

NINETH ANNUAL REPORT 2021-22

VBC RENEWABLE ENERGY PRIVATE LIMITED

CIN NO: U40108AP2013PTC088588

DOOR NO.43-29-54/16,
3RD FLOOR, BALAJI_METRO CHAMBERS,
NARONA ROAD, DONDAPARTHY ,
VISAKHAPATNAM, ANDHRA PRADESH

CONTENTS
Notice
Directors Report
Auditors Report
Balance Sheet
Profit & Loss Account
Cashflow statement
Accounting Policies & Notes
Proxy

9th Annual General Meeting

Day : Friday
Date : 30th September, 2022
Time : 2.30 pm
Venue : Registered Office

Registered Office:

DOOR NO.43-29-54/16,
3RD Floor, Balaji Metro Chambers,
Narona Road, Dondaparthi,
VISAKHAPATNAM - 530016
Andhra Pradesh

Project Site:

Penubarthi Village,
Vizianagaram,
Andhra Pradesh.

Corporate Office Hyderabad:

6-2-913/914,
2nd floor, Progressive Towers,
Khairatabad, Hyderabad
Telangana State

Vizag Office:

MIG 142/12,
Near Ushodaya Junction,
MVP Colony, VISAKHAPATNAM
ANDHRA PRADESH

BOARD OF DIRECTORS

M S P Rama Rao	Director
V.R.C. Chowdary	Director
Venkata Ratnam Kadiyala	Director
V.Tejaswi Prasad	Director

Auditors:

G.P.Rao & Associates

6-3-662, Flat no.1
Sri Sai shakthi Apts
Jafar ali bagh, Somajiguda,
Hyderabad

Bankers:

Union Bank of India -Trust Retention Account
Andhra Bank Buildings,
Seethammadhara,
Visakhapatnam -530013
Andhra Pradesh

NOTICE

Notice is hereby given that the **NINETH ANNUAL GENERAL MEETING** of the members of **VBC Renewable Energy Private Limited** will be held on Friday the 30th day, of September 2022 at 2.30 PM at Registered Office 3rd floor, Balaji Metro Chambers, Dondaparthi, Visakhapatnam-530016 to consider the following business.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2022 and the Profit and Loss Account for the year ended on that date together with the Schedules thereon, along with the Reports of the Directors and Auditors thereon.

SPECIAL BUSINESS:

2. To consider and if thought fit to pass with or without modifications(s), the following resolution as an Ordinary resolution

“RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013 read with the enabling provisions of the Articles of Association of the Company M S P Rama Rao (DIN:00007292), who has been appointed as an Additional Director w.e.f. 30th November, 2021 and who ceases to hold office at the commencement of this Annual General Meeting pursuant to Section 161 of the Companies Act, 2013 and in respect of whom a notice has been received from a member in writing, under Section 160 of the Companies Act, 2013, proposing his candidature for the office of Director, be and is hereby appointed as a Director of the Company.”

*By the order of the Board
for VBC RENEWABLE ENERGY PRIVATE LIMITED*

Date: 1st September 2022
Place: VISAKHAPATNAM


V.R.C. CHOWDARY
DIRECTOR
DIN : 0006592773


VENKATA RATNAM KADIYALA
DIRECTOR
DIN : 0009166778



Notes: -

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member. The instrument appointing a proxy should, however, be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. An explanatory statement as required under Section 102(1) of the Companies Act, 2013 is annexed.
3. Members / Proxies should bring the Attendance Slip duly filled in for attending the meeting.

Explanatory Statement
(Pursuant to Section 102(1) of Companies Act, 2013)

Item No.2-

Shri Mathukumilli Sripattabhi Rama Rao (DIN: 00007292) was appointed as an Additional Director w.e.f. 30th November 2021 in accordance with the provisions of Section 161 of the Companies Act, 2013. Pursuant to Section 161 of the Companies Act, 2013, the above Director holds office up to the date of the ensuing Annual General Meeting. In this regard, the Company has received request in writing from a member of the company proposing Shri Mathukumilli Sripattabhi Rama Rao candidature for appointment as Director of the Company in accordance with the provisions of Section 160 and all other applicable provisions of the Companies Act, 2013. The Board feels that presence of Shri Mathukumilli Sripattabhi Rama Rao on the Board is desirable and would be beneficial to the company and hence recommend resolution No.2 for adoption.

None of the Directors, except Shri Mathukumilli Sripattabhi Rama Rao and Key Managerial Personnel of the Company or their relatives are in any way concerned or interested, financially or otherwise, in the said resolution.

The Board recommends resolutions under Item No. 2 to be passed as an ordinary resolution.



DIRECTORS' REPORT

To

The Members,

Your Directors have pleasure in presenting their 9th Annual Report on the Business and Operations of the Company for the Financial Year ended March 31, 2022.

1. FINANCIAL SUMMARY OR PERFORMANCE OF THE COMPANY

Rs.in lakhs

Particulars	2021-22 Rupees	2020-21 Rupees
Income from Power Generation	326.80	62.17
Profit Before Interest and Depreciation	232.46	17.69
Finance Charges	127.44	173.85
Profit before Depreciation	105.02	(156.16)
Depreciation	89.48	89.50
Profit /(Loss) Before Tax	15.54	(245.66)
Deferred Tax	21.21	0.00
Profit /(Loss) after Tax	(5.67)	(245.66)

OPERATIONS OF THE YEAR UNDER REVIEW ARE SUMMARIZED AS FOLLOWS:

It is a great pleasure to inform you that, the 3.42MW Solar Power Project operating successfully and following are the particulars of the project in nutshell:

- Power generated is being exported uninterruptedly to the Andhra Pradesh Power Distribution Company Limited (APPDCL).
- The Company signed a 25 years PPA with the Andhra Pradesh Power Distribution Company Limited for installing 3.42 MW SOLAR PVPP at Penubarthi Village, Vizianagaram, Andhra Pradesh and connected to the AP Transco grid at Garividi 132/33 KV substation
- The Company Generated and exported 14,34,400 units amounting to Rs.98,08,873/- (including Rs.13,04,059/- of disputed units) during the Financial year 2021-22 as against 25,48,100 units amounting to Rs. 62,17,364 during the Financial year 2020-21.
- Consequent upon Order of Hon'ble High Court of Andhra Pradesh, the Andhra Pradesh Discoms paying the bills of the company at Rs.2.44 per unit from 1st October 2018. Hence, your company offered income for the previous financial years 2019-20 & 2020-21 as per the order i.e., Rs.2.44 per unit delivered to AP Discoms.
- However, Andhra Pradesh Power Co-ordination Committee vide its Lr.No.APPCC/CGM-F/GM-PP&S/SAO/AO/AAO/D.No.390/22 DT:04.08.2022 confirmed the dues of our company arrived as per PPA and will pay the same in 12 monthly installments. Hence, in the current financial year, your company

offered difference amount (as per PPA and Interim Rate) as income, of Rs.1,56,97,348/- for the financial year 2019-20 & Rs.84,78,040/- for the financial year 2020-21.

vi) PPA tariff for the Tariff year 2021-22 is Rs.6.9441 per KWh.

2. DIVIDEND

Your Company earned small profit during the Financial Year 2021-22 and as such the Board of Directors expresses their inability to recommend Dividend for the financial year 2021-22.

