

Suzlon Wind Energy Portugal, Lda.

**IND AS Financial Statements
for the year ended March 31, 2017**

Suzlon Wind Energy Portugal, Lda.

Statement of profit and loss for the year ended March 31, 2017

All amounts in EUR, unless otherwise stated

Particulars	Notes	March 31, 2017	March 31, 2016
Income			
Revenue from operations	16	2,668,453	2,556,121
Other operating income	17		
		2,668,453	2,556,121
Expenses			
Cost of raw materials and components consumed		926,604	1,388,150
(Increase) / decrease in inventories of finished goods, work-in-progress and stock-in-trade			
Employee benefits expense	18	458,444	467,338
Other expenses	19	471,100	385,232
		1,856,148	2,240,720
Earnings/ (loss) before interest, tax, depreciation and exceptional items (EBITDA)		812,306	315,400
Depreciation / amortisation	3	5,379	1,414
Earnings/ (loss) before interest and tax (EBIT)		806,927	313,986
Finance costs	20	130,402	20,554
Finance income	21	-	102,748
Profit/ (loss) before tax		676,525	396,180
Tax expense		168,126	92,141
Profit/ (loss) after tax		508,399	304,040
Other Comprehensive Income			
(A) Item that will not be reclassified to profit or loss in subsequent periods :			
(i) Revaluation of land and buildings			
Income tax effect on the above			
		-	-
(B) Items that will be reclassified to profit or loss in subsequent periods :			
(i) Exchange differences in translating the financial statements of a foreign operations			
Income tax effect on the above			
		-	-
Other Comprehensive Income for the period, net of tax			
		-	-
Total comprehensive income for the period			
Earnings/ (loss) per equity share:			
- Basic [Nominal value of share Rs 2 (Rs 2)]			
- Diluted [Nominal value of share Rs 2 (Rs 2)]			
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
Chartered Accountants

per
Partner

Place: Lisbon, Portugal
Date : 12-04-2017

For and on behalf of the board of directors of
Suzlon Wind Energy Portugal, Lda.

Director

Erk Alfasteen

Place:

Lisbon, Portugal

Date:

12-04-2017

Suzlon Wind Energy Portugal, Lda.
Balance sheet as at March 31, 2017
All amounts in EUR, unless otherwise stated

Particulars	Notes	0		
		As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Assets				
Non-current assets				
Property, plant and equipment	3	2.522	5.011	6.426
Capital work-in-progress	3	-	-	-
Financial assets				
Trade receivables	4	470	-	-
Other financial assets	7	-	-	-
		2.992	5.011	6.426
Current assets				
Inventories	5	761.559	588.384	1.021.485
Financial assets				
Trade receivables	4	187.616	2.495.035	2.029.173
Cash and bank balances	6	115.556	9.200	173.275
Other financial assets	7	1.357.812	-	-
Other current assets	8	-	-	-
		2.422.543	3.092.619	3.223.932
Total assets		2.425.535	3.097.630	3.230.358
Equity and liabilities				
Equity				
Equity share capital	9	200.000	200.000	200.000
Other equity	10	-	-	-
Share premium		-	-	-
Supplementary Share Capital		2.050.000	2.050.000	2.050.000
Retained earnings		(3.206.814)	(3.715.213)	(3.862.809)
		(956.814)	(1.465.213)	(1.612.809)
Non-current liabilities				
Financial liabilities				
Borrowings	11	-	-	-
Other financial liabilities	12	-	-	-
Long-term provisions	15	-	-	-
Deferred revenue		-	-	-
Current liabilities				
Financial liabilities				
Borrowings	11	-	-	-
Trade payables	12	2.731.913	3.817.715	4.163.616
Due to customers		-	-	-
Other liabilities	14	650.436	511.515	679.551
Short-term provisions	15	-	233.614	-
		3.382.349	4.562.843	4.843.167
Total equity and liabilities		2.425.535	3.097.630	3.230.358

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

As per our report of even date

For
Chartered Accountants

per
Partner

Place: Lisbon, Portugal
Date: 12-04-2017

For and on behalf of the board of directors of
Suzlon Wind Energy Portugal, Lda.

Director Erik Alfastsen

Place: Lisbon, Portugal
Date: 12-04-2017

Suzlon Wind Energy Portugal, Lda.

