Income tax

Components of income tax expense

	March 31, 2018	March 31, 2017
Current tax	2,06,100	2,39,900
	2,06,100	2,39,900



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Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

a. Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2018 and March 31, 2017:

	March 31, 2018	March 31, 2017
Accounting profit before income tax	7,15,822	6,59,410
Enacted tax rates in India	25.75%	30.90%
Computed tax expense	1,84,324	2,03,758
Non-deductible expenses for tax purpose	21,776	36,142
Tax expense as per statement of profit and loss	2,06,100	2,39,900

16. Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the profit/ (loss) for the year attributable to equity holders of the company by the weighted average number of equity shares outstanding during the year.

	March 31, 2018	March 31, 2017
Basic & diluted earnings per share		
Profit/(loss) after tax	5,09,722	4,19,510
Weighted average number of equity shares	3,75,020	3,75,020
Basic earnings /(loss)* per share of Rs. 10 each	1.36	1.12

*Since the earnings/(loss) per share computation based on diluted weighted average number of shares is anti-dilutive, the basic and diluted earnings /(loss) per share is the same.

17. Related party disclosures

A. List of related parties and nature of relationship where transactions and control exists

Name of the party	Nature of relationship
Suzlon Energy Limited	Holding company

B. Other related parties

Key Management Personnel (KMP):

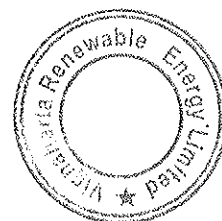
Mr. Sriram Iyer	Mr. Pawan Gupta
Mr. Sanjay Agrawal	Mr. Pranay Mundra*
Mr. Sanjay Baweja**	

*Resigned from directorship w. e. f. April 15, 2017

**Resigned from directorship w. e. f. October 04, 2017



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Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

C. Transactions between the Company and the related party and the status of outstanding balances as at March 31, 2018.

Particulars	Holding company	KMP
Transactions		
Loan/ inter corporate deposits received	1,500 (1,33,225)	- (-)
Interest expenses	12,291 (6,897)	- (-)
Reimbursement of expenses payable	- (2,58,720)	- (-)
Outstanding balances		
Issue of equity shares	37,50,200 (37,50,200)	- (-)
Advance for capital goods	36,36,00,000 (36,36,00,000)	- (-)
Unsecured loans	- (1,66,804)	- (-)
Other current liabilities	- (2,58,720)	- (-)

D. Disclosure of significant transaction with related parties

Type of the Transaction	Type of Relationship	Name of the Entity	Year ended March 31, 2018	Year ended March 31, 2017
Loans/ inter corporate deposits received	Holding company	Suzlon Energy Limited	1,500	1,33,225
Interest expenses	Holding company	Suzlon Energy Limited	12,291	6,897
Reimbursement of expenses payable	Holding company	Suzlon Energy Limited	-	2,58,720

Terms and conditions of transactions with related parties

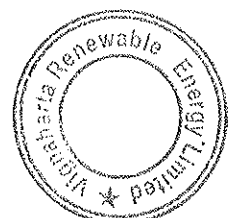
The sales to and purchases from related parties are made on terms equivalent to those that prevail at arm's length transactions. Outstanding balances at the year-end are unsecured and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended March 31, 2018, the Company has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

18. Segment information

The Company has not commenced its business activities therefore there are no business segments and geographical segments to be reportable as per Ind AS108 issued by ICAI.

19. Capital and other commitments

Estimated amount of contracts remaining to be executed on capital accounts and not provided for, net of advances is Rs 690.84 Crore (Rs 690.84 Crore).



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

20. Contingent liabilities

Based on the information available with the Company, no contingent liabilities exists as on Balance Sheet date.

21. Fair value measurements and fair value hierarchy

The fair value of the financial assets and liabilities are considered to be same as their carrying values. Accordingly the Company has not disclosed fair value hierarchy

22. Financial risk management

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations and to provide support its operations. The Company's principal financial assets include trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

23. Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to safeguard its ability to reduce the cost of capital and to maximise shareholder value.

The capital structure of the Company is based on the management's judgement of its strategic and day-to-day needs with a focus on total equity so as to maintain investor, creditors and market confidence.

The calculation of the capital for the purpose of capital management is as below.

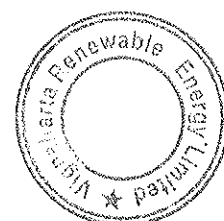
	March 31, 2018	March 31, 2017
Equity share capital	200	200
Other equity	8,34,546	3,24,824
Total Capital	8,34,746	3,25,024

24. Details of dues to micro and small enterprises as defined under MSMED Act, 2006

Based on the information available with the Company, none of the vendors fall under the definition of micro, small & medium enterprises.

25. Additional information pursuant to the provisions of Schedule III of the Companies Act, 2013, read with section 129 of the Companies Act 2013

- Value of imports calculated on CIF basis: Rs. Nil (Rs. Nil)
- Expenditure in foreign currency (accrual basis): Rs. Nil (Rs. Nil)
- Imported and indigenous raw materials, components and spare parts consumed: Rs. Nil (Rs. Nil)
- Earnings in foreign currency (accrual basis): Rs. Nil (Rs. Nil)



Vignaharta Renewable Energy Limited (Formerly known as Vignaharta Wind Energy Limited)

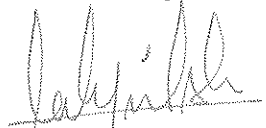
Notes to financial statements for the year ended March 31, 2018

All amount in Rupees, unless stated otherwise

26. Prior year amounts have been reclassified wherever necessary to conform with current year presentation. Figures in the brackets are in respect of the previous year.

As per our report of even date

For SNK & Co.
Chartered Accountants
ICAI Firm Registration number : 109176W



per Vilesh Dalya
Partner
Membership No.: 133752



Place: Pune
Date : 29 MAY 2018

For and on behalf of the Board of Directors of
Vignaharta Renewable Energy Limited



Pawan Gupta
Director
DIN: 07700845



Sriram Iyer
Director
DIN: 07534351

Place: Pune
Date : 29 MAY 2018