3. SHARE CAPITAL

The Paid up Share Capital as on 31st March, 2022 was Rs.7.08 crores. During the year under review, the company has not issued Equity Shares/Shares with differential voting rights/ granted stock options/ sweat equity.

4. DIRECTORS:

The following are the details of the directors of the company as on the date of Annual General Meeting.

M S P RAMA RAO	DIRECTOR
RAMESH CHANDRACHOUDARY V.	DIRECTOR
TEJASWI PRASAD V.	DIRECTOR
VENKATA RATNAM KADIYALA	DIRECTOR

Board appointed Shri MSP Rama Rao as an additional Director effective from 30th November 2021 and recommend him for appointment of Director.

5. PARTICULARS OF EMPLOYEES AND RELATED STATUTORY DISCLOSURES:

There are no employees covered under Section 197(12) of the Companies Act 2013 and the rules made there under who are in receipt of remuneration of Rs.60 Lakhs or more per annum or employed for part of the year and in receipt of Rs.5 Lakhs per month under rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

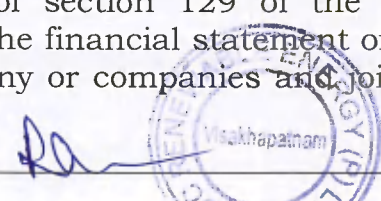
6. MEETINGS

Following are details of Board Meeting held during the year:

BOARD MEETINGS: The Company convened Four Board Meetings during the Financial Year 2021-22 on (i) 30.06.2021 (ii) 09.09.2021 (iii) 30.10.2021 (iv) 28.02.2022 and accordingly the meetings were held within the prescribed time gap as per the provisions of the Companies Act, 2013

7. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

Information pursuant to sub-section (3) of section 129 of the Act, i.e., the statement containing the salient feature of the financial statement of a company's subsidiary or subsidiaries, associate company or companies and joint venture or



ventures is not applicable during the year, as there are no Subsidiary/Joint Venture/Associate Companies.

8. AUDITORS:

In terms of the provisions of the Companies Amendment Act, 2017 read with Notification S.O. 1833(E) dated 7th May 2018 deletes provision of annual ratification of the appointment of auditor. Now during a single term of 5 years, there shall be no requirement for ratification of the appointment of auditor. A company sending notices for Annual General Meeting on or after 7th May 2018 is not required to include ratification of the auditor as its agenda item.

The Auditors, M/s G.P.Rao & Associates, Chartered Accountants were appointed as Statutory Auditors to hold office till the conclusion of 10th AGM, since there is no requirement of annual ratification of appointment of Statutory Auditors, the Board has not recommended for ratification of Statutory Auditors in the Notice of 9th AGM.

9. AUDITORS' REPORT

The Independent Auditors' Report for the financial year 2021-22 did not contain any qualification.

10. EXTRACT OF ANNUAL RETURN:

Company does not have any website. Therefore, web link has not been provided. An extract of annual return in MGT 9 has been provided as a part of this Annual Report as ANNEXURE I.

11. MATERIAL CHANGES AND COMMENTS

No material changes occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and the date of the report which affecting Financial position of the Company as on 31.03.2022.

12. MATERIAL ORDERS, IF ANY, PASSED BY THE REGULATORS, COURTS ETC.:

There are no orders passed by Regulators/Courts/Tribunals which have impact on the going concern status and Company's operations in future.

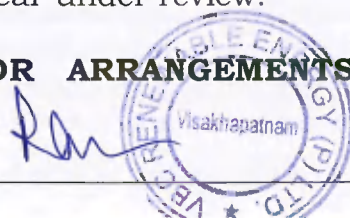
13. DEPOSITS

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

14. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The Company has not extended any Loans/ guarantees/provided any security and made any investment during the year under review.

15. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:



The particulars of every contract or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto shall be disclosed in Form No. AOC-2. as **Annexure II**

16. DURING THE YEAR, THERE ARE NO FOREIGN EXCHANGE INFLOWS/ EARNINGS OR OUTFLOWS/ INVESTMENTS.

17. CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES

The provisions of Section 135 of the Act, with regard to Corporate Social Responsibility (CSR) are at present not applicable on the Company

18. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that:

- (a) in the preparation of the annual accounts for the year ended 31st March 2022, the applicable accounting standards had been followed along with proper explanation relating to material departures from the same;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March 2022 and of the profit and loss of the company for the year ended on that date;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors have prepared the annual accounts on a going concern basis;
- (e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

19. LIQUIDITY

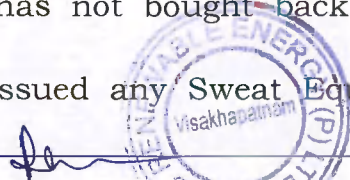
Cash and cash equivalents as at 31st March, 2022 was Rs.27,60,446. The Company has availed term loans from Indian Renewable Energy Development Agency Limited (IREDA) and has attained sufficient amounts to meet the payment obligations to IREDA.

20. COST RECORD

The provision of Cost audit as per section 148 doesn't applicable on the Company.

21. SHARES

- a. Buy Back of Securities: The Company has not bought back any of its securities during the year under review.
- b. Sweat Equity: The Company has not issued any Sweat Equity Shares during the year under review.



- c. Bonus Shares: No Bonus Shares were issued during the year under review.
- d. Employees Stock Option Plan: The Company has not provided any Stock Option Scheme to the employees.
- e. Company issued Equity Share on preferential basis to Promoters and Non-Promoters and accordingly the Paid-up Equity Share Capital of the Company as at 31.03.2022 is Rs.7,08,13,230/-

22. ACKNOWLEDGEMENTS:

Your Directors are thankful to the Government of Andhra Pradesh, Government of India for their continuous support and encouragement of the successful operations of the company and your Directors are also placing on record their gratitude to the Financial Lenders i.e UNION BANK OF INDIA for their unstinted support extended to your company at all times.


Your Directors further wish to place on record their appreciation to all employees for their dedicated services to the Company at all times.

For and on behalf of the Board of Directors

Place: VISHAKAPTNAM
Date: 1st September 2022

V.R.C. CHOWDARY
DIRECTOR
DIN : 0006592773

MSP RAMA RAO
DIRECTOR
DIN : 0000007292



ANNEXURE TO DIRECTORS' REPORT

Annexure	Content
I	Annual Return Extracts in Form No. MGT 9
II	Disclosure of particulars of contracts/ arrangements entered in Form No. AOC -2

Annexure I

**FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2022

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	U24100AP2013PTC088588
2.	Registration Date	25/06/2013
3.	Name of the Company	VBC RENEWABLE ENERGY PRIVATE LIMITED
4.	Category/Sub-category of the Company	Company Limited by Shares/Indian Non-government Company
5.	Address of the Registered office & contact details	Door No.43-29-54/16, 3rd Floor, Balaji Metro Chambers Dondaparthi Visakhapatnam Andhra Pradesh
6.	Whether listed company	Un-Listed
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NIL

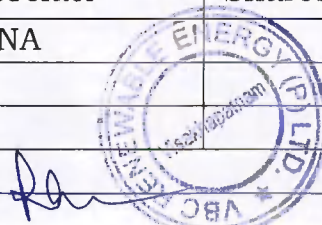
II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Electric Power Generation using Solar Energy	35105	100%