Statement of changes in equity for the year ended March 31, 2017

a. Equity share capital

	No. in Crore	US Dollars
Equity shares of , subscribed and fully paid		
At April 1, 2015	200.000	
Issue of share capital (Note xx)		
At March 31, 2016	200.000	
Issue of share capital (Note xx)		
At March 31, 2017	200.000	

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

	Net owners contribution	Retained earnings	Share premium	Total equity
As at April 1, 2016	-	-	-	-
Profit/ (loss) for the year				-
Other comprehensive income (Note xx)				-
Total comprehensive income	-	-	-	-
Other movements				
As at March 31, 2017	-	-	-	-
As at April 1, 2015				-
Profit/ (loss) for the year				-
Other comprehensive income (Note xx)				-
Total comprehensive income	-	-	-	-
Other movements				
As at March 31, 2016	-	-	-	-

Suzlon Wind Energy Portugal, Lda.
3 Property, plant and equipment

	Gross block				Depreciation / amortisation			Net block	
	As at April 1, 2015	Additions	Deductions/ Adjustments	As at March 31, 2016	As at April 1, 2015	For the year	Deductions/ Adjustments	As at March 31, 2016	As at April 1, 2015
Freehold land	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Plant and Machinery	6.656,25	-	6.656,25	6.656,25	2.773,44	-	2.773,44	3.882,81	3.882,81
Computer and office equipments	36.509,80	-	36.509,80	36.509,80	36.082,80	232,86	36.315,66	194,14	427,00
Software	8.410,77	-	8.410,77	8.410,77	8.410,77	-	8.410,77	-	-
Furniture and fixtures	24.842,94	-	24.842,94	24.842,94	22.726,97	1.181,54	23.908,51	934,43	2.115,97
Tools & Equipment	26.091,40	-	26.091,40	26.091,40	26.091,39	-	26.091,39	0,01	0,01
Vehicles	-	-	-	-	-	-	-	-	-
	102.511,16	-	102.511,16	102.511,16	96.085,37	1.414,40	97.499,77	5.011,39	6.425,79
Capital work-in-progress	-	-	-	-	-	-	-	-	-
Grand total	102.511,16	-	102.511,16	102.511,16	96.085,37	1.414,40	97.499,77	5.011,39	6.425,79
Previous year	-	-	-	-	-	-	-	-	-

	Gross block				Depreciation / amortisation			Net block	
	As at April 1, 2016	Additions	Deductions/ Adjustments	As at March 31, 2017	As at April 1, 2016	For the year	Deductions/ Adjustments	As at March 31, 2017	As at April 1, 2016
Freehold land	-	-	-	-	-	-	-	-	-
Leasehold improvements	-	-	-	-	-	-	-	-	-
Plant and Machinery	6.656,25	-	6.656,25	6.656,25	2.773,44	3.882,81	6.656,25	2.302,86	3.882,81
Computer and office equipments	36.509,80	2.888,98	33.425,12	5.973,66	36.315,66	780,26	33.425,12	2.302,86	194,14
Software	8.410,77	-	6.715,77	1.695,00	8.410,77	6.715,77	1.695,00	-	-
Furniture and fixtures	24.842,94	-	24.842,94	23.908,51	23.908,51	715,62	24.624,13	218,81	934,43
Tools & Equipment	26.091,40	-	26.091,40	26.091,40	26.091,39	-	26.091,39	0,01	0,01
Vehicles	-	-	-	-	-	-	-	-	-
	102.511,16	2.888,98	40.140,89	65.259,25	97.499,77	5.378,69	40.140,89	2.521,68	5.011,39
Capital work-in-progress	-	-	-	-	-	-	-	-	-
Grand total	102.511,16	2.888,98	40.140,89	65.259,25	97.499,77	5.378,69	40.140,89	2.521,68	5.011,39

Suzlon Wind Energy Portugal, Lda.

Notes to financial statements for the year ended March 31, 2017

4 Trade receivables

	March 31, 2017	March 31, 2016	April 1, 2015
Non-current			
Unsecured			
Outstanding for a period exceeding six months from due date			
Considered good			
Considered doubtful			
Other receivables	470,01	-	-
	470,01	-	-
Provision for doubtful receivables	-	-	-
Total	470,01	-	-
Current			
Unsecured			
Outstanding for a period exceeding six months from due date			
Considered good	187.615,77	934.967,63	497.059,73
Considered doubtful			
Other receivables	1.357.812,35	1.560.067,77	1.532.112,84
	1.545.428,12	2.495.035,40	2.029.172,57
Provision for doubtful receivables	-	-	-
Total	1.545.428,12	2.495.035,40	2.029.172,57

5 Inventories (valued at lower of cost and net realisable value)

	March 31, 2017	March 31, 2016	April 1, 2015
Finished goods, semi-finished goods and progress	365.655	398.374	831.476
Stores and spares	395.905	190.009	190.009
Total	761.559	588.384	1.021.485

6 Cash and cash balances

	March 31, 2017	March 31, 2016	April 1, 2015
Balances with banks in current accounts	115.349	8.883	173.044
Cash on hand	207	317	231
Total	115.556	9.200	173.275