III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: NIL

S. No.	Name and Address of the	CIN/GLN	Holding/Subsidiary/ Associate	% Shares	Applicable Section
1			NA		
2					



VI. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year[As on 31-March-2021]				No. of Shares held at the end of the year[As on 31-March-2022]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	33,44,500	33,44,500	47.23		33,44,500	33,44,500	47.23	NIL
b) Central Govt	-								
c) State Govt(s)	-								
d) Bodies Corp.									
e) Banks / FI	-								
f) Any other	-								
Total shareholding of Promoter (A)		33,44,500	33,44,500	47.23		33,44,500	33,44,500	47.23	NIL
B. Public Shareholding	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies									
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-									
2. Non-Institutions									
a) Bodies Corp.									
i) Indian		33,86,823	33,86,823	47.83		33,86,823	33,86,823	47.83	
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh		3,50,000	3,50,000	4.94		3,50,000	3,50,000	4.94	
c) Others (specify)	-	-			-	-			-

Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-		37,36,823	37,36,823	52.77		37,36,823	37,36,823	52.77	
Total Public Shareholding (B)=(B)(1)+ (B)(2)		37,36,823	37,36,823	52.77		37,36,823	37,36,823	52.77	
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	-	70,81,323	70,81,323	100		70,81,323	70,81,323	100	NIL

B) Shareholding of Promoters-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Sri Bharat Mathukumilli	16,31,000	23.03	--	16,31,000	23.03	--	--
2	Rameshchandra Choudhary Vankina	6,01,000	8.49	--	6,01,000	8.49	--	--
3	Tejeswini Mathukumilli	10,02,500	14.16	--	10,02,500	14.16	--	--
4	Tejaswi Prasad Vankina	1,10,000	1.55	--	1,10,000	1.55	--	--

C) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
		NO CHANGE			



**D) Shareholding Pattern of top ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs):**

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Orissa Hydel Power Balimela Ltd	9,16,823	12.95	9,16,823	12.95
2	Orissa Hydel Power Jalaput Ltd	5,50,000	7.77	5,50,000	7.77
3	Amaravathi Projects Private Limited	7,00,000	9.89	7,00,000	9.89
4	Amaravathi Ventures Private Limited	8,00,000	11.30	8,00,000	11.30

E) Shareholding of Directors and Key Managerial Personnel:

S N	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Sribharat Mathukumilli	16,31,000	23.03	16,31,000	23.03
2	Rameshchandra Choudhary Vankina	6,01,000	8.49	6,01,000	8.49
3	Tejaswi Prasad Vankina	1,10,000	1.55	1,10,000	1.55
4	C.Pattabhi Rama Rao	3,50,000	4.94	3,50,000	4.94

F) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

Rs. in Crores

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	15.77	6.84		22.61
Change in Indebtedness during the financial year				
* Addition	1.98	6.40		8.38
* Reduction	7.23	0.01		7.24
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	10.52	13.23		23.75



XI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director: - NIL -

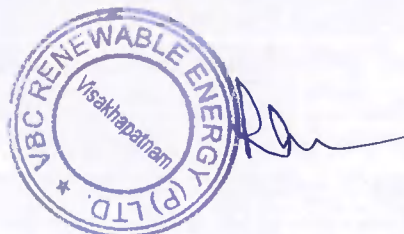
SN.	Particulars of Remuneration	
1	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-
2	Stock Option	-
3	Sweat Equity	-
4	Commission - as % of profit - others, specify...	-
5	Others, please specify	-
	Total (A)	-
	Ceiling as per the Act*	1,20,00,000/-

*Appointed under Schedule II of the Companies Act, 2013.

B. Remuneration to other Directors: NIL

SN	Particulars of Remuneration	Name of Directors				Total Amount (in Rs.)
1	Independent Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
-	Total (B)=(1+2)	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-
	Overall Ceiling as per the Act*	-	-	-	-	-

*Overall ceiling is not applicable as the Company has paid setting fees only to Directors.



C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD: N.A

(Amount in Rs.)

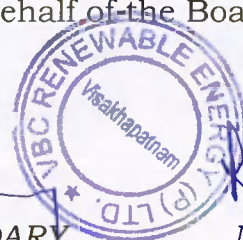
SN	Particulars of Remuneration	Key Managerial Personnel		
				Total
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission			
	- as % of profit	-	-	-
	others, specify...	-	-	-
5	Others, please specify	-	-	-
	Total	-	-	-

XII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: N.A

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty					
Punishment					
Compounding			NIL		
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

For and on behalf of the Board of Directors

V.R.C. CHOWDARY
DIRECTOR
DIN : 0006592773



MSP RAMA RAO
DIRECTOR
DIN : 0000007292

Place: VISHAKAPTNAM
Date: 1st September 2022

Annexure II

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NIL
b)	Nature of contracts/arrangements/ transaction	NIL
c)	Duration of the contracts/ arrangements/ transaction	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Justification for entering into such contracts or arrangements or transactions'	NIL
f)	Date of approval by the Board	NIL
g)	Amount paid as advances, if any	NIL
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

2. Details of contracts or arrangements or transactions at Arm's length basis.

S. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NIL
b)	Nature of contracts/arrangements/transaction	NIL
c)	Duration of the contracts/arrangements/transaction	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Date of approval by the Board	NIL
f)	Amount paid as advances, if any	NIL

For and on behalf of the Board of Directors

Place: VISHAKAPTNAM
Date: 1st September 2022

V.R.C.
V.R.C. CHOWDARY
DIRECTOR
DIN : 0006592773



Ramavallabha
MSP RAMA RAO
DIRECTOR
DIN : 0000007292

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588

Balance Sheet as at 31.03.2022
(Amount in Rs.thousands, unless as otherwise stated)

Particulars	Note	31.03.2022	31.03.2021
1	2	3	4
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	70813.23	70813.23
(b) Reserves and surplus	2	-50673.55	-50106.17
(c) Money received against share warrants		0.00	0.00
		20139.68	20707.06
2 Share application money pending allotment		0.00	0.00
3 Non-current liabilities			
(a) Long-term borrowings	3	235609.83	225176.23
(b) Deferred tax liabilities (Net)		2121.50	0.00
(c) Other Long term liabilities		0.00	0.00
(d) Long-term provisions		237731.33	225176.23
4 Current liabilities			
(a) Short-term borrowings	3A	1608.09	1203.40
(b) Trade payables	4		
(i) total outstanding dues of micro and small enterprises		2315.96	1462.73
(ii) total outstanding dues of creditors other than micro and small enterprises			
(c) Other current liabilities	5	17347.57	38601.72
(d) Short-term provisions	6	0.00	0.00
		21271.61	41267.85
TOTAL		279142.62	287151.15
II. ASSETS			
Non-current assets			
1 (a) Property, Plant and Equipment & Intangible Assets			
(i) Property, Plant and Equipment	7	216510.98	225459.37
(b) Non-current investments		0.00	0.00
(c) Deferred tax assets (net)		0.00	0.00
(d) Long-term loans and advances		0.00	0.00
(e) Other non-current assets	8	0.00	0.00
		216510.98	225459.37
2 Current assets			
(a) Current investments		0.00	0.00
(b) Inventories	9	0.00	0.00
(c) Trade receivables	10	44111.10	40068.88
(d) Cash and cash equivalents	11	2760.45	5108.66
(e) Short-term loans and advances	12	15760.10	16514.24
(f) Other current assets	13	0.00	0.00
		62631.64	61691.78
TOTAL		279142.62	287151.15
Other Notes	22		

The Notes referred to above form an integral part of Balance Sheet
As per our report of even date

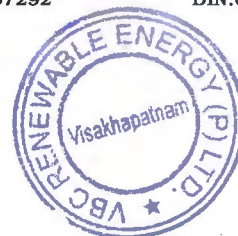
For G.P.Rao & Associates
Chartered Accountants

For and on behalf of the Board

G.P.Rao
(Proprietor)
M.No.203034 & Firm Reg.No.006452S
UDIN : 22203034BAGSFQ1184
Date: 01.09.2022
Place: Hyderabad

MSP Rama Rao
Director
DIN:00007292

VRC Chowdary
Director
DIN:0006592773



VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588

Profit and Loss Statement for the year ended 31.03.2022
(Amount in Rs.thousands, unless as otherwise stated)

	Particulars	Note	31.03.2022	31.03.2021
I	Income from operations	14	32680.20	6217.36
II	Other Income	15	3.01	45.19
III	Total Income (I + II)		32683.22	6262.55
IV	Expenses:			
	Cost of materials consumed	16	0.00	0.00
	Other operating expenses	17	4050.01	1772.92
	Changes in inventories of Finished Goods & Work-in-progress	18	0.00	0.00
	Employee benefits expense	19	1412.50	1428.00
	Finance costs	20	12743.82	17385.06
	Depreciation and amortization expense (Note 7)		8948.39	8950.24
	Other expenses	21	3974.38	1292.88
	Total expenses		31129.10	30829.10
V	Profit before exceptional and extraordinary items and tax (III-IV)		1554.12	-24566.55
VI	Exceptional items		0.00	0.00
VII	Profit before extraordinary items and tax (V - VI)		1554.12	-24566.55
VIII	Extraordinary items		0.00	0.00
IX	Profit before tax (VII- VIII)		1554.12	-24566.55
X	Tax Expenses:			
	(1) Current tax		0.00	0.00
	(2) Deferred tax expense /(-) benefit		2121.50	0.00
XI	Profit for the year from continuing operations (IX - X)		-567.38	-24566.55
XII	Profit from discontinuing operations		0.00	0.00
XIII	Tax expense of discontinuing operations		0.00	0.00
XIV	Excess Tax Provision of Earlier Year written back		0.00	
XV	Profit from discontinuing operations (after tax) (XII-XIII+XIV)		0.00	0.00
XVI	Profit for the year (XI + XV)		-567.38	-24566.55
	Other Notes	22		
XVII	Earnings per equity share:			
	(1) Basic		(0.08)	(3.47)
	(2) Diluted		(0.08)	(3.47)

The Notes referred to above form an integral part of Statement of Profit & Loss

As per our report of even date

For G.P.Rao & Associates

Chartered Accountants

For and on behalf of the Board

G.P.Rao

(Proprietor)

M.No.203034 & Firm Reg No.006452S

UDIN : 22203034BAGSFQ1184

Date: 01.09.2022

Place: Hyderabad



MSP Rama Rao
Director
DIN:00007292

VRC Chowdary
Director
DIN:0006592773



VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588

STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 31st MARCH 2022

Particulars	For the year ended 31-03-2022 Amount in Rs	For the year ended 31-03-2021 Amount in Rs
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	-567.38	-24566.55
Adjustments for:		
Depreciation and amortisation expenses	8948.39	8950.24
Preliminary Expenses written off		46.15
Interest Expenditure	11870.90	17378.13
Interest Income	-3.01	-45.19
Cash Flow from Operating Activities before Working Capital Adjustments	20248.89	1762.78
Changes in Assets & Liabilities		
(Increase)/Decrease in Receivables	-4042.22	-10610.81
(Increase)/Decrease in Other Current Assets	754.14	4367.32
Increase/(Decrease) in Trade & Other Liabilities	-19996.24	11634.22
Cash generated from operations	-3035.43	7153.52
Interest paid	-11870.90	-17378.13
Income Tax paid		
Deferred tax	2121.50	
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	-12784.83	-10224.61
B CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets		
(Increase)/Decrease in Capital Work in Progress		
Interest income	3.01	45.19
Net Cash flow /(Used) from Investing Activities (B)	3.01	45.19
C CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of Long Term Borrowings	-53409.17	13476.42
Proceeds from Borrowings	63842.77	830.80
Net Cash Flow / (Used) from Financing Activities 'C'	10433.60	14307.22
Net Increase/(Decrease) in cash and cash equivalents(A+B+C)	-2348.22	4127.80
Cash and Cash equivalent at the beginning of the year	5108.66	980.87
Cash and Cash equivalent at the end of the year	2760.45	5108.66

As per our report of even date

For G.P.Rao & Associates

Chartered Accountants

Firm Reg.No.006452S

G.P.Rao

Proprietor

M.No.203034

Date :01.09.2022

Place: Hyderabad

For and on behalf of the Board

MSP Rama Rao

Director

DIN:00007292

VRC Chowdary

Director

DIN:0006592773



VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588
Notes to Financial Statements
(Amount in Rs.thousands, unless as otherwise stated)

NOTE 1

Share capital

Particulars	31.03.2022	31.03.2021
<u>Authorised</u>		
7200000 Equity Shares of Rs.10/- each	72000.00	72000.00
<u>Issued</u>		
7081323 Equity Shares of Rs.10/- each	70813.23	70813.23
<u>Subscribed and paid up</u>		
7081323 Equity Shares of Rs.10/- each fully paid	70813.23	70813.23
<u>Subscribed but not fully paid up</u>		
NIL Equity Shares of ` NA each, not fully paid up	0.00	0.00
Total	70813.23	70813.23

NOTE 1 A

Reconciliation of number of shares at the beginning and end of the period

Particulars	Equity Shares	
	Number	Amount
Shares outstanding at the beginning of the year	70,81,323	7081.32
Shares Issued during the year	-	0.00
Shares bought back during the year	-	0.00
Shares outstanding at the end of the year	70,81,323	7081.32

VBC RENEWABLE ENERGY PRIVATE LIMITED**U24100AP2013PTC088588****Notes to Financial Statements****NOTE 1 C****Shares held by each shareholder more than 5% shares**

S.No	Name of Shareholder	31.03.2022		31.03.2021	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Sribharat.M	26,33,500	37.19%	26,33,500	37.19%
2	V.Ramesh Chandra Chowdary	6,01,000	8.49%	6,01,000	8.49%
3	Orissa Hydel Power Balimela Ltd	9,16,823	12.95%	9,16,823	12.95%
4	Orissa Hydel Power Jalaput Ltd	5,50,000	7.77%	5,50,000	7.77%
5	Bharat Jalavidyut Nigam Ltd	4,20,000	5.93%	4,20,000	5.93%
6	Amaravathi Projects Private Limited	7,00,000	9.89%	7,00,000	9.89%
7	Amaravathi Ventrures Private Limited	8,00,000	11.30%	8,00,000	11.30%
	TOTAL	66,21,323	93.50%	66,21,323	93.50%