7 Other financial assets

	March 31, 2017	March 31, 2016	April 1, 2015
Non-current			
Non-current bank balances			
Security deposits			
Loans and advances to employees			
Total	-	-	-
Current			
Loans and advances to employees			
Advances recoverable in cash			
	-	-	-

8 Other current assets

	March 31, 2017	March 31, 2016	April 1, 2015
Prepaid expenses			
Total	-	-	-

9 Share capital

	March 31, 2017	March 31, 2016	April 1, 2015
Authorised shares			
Issued, subscribed & paid-up	200.000	200.000	200.000
Total	200.000	200.000	200.000

Reconciliation of the equity shares outstanding at the beginning and at the end of the reporting period

	No of shares	US Dollars
As on April 1, 2015		
Issued during the year		
As on March 31, 2016		
Issued during the year		
As on March 31, 2017		

Terms/ rights attached to equity shares

Details of shareholders holding more than 5% shares in the company

	No of shares	% holding in the class
As on April 1, 2015		
As on March 31, 2016		
As on March 31, 2017		

10 Other equity

	March 31, 2017	March 31, 2016
Share premium		
Opening balance	200.000	200.000
Add: Fresh issue of share capital		
Less: Utilisations during the year		
Supplementary Share Capital	2050000	2.050.000
Closing Balance	2.250.000	2.250.000
Retained earnings		
Opening balance	(3.715.213)	(4.019.253)
Add: Profit/(loss) for the year	508.399	304.040
Closing balance	(3.206.814)	(3.715.213)
Total	(956.814)	(1.465.213)

11 Borrowings

	March 31, 2017	March 31, 2016	April 1, 2015
Non-current			
Term loan from banks/ financial institutions			
Total	-	-	-
Current			
Term loan from banks/ financial institutions			
Total	-	-	-

12 Other financial liabilities

	March 31, 2017	March 31, 2016	April 1, 2015
Non-current			
Loans from related parties			
Total	-	-	-

13 Trade payables

	2.731.913	3.817.715	4.163.616
Total	2.731.913	3.817.715	4.163.616

14 Other current liabilities

	March 31, 2017	March 31, 2016	April 1, 2015
Advance from customer	103.786	102.487	100.973
Statutory dues			
Employee payables			
Others	546.650	409.028	578.578
Total	650.436	511.515	679.551

15 Provisions

	March 31, 2017	March 31, 2016	April 1, 2015
Non-current			
Provision for performance guarantee			
Total	-	-	-
Current			
Provision for performance guarantee			
Provision for Liquidated damages			
Provision for warranty		233.614	
Provision for taxation (net of advance tax)	-		
Total	-	233.614	-

16 Revenue from operations

	March 31, 2017	March 31, 2016
Sale of finished goods/spare parts		
Service income	582.461	491.551
Total	582.461	491.551
Details of finished goods sold:		
Spares parts and others	-	-
Details of services rendered:		
Operation and maintenance services	834.397	825.907
Extended warranty services	1.251.596	1.238.662
Total	2.085.993	2.064.569

17 Other operating income

	March 31, 2017	March 31, 2016
Excess provisions/ liabilities written back		
Exchange differences (net)	-115.088	102.748
Other miscellaneous income		
Total	(115.088)	102.748

18 Employee benefits expense

	March 31, 2017	March 31, 2016
Salaries, wages, allowances and bonus	353.954	363.469
Social security cost	77.326	76.909
Staff welfare expenses	27.164	26.960
Total	458.444	467.338

19 Other expenses

	March 31, 2017	March 31, 2016
Rent	40.278	40.061
Rates and taxes	2.597	6.336
Training	7.678	13.102
Provision for performance guarantee		
Repairs and maintenance		
Plant and Machinery		
Building		
Others	5.415	6.554
Insurance	3.809	3.870
Advertisement and sales promotion		
Travelling and conveyance	22.222	75.813
Vehicle hire charges		
Royalty		
Communication expenses	8.811	10.507
Auditors' remuneration and expenses		
Consultancy charges	38.201	181.363
Charity and donations		
Other selling and administrative expenses	120.043	39.857
IT related costs	3.186	7.768
Management fee, Group	218.861	
Exchange differences (net)		
Loss on assets sold/discarded (net)		
Provision for doubtful debts and advances		
Total	471.100	385.232

20 Finance costs

	March 31, 2017	March 31, 2016
Interest		
Fixed loans		
Others	13.605	18.338
Bank charges	1.709	2.216
Total	15.314	20.554

21 Finance income

	March 31, 2017	March 31, 2016
Interest income on		
Bank deposits		
Others		
Total	-	-