NOTE 1 D**Issue/buyback of shares in the five years immediately preceding the Balance sheet date**

Particulars	(Aggregate No. of Shares)	
	31.03.2022	31.03.2021
Equity Shares :		
Fully paid up pursuant to contract(s) without payment being received in cash	Nil	Nil
Fully paid up by way of bonus shares	Nil	Nil
Shares bought back	Nil	Nil

NOTE 1 E**Calls unpaid**

Unpaid Calls	31.03.2022	31.03.2021
By Directors	NIL	NIL
By Officers	NIL	NIL

NOTE 1 F**Forfeited shares**

Forfeited shares (amount originally paid up) is Nil (Previous year end Nil)

NOTE 1 G**Shareholding of Promoters**

Shares held by promoters at the end of the year				% change during the year
S.No.	Promoter Name	No. of shares	% of total shares	
1	Sribharat.M	26,33,500	37.19%	0%
2	V.Ramesh Chandra Chowdary	6,01,000	8.49%	0%

The change considered after issue of equity shares and transfer during the year in the opening shares mentioned in Note 1C.

NOTE 1 H**Rights, preferences and restrictions attaching to each class of shares**

The Company has issued only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share.

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588

Notes to Financial Statements

(Amount in Rs.thousands, unless as otherwise stated)

NOTE 2

Reserves & Surplus

Particulars	31.03.2022	31.03.2021
a. Surplus		
Opening balance	-50106.17	-25539.62
(+) Net Profit for the current year	-567.38	-24566.55
(+) Transfer from Reserves	0.00	0.00
(-) Transfer to Reserves	0.00	0.00
(-/+) Adjustments	0.00	0.00
Closing Balance	-50673.55	-50106.17
b. Other Reserves		
Capital Investment Central Subsidy	0.00	0.00
Add: Addition during the year Central Subsidy	0.00	0.00
Capital Investment State Subsidy	0.00	0.00
	0.00	0.00
c. Securities Premium		
Opening balance	0.00	0.00
(+) Received during the year	0.00	0.00
(-) Utilised during the year	0.00	0.00
Closing Balance	0.00	0.00
Total	-50673.55	-50106.17

NOTE 2

Long-term borrowings :

Particulars	31.03.2022	31.03.2021
Secured loans		
1). From banks - UBI - Term Loan (Secured By Stocks of Raw Materials, Work in Progress & Finished Goods, Receivables and all chargeable Current Assets of the Company and Peronal asset of Director of the Company).	103367.17	156776.34
2). From banks - (Secured By Assets purchase out of finance).	0.00	0.00

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588

Notes to Financial Statements

(Amount in Rs.thousands, unless as otherwise stated)

Unsecured loans		
From Banks		
1). From banks - Covid Term Loan	0.00	0.00
2). From banks - Covid Term Loan (Top Up)	0.00	0.00
Unsecured loans		
From Body Corporates & others	32108.02	30147.56
From Directors		
Interest free loans from directors	100134.64	38252.34
	235609.83	225176.23
Less: Current maturities on long-term liabilities (Classified under "Short-term borrowings")		
Total	235609.83	225176.23

REPAYMENT SCHEDULE OF TERM LOANS FROM BANKS AND NBFCs

Name of Bank/NBFC's	Rate of Interest % (p.a)	Payble within one year	Payble within two to five year	Total
UBI Term Loan	12.10	13150.80	92050.27	105201.07
		13150.80	92050.27	105201.07

NOTE 3A

Short-term borrowings :

Particulars	31.03.2022	31.03.2021
<u>Un-Secured :</u>		
From Body Corporates	1608.09	1203.40
Current maturities on long-term liabilities		
Total	1608.09	1203.40

VBC RENEWABLE ENERGY PRIVATE LIMITED**U24100AP2013PTC088588****Notes to Financial Statements****(Amount in Rs.thousands, unless as otherwise stated)****NOTE 4****Trade payables**

Particulars	31.03.2022	31.03.2021
Micro, Small and Medium Enterprises (MSME's) :		
Disputed	0.00	0.00
Undisputed	0.00	0.00
Other than MSME's:		
Disputed	0.00	0.00
Undisputed		
(a) Trade Payables	2315.96	1462.73
(b) Others - Sub Contractors	0.00	0.00
Total	2315.96	1462.73

Outstanding for following from due date for payment	31.03.2022	31.03.2021
Other than MSME's - Undisputed		
Not due	0	0
Less than one year	0	0
Between one to two years		
Between two to three years		
More than three years		
Total	0	0

Disclosure under Micro, Small and Medium Enterprises Development Act, 2006

Amounts due to such enterprises are disclosed on the basis of information available with the company. The status are as follows :

Particulars	31.03.2022	31.03.2021
Principal amount and interest thereon due, and remaining unpaid	Nil	Nil
Interest paid	Nil	Nil
Interest due and payable - paid beyond the appointed date	Nil	Nil
Interest accrued and remaining unpaid	Nil	Nil
the amount of further interest remaining due and payable in succeeding year	Nil	Nil

NOTE 5**Other current liabilities**

Particulars	31.03.2022	31.03.2021
Expenses payable	10585.50	9910.36
Statutory dues payable	78.00	78.00
Electricity Export income disputed	4850.16	27721.49
Interest Accrued But Not Due on Term Loan	1833.91	891.88
Total	17347.57	38601.72

NOTE 5**Short-term provisions**

Particulars	31.03.2022	31.03.2021
Provision for Income Tax	0	0
Total	0	0

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588
Notes to Financial Statements
(Amount in Rs.thousands, unless as otherwise stated)

NOTE 7

Property, plant and equipment and intangible assets

	Particulars	Gross Block		Accumulated Depreciation				Net Block	
		01.04.21	31.03.22	31.03.21	For the Year	On disposals	31.03.22	31.03.22	31.03.21
		Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
a	Property, plant and equipment *								
	Land	9310.57	9310.57	0.00	0.00	0.00	0.00	9310.57	9310.57
	Plant & Machinery	229256.85	229256.85	39167.12	8276.17	0.00	47443.29	181813.56	190089.73
	Switchyard	7274.29	7274.29	1168.25	248.78	0.00	1417.03	5857.26	6106.04
	Buildings	12947.55	12947.55	1944.24	410.83	0.00	2355.07	10592.48	11003.31
	Computers	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Furniture & Fixtures	174.65	174.65	85.53	10.50	0.00	96.03	78.62	89.12
	Office equipment	65.78	65.78	60.38	2.11	0.00	62.49	3.29	5.40
	Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Others (specify nature)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total	259029.68	259029.68	42425.52	8948.39	0.00	51373.91	207655.77	216604.16
b	Intangible assets								
	Franchise	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c	Capital work in progress	8855.21	8855.21	0.00	0.00	0.00	0.00	8855.21	8855.21
d	Intangible assets under development	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total	267884.89	267884.89	42425.52	8948.39	0.00	51373.91	216510.98	225459.37

* No Asset is under Lease during the year

VBC RENEWABLE ENERGY PRIVATE LIMITED

U24100AP2013PTC088588

Notes to Financial Statements

(Amount in Rs.thousands, unless as otherwise stated)

NOTE 8

Other non-current assets

Particulars	31.03.2022	31.03.2021
	0	0
Total	0	0

NOTE 9

Inventories

Particulars	31.03.2022	31.03.2021
<i>Valued at Cost or Net realisable value whichever is less</i>		
Work in progress	0	0
Materials	0	0
Finished Goods	0	0
Total	0	0

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588
Notes to Financial Statements
(Amount in Rs.thousands, unless as otherwise stated)

NOTE 10

Trade receivables

Particulars	31.03.2022	31.03.2021
Disputed	4850.16	2757.51
Undisputed		
Secured, considered good	39260.93	37311.37
Unsecured, considered good	0.00	0.00
Unsecured, considered doubtful	0.00	0.00
	44111.10	40068.88
Ageing Schedule		
Undisputed - unsecured and considered good		
Not due	0.00	0.00
less than six months	2253.22	4778.33
between 6 months to 1 year	3569.40	7588.14
between one to two years	9304.63	16990.15
between two to three years	16178.94	7954.75
More than three years	7954.75	0.00
	39260.94	37311.37

NOTE 10 A

Trade Receivable stated above include debts due by:

Particulars	31.03.2022	31.03.2021
Directors *	0	0
Other officers of the Company *	0	0
Firm in which director is a proprietor*	0	0
Private Company in which director is a member	0	0
Total	0	0

**Either severally or jointly*

NOTE 11

Cash and bank balances

Particulars	31.03.2022	31.03.2021
Cash and cash equivalents		
a. Cash on hand	0.00	0.42
b. Balances with banks	2760.45	5108.24
	2760.45	5108.66
Other earmarked deposits		
Deposits against Bank Guarantee (BG)	0.00	0.00
Total	2760.45	5108.66

**Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.*

VBC RENEWABLE ENERGY PRIVATE LIMITED**U24100AP2013PTC088588****Notes to Financial Statements****(Amount in Rs.thousands, unless as otherwise stated)****NOTE 12****Short-term loans and advances**

Particulars	31.03.2022	31.03.2021
Secured, considered good	-	-
Unsecured, considered good	15760.10	16514.24
Doubtful	0.00	0.00
Total	15760.10	16514.24

Short-term loans and advances stated above include debts due by:

Particulars	31.03.2022	31.03.2021
Directors *	0	0
Other officers of the Company *	0	0
Firm in which director is a proprietor*	0	0
Private Company in which director is a member	0	0
Total	0	0

Either severally or jointly*NOTE 13****Other current assets**

Particulars	31.03.2022	31.03.2021
Interest accrued on BG.	0	0
Balance with statutory authorities	0	0
Advance income tax including Tax deducted at source	0	0
Total	0	0

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588
Notes to Financial Statements
(Amount in Rs.thousands, unless as otherwise stated)

NOTE 14

Revenue from operations

Particulars	31.03.2022	31.03.2021
Sale of products	32680.20	6217.36
Sale of services	0.00	0.00
Other operating revenues	0.00	0.00
Total	32680.20	6217.36

NOTE 15

Other income

Particulars	31.03.2022	31.03.2021
Interest	3.01	45.19
Miscellaneous income	0.00	0.00
Total	3.01	45.19

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588
Notes to Financial Statements
(Amount in Rs.thousands, unless as otherwise stated)

NOTE 16

Cost of materials consumed

Particulars	31.03.2022	31.03.2021
a) Materials		
Opening Stocks	0.00	0.00
Add: Purchases during the year	0.00	0.00
	0.00	0.00
Less: Closing Stocks	0.00	0.00
Sub-total	0.00	0.00
b) Consumables		
Opening Stocks	0.00	0.00
Add: Purchases during the year	0.00	0.00
	0.00	0.00
Less: Closing Stocks	0.00	0.00
Sub-total	0.00	0.00
Total	0.00	0.00

NOTE 17

Other operating expenses

Particulars	31.03.2022	31.03.2021
Consumables		
Electricity Charges	538.15	1133.92
Transportation Expenses		
Testing & Technical Charges		
Sub - Contract Charges		
Repairs & Maintenance	2836.36	586.87
Factory Maintenance		
Labour Charges	675.50	52.13
Job Work Charges		
Installation Charges		
Warranty & Technical Charges		
Total	4050.01	1772.92

NOTE 18

Changes in inventories of Finished Goods & Work-in-progress

Particulars	31.03.2022	31.03.2021
Opening stock		
- Finished Goods	0.00	0.00
- Work-in-progress	0.00	0.00
	0.00	0.00
Closing stock		
- Finished Goods		
- Work-in-progress		
	0.00	0.00
Decrease/(-) Increase in stocks	0.00	0.00

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588
Notes to Financial Statements
(Amount in Rs.thousands, unless as otherwise stated)

NOTE 19

Employee Benefits Expense

Particulars	31.03.2022	31.03.2021
(a) Salaries		
Director	600.00	600.00
Employee	812.50	828.00
(b) Contributions to -		
(i) Provident fund	0.00	0.00
(ii) ESI	0.00	0.00
(c) Gratuity fund contributions		
(d) Staff welfare expenses	0.00	0.00
Total	1412.50	1428.00

NOTE 20

Finance costs

Particulars	31.03.2022	31.03.2021
Interest on CC & Term Loan	11870.90	17378.13
Other Interest expense	11.62	0.00
Other Expenses	505.44	6.93
BG Charges	0.00	0.00
LC Charges	0.00	0.00
Loan Processing Charges	355.86	0.00
Total	12743.82	17385.06

VBC RENEWABLE ENERGY PRIVATE LIMITED**U24100AP2013PTC088588****Notes to Financial Statements****(Amount in Rs.thousands, unless as otherwise stated)****NOTE 21****Other expenses**

S.No.	Particulars	31.03.2022	31.03.2021
1	Travelling Charges	22.69	5.45
2	Consultancy Charges	0.00	0.00
3	Printing & Stationery	0.00	1.30
4	Rent	33.53	34.03
5	Conveyance Charges	0.00	0.00
6	Insurance	127.70	111.94
7	Telephone Charges	7.50	1.50
8	Business Promotion Expenses	0.00	0.00
9	Rates & Taxes	0.00	0.00
10	ROC Filing Charges	1.20	1.20
11	Miscellaneous Expenses	0.00	5.00
12	Vehicle Maintenance	0.00	0.00
13	Office Maint. Charges	29.39	38.86
14	Postage & Courier	0.37	0.14
15	Festival & pooja Expenses	8.30	6.00
16	PBG recovery by APPCC	0.00	1017.72
17	Preliminary expenses w.off		46.15
18	CUF Shortfall Recovery by APPCC	3720.11	0.00
Total		3950.78	1269.28

Auditors Remuneration

S.No.	Particulars	31.03.2022	31.03.2021
	Payments to the auditor as		
1	auditor	23.60	23.60
2	for other services,	0.00	0.00
	Total	23.60	23.60
	Grand Total	3974.38	1292.88

VBC Renewable Energy Private. Limited
U24100AP2013PTC088588
Notes to Financial Statements

Sl No	Ratio	31.03.2022	31.03.2021	% of Variance	Reason for variance
a	Current ratio	2.94	1.49	96.96%	-
b	Debt-equity ratio	11.70	10.87	7.58%	-
c	Debt service coverage ratio	1.91	-0.76	-351.10%	-
d	Return on equity ratio	-0.03	-1.19	-97.63%	-
e	Inventory turnover ratio	0.00	0.00	0.00%	-
f	Trade receivable ratio	0.78	0.19	302.91%	increase in turnover during year as compared to previous years due to disputed income of 2019- 20 & 2020-21 offered this year
g	Trade payables turnover ratio	0.00	0.00	0.00%	-
h	Net capital turnover ratio	0.79	0.30	159.56%	-
i	Net profit ratio	-0.02	-3.95	-99.56%	-
j	Return on capital employed	0.06	-0.03	-289.84%	-
k	Return on investment	-0.03	-1.19	-97.63%	-

VBC RENEWABLE ENERGY PRIVATE LIMITED
U24100AP2013PTC088588

NOTE 22

SIGNIFICANT ACCOUNTING POLICIES & OTHER NOTES

I ACCOUNTING POLICIES

A BASIS OF PREPARATION OF FINANCIAL STATEMENTS

Financial Statements are prepared as per the Generally Accepted Accounting Principles in India (India GAAP) including the Accounting Standards notified under the relevant Provisions of the Companies Act, 2013

Financial Statements are further prepared on Accrual Basis under the Historical Cost Convention, except otherwise stated. Financial Statements are presented in Indian Rupees Rounded off to the nearest Rupee

B USE OF ESTIMATES

The preparation of Financial Statements are in conformity with Indian GAAP that require judgements, estimates and assumptions to be made that effect the reported amount of Assets and Liabilities, disclosure of Contingent Liabilities on the date of Financial Statements and the reported amount of Revenues and Expense: during the reporting period.

C FIXED ASSETS

Tangible Fixed Assets are stated at Cost net of recoverable Taxes, Trade Discounts, Rebates and include interest on Borrowed Capital Funds during the Construction Period, Inward Freight, Taxes and Duties, Installation charges and Incidentals expenses related to the acquisition, Administrative Overheads for brining the Assets to its working condition for intended use.

D DEPRECIATION, AMORTIZATION AND DEPLETION

- a Depreciation is provided equal to 95% of Capitalized Cost under Straight Line Method (SLM) on applicable Assets as per the useful life of the Assets prescribed in schedule II to the Companies Act, 2013 read with the Depreciation Rates given in the CERC Guidelines. Depreciation on the remaining Assets is provided equal to 95% of the Capitalized Cost under Straight Line Method (SLM) over the envisaged life period
- b In respect of additions or extensions forming an integral part of existing Assets including those Incremental Cost arises on account of Borrowed Funds for acquisition of such Fixed Assets, Depreciation is provided under Straight Line Method only for the balance of Residual Life of the respective Assets
- c During the FY 20016-17, the 3.42MWp Solar Power Project achieved its COD on 21st July, 2016 entire CWIP amount transferred to Fixed Assets.
- d Depreciation is provided on prorata basis, i.e in the year in which the assets becomes available and put to use

E INVESTMENTS Vs VALUATION METHODOLOGY

The Company has a Policy to value Investments if any made at cost inclusive of all expenses relating to acquisition. Provision for diminution in the market value of long-term Investments is made, if in the opinion of the Management such diminution is permanent in nature.

F INVENTORIES

- a Items of Inventories are valued at Lower of Cost and Net Realizable Value after providing for obsolescence if any. Cost of Inventories comprises of cost of purchases, cost of conversion, overheads, costs, applicable Taxes etc incurred for bringing them to their required location in condition and put to use
- b Valuation of stock of Spares and Stores is made on FIFO pricing basis
- c Inventory of Certified CERs are valued at the Quoted Price as on the date of closure of Accounts or the cost incurred in relation to CERs whichever is less. Income from CERs is considered only in the year in which they are actually sold

G REVENUE RECOGNITION

- a Power Income is worked out at the Generic Tariff fixed per Kwh by the Hon'ble APPCC for the actual Energy

- generated and transmitted during the year.
- b Income from interest on Bank Deposits is accounted for on accrual basis

H FINANCING COSTS

- a Interest on Term Loan, and other finance charges
- b Borrowing Costs attributable to the acquisition or Construction of Qualifying Assets are capitalized as part of cost of such Assets.
- c All Borrowing Costs incurred on Loans taken for acquisition of Assets after putting such Assets to use and Operational are charged to Profit and Loss Statement in the period in which they are incurred

II NOTES FORMING PART OF FINANCIAL STATEMENTS:

- 1 Remuneration to Directors paid/Payable during the year: Rs.6,00,000
- 2 Estimated Amount of contracts : NA
- 3 Contingent Liabilities: NIL
- 4 RELATED PARTY DISCLOSURES

As per Accounting Standard 18, the disclosure of transactions made with the Related Parties are given below

SHORT TERM LOANS RECEIVED FROM

V.R.C.CHOWDHARY- PROMOTER

V.RADHA - RELATIVE OF DIRECTOR

V.TEJASWIPRASAD - DIRECTOR

- 5 LOANS & ADVANCE TO DIRECTORS : NIL
- 6 PROVISIONS FOR CURRENT AND DEFERRED TAX :

- a Current Tax: Tax on Income for the current period is determined on Taxable Income under the Income Tax Act, 1961. The Company though is entitled for Tax exemption under Section 80IA of Income Tax Act as an Infrastructure Project Company for 10 years. Minimum Alternate Tax (MAT) is made/provided in the Book Profits for the year U/s 115JB of Income Tax Act.
- b Deferred Tax Asset: Deferred Tax, which is computed on the basis of enacted/substantively enacted rates, is recognized on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Where there is unabsorbed depreciation or carry forward losses. Deferred Tax Assets are recognized only if there is virtual certainty of realization of such assets. Other deferred tax assets are also recognized only to the extent there is reasonable certainty of realization in future.
- 7 The Company's principal Business is Power Generation from 3.42MW Solar Power Plant located at Vizianagaram, Andhra Pradesh State.
- 8 REGROUPING AND REARRANGEMENTS
Previous year Figures were regrouped and rearranged wherever necessary to make them comparable with the Current year Figures.

As per our report of even date
For G.P.Rao & Associates
Chartered Accountants

G.P.Rao
Proprietor
M.No.203034 & Firm Reg.No.006452S
UDIN : 22203034BAGSFQ1184
Date: 01.09-2022
Place: Hyderabad



For and on behalf of the Board

Ramprasad *VRC*
MSP Ramprasad Rao VRC Chowdary
Director Director
DIN:00007292 DIN:0006592773



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF

VBC RENEWABLE ENERGY PRIVATE LIMITED

Report on the Audit of the Financial Statements Openion

We have audited the accompanying financial statements of **VBC RENEWABLE ENERGY PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2022 the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the 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 (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("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 31st March 2022, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Information other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.



Responsibility of Management and those charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) 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.
 - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.



- f) 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 in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended we shall report that the provisions of section 197 are not applicable this company.
- h) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations, if any, on its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were material foreseeable losses.
 - iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.



G.P.RAO & ASSOCIATES


Chartered Accountants


M.No.203034

- v. The dividend paid by the Company, if any, during the year in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment of dividend.

For G.P.RAO & ASSOCIATES
Chartered Accountants
Firm Reg. No. 006452S

Place: Hyderabad
Date: 01.09.2022


G.P.RAO
Proprietor
M. No. 203034
UDIN NO. 22203034BAGSFQ1184



ANNEXURE A REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

TO THE MEMBERS OF VBC RENEWABLE ENERGY PRIVATE LIMITED

On the basis of our examination of the books and records of the Company carried out in accordance with the auditing standards generally accepted in India and according to the information and explanations given to us, we state that:

- i) a) In respect of Company's Property, Plant and Equipment (PPE) and Intangible Assets:
 - (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-to-use asset
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
- b) As explained to us, the Company has a phased program for physical verification of the PPE for all locations. In our opinion, the frequency is reasonable, considering the size of the Company and nature of its PPE. Pursuant to the program, physical verification of the PPE has been carried out during the year and no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all immovable properties disclosed in the financial statements included under property, plant and equipment are held in the name of the Company.
- d) The Company has not revalued any of its PPE (including right-of-use assets) and intangible assets during the year and hence reporting under clause 3(i)(d) of the Order is not applicable to the Company.
- e) According to the information and explanations given to us and on the basis of our examination of the records, neither any proceedings have been initiated during the year nor are pending as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988, as amended, and rules made thereunder and hence reporting under clause 3(i)(e) of the Order is not applicable to the Company.
- ii) a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the management has conducted physical verification of inventory at reasonable intervals during the year. The procedures of physical verification of the inventories followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business. As per the information and explanations given to us, no material discrepancies were noticed on physical verification of inventories as compared to book records.
- b) In our opinion and according to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of rupees five crore, in aggregate, from banks or financial institutions which are secured on the basis of security of current assets. The quarterly returns or statements filed by the Company in respect of current assets held by



G.P.RAO & ASSOCIATES

Chartered Accountants

M.No.203034

it and offered as security with such banks or financials institution are in agreement with the books of account of the Company of respective quarters and no material discrepancies have been observed.

- iii) During the year, the Company has not provided any guarantee to companies, firms, Limited Liability Partnerships or any other parties. The Company has not made investments in, provided security and granted unsecured loans, to companies during the year.
- a) During the year the company has not provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity.

Since the reported matters contained under clause (iii) are negative, reporting requirements under clause 3(iii)(a)(A), 3(iii)(a)(B), 3(iii)(b), 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of Order are not applicable.

- iv) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, Company has not given any loans to directors or any other person in whom the director is interested, or made any investments. As such whether the company has made compliance with the provisions governing such loans, investments and guarantees doesn't arise.
- v) According to the information and explanation given to us and on the basis of our examination of the records of the Company, no deposits within the meaning of directives issued by RBI (Reserve Bank of India) and Sections 73 to 76 or any other relevant provisions of the Act and rules framed thereunder have been accepted by the Company. Accordingly, reporting requirements of paragraph 3(v) of the Order are not applicable to the Company.
- vi) According to the information and explanation given to us and on the basis of our examination of the records of the Company, it is not required to maintain cost records. Accordingly, reporting requirements of paragraph 3(vi) of the Order are not applicable to the Company.
- vii) a) According to the information and explanations given to us and on the basis of our examination of records of the Company, amounts deducted/ accrued in the books of accounts in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and services tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st March, 2022 for a period of more than six months from the date they became payable.
- b) According to the information and explanation given to us and on the basis of our examination of the records of the Company, there are no dues of income tax or goods and services tax, sales tax or service tax or duty of customs or duty of excise or value added tax or goods and service tax which have not been deposited on account of any dispute.
- viii) According to the information and explanation given to us and on the basis of our examination of the records of the Company, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.



- ix) a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans to banks and a financial institution. The Company does not have any loans from Government or dues to debenture holders.
- b) According to the information and explanation given to us and on the basis of our examination of the records of the Company, we report that the Company has not been declared as a willful defaulter by any bank or financial institution or government or any government authority.
- c) According to the information and explanation given to us and on the basis of our examination of the records of the Company, term loans taken by the company were utilized for the purposes for which they were obtained.
- d) According to the information and explanation given to us and on the basis of our examination of the records of the Company, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- e) According to the information and explanation given to us and on the basis of our examination of the records of the Company, and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x) a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and accordingly, reporting requirements of paragraph 3(x)(a) of the Order are not applicable to the Company.
- b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable.
- xi) a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- b) No report under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- c) No whistle blower complaints have been received during the year by the Company.



G.P.RAO & ASSOCIATES

Chartered Accountants

M.No.203034

- xii) The Company is not a Nidhi Company and hence, reporting under clause 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us 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) a) According to the information and explanations given to us and based on our examination of the records of the Company, in our opinion, the company is not required to have internal audit system. However, the Company has its own in house internal audit commensurate to the size of the Company and nature of its business.
- b) Since this company is not covered for internal audit, there is no separate internal audit report. Accordingly, reporting requirements under paragraph 3(xiv)(b) of the Order are not applicable to the Company.
- xv) According to the information and explanations given to us 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 them as per the provisions of Section 192 of the Act. Accordingly, reporting requirements under paragraph 3(xv) of the Order are not applicable to the Company.
- xvi) a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi)(a) of the Order is not applicable to the Company.
- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- d) According to the information and explanation given to us, the Group doesn't not have any CIC which is required to be registered with the Reserve Bank of India. Accordingly, the requirement to report under clause 3(xvi)(d) of the Order is not applicable to the Company.
- xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- xviii) There has been no resignation of statutory auditors of the Company during the year.
- xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing as at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however,



G.P.RAO & ASSOCIATES

Chartered Accountants

M.No.203034


state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet, will get discharged by the Company as and when they fall due.

- xx) a) According to the information and explanations given to us and based on our examination of the records of the Company, section 135 of the Act is not applicable to this company. Accordingly, the requirement to report on clause 3(xx)(a) of the Order is not applicable to the Company.
- b) According to the information and explanations given to us and based on our examination of the records of the Company, section 135 of the Act is not applicable to this company. Accordingly, the requirement to report on clause 3(xx)(b) of the Order is not applicable to the Company.
- xxi) According to the information and explanations given to us and based on our examination of the records of the Company, the provisions of CFS are not applicable to this company. Accordingly, the requirement to report on clause 3(xxi) of the Order is not applicable to the Company.

For G.P.RAO & ASSOCIATES
Chartered Accountants
Firm Reg. No. 006452S

Place: Hyderabad
Date: 01.09.2022

G.P.RAO
Proprietor
M. No. 203034
UDIN: 22203034BAGSFQ1184



ANNEXURE B REFERRED TO IN PARAGRAPH 2(f) UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

TO THE MEMBERS OF VBC RENEWABLE ENERGY PRIVATE LIMITED

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

We have audited the internal financial controls over financial reporting of VBC RENEWABLE ENERGY PRIVATE LIMITED ("the Company") as of March 31, 2022 in conjunction with our audit of the 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. 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.

Auditors' 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 includes 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 judgement, 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 authorizations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.
- 4) also provide reasonable assurance by the internal auditors through their internal audit reports given to the organization from time to time.

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, broadly 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, 2022, 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".

Place: Hyderabad
Date: 01.09.2022

For G.P.RAO & ASSOCIATES
Chartered Accountants
Firm Reg. No. 006452S


G.P.RAO
Proprietor
M. No. 203034
UDIN: 22203034BAGSFQ1184

