

Result of Operations - Restricted Group 1 - Masala Bond

Financials for the year ended March 31, 2020

The financials of the eight SPV's forming the Restricted Group have been combined for the purpose of reporting for the year ended March 31, 2020. The financials have been compared with the corresponding year ended March 31, 2019.

I. Earnings Statement

The earnings statement for the period ended March 31, 2020 is as under:

Particulars	USD Million		
	Year ended		
	31st Mar'19	31st Mar'20	% Growth
Operating Revenue	103.3	95.3	-8%
Other Income	10.7	10.5	-1%
Total Income	114.0	105.8	-7%
Expenses	11.4	10.8	-6%
EBITDA	102.6	95.0	-7%
%	90%	90%	
Depreciation and amortisation expense	25.1	25.1	0%
Finance cost	69.5	70.4	1%
PBT	8.0	(0.5)	-106%
Current tax	1.3	0.7	
Deferred tax	2.9	4.4	
PAT	3.8	(5.6)	-249%

Total Income

Lower operating revenue during the year ended March 31, 2020 was primarily due to curtailment loss of USD 6.0 Mn.

Snapshot of installed capacity and revenue by business is as under:

Particulars	USD Million		
	Year ended		
	31st Mar'19	31st Mar'20	% Growth
Sale of Power	97.9	90.3	-8%
Sale of Renewable Energy Certificates	1.0	1.1	8%
Generation Based Incentive	4.4	3.9	-11%
Total Operating Revenue	103.3	95.3	-8%
Installed Capacity at beginning of period (MW)	606	606	0%
Installed Capacity at end of period (MW)	606	606	0%
Generation in (Gwh)	1,299	1,196	-8%
Revenue from Wind Projects	69.8	64.3	-8%
Revenue from Solar Projects	33.5	31.1	-7%

Profit Before Tax (PBT)

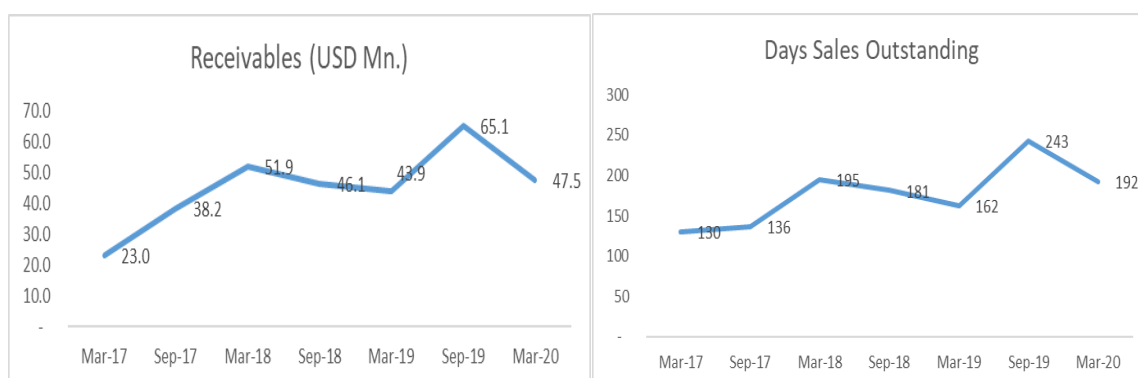
PBT for the year ending March 31, 2020 was lower by USD 8.3 Mn. mainly due to lower EBITDA.

Tax

Higher Deferred Tax in the current year ended March 31, 2020 is primarily on account of Deferred Tax reversal due to utilization of unabsorbed losses.

II. Receivables

Receivables have increased from 43.9 Mn. in March 31, 2019 to 47.5 Mn. in March 31, 2020 due to slow recovery of receivables primarily from AP Discoms resulting in increase of days sales outstanding from 162 to 192 as at end of March 20.



III. Statement of Assets & Liabilities

USD Million

Particulars	As at	
	March 31, 2019	31st Mar'20
Net Worth	135.3	129.6
Borrowings*	554.2	561.2
Other Liabilities	36.3	39.3
	725.8	730.1
Fixed Assets	483.7	459.2
Cash, Bank & Investments**	23.6	17.5
Other Assets	218.5	253.4
	725.8	730.1

*Includes long term (including current maturities) & short term borrowings.

** Includes balances in current accounts, fixed deposits & Investments

IV. Cash Flows

The cash flows for the period ended March 31, 2020 are:

USD Million

Particulars	Year Ended		
	31st Mar '19	31st Mar '20	Variance
Net cash generated from / (used in) operating activities	53.8	92.6	38.9
Net cash generated from / (used in) investing activities	8.0	(32.7)	(40.6)
Net cash generated from / (used in) financing activities	(59.5)	(61.9)	(2.4)
Cash and cash equivalents at the beginning of the period	9.6	11.8	2.2
Cash and cash equivalents at the end of the period	11.9	9.8	(2.1)

The net cash outflow of USD (2.0) Mn. for the period ended March 31, 2020 was mainly attributable to the following:

- *Net cash generated from operating activities – USD 92.6 Mn.* – Cash inflow from operating profit (net of taxes) of USD 82.3 Mn. and lower in working capital by USD 10.3 Mn.
- *Net cash used in investing activities- USD (32.7) Mn.* – Cash outflow was mainly on account loan given to related party (net of repaid) USD (42.1) Mn. and capital expenditure of USD (3.0) Mn; which is partially offset by redemption of MF/ Bank FD USD 4.1 Mn. and Interest received of USD 8.4 Mn . (including interest from related party USD 7.9 Mn.)
- *Net cash used from financing activities- USD (61.9) Mn.* – Cash outflow was mainly on account of interest payment on borrowings USD (59.0) Mn. and repayment of borrowings (net of proceeds) USD (2.9) Mn.
- Total Cash as on March 31,2020 inclusive of current accounts, fixed deposits & Investments was USD 17.5 Mn.

V. Ratios

	INR Cr	USD Mil
Long term Debt as per Financials	3,815	538
Less: Compulsorily convertible debentures	(15)	(2) CCDs do not constitute Indebtedness
Less: Liability component of preference shares	(56)	(8) Preferred stock do not constitute Indebtedness
Less: Redemption premium	(122)	(17)
Add : Short term debt	142	20
Less: Loan from related party	(142)	(20) Subordinated shareholder debt do not constitute Indebtedness
Add : Curr maturities of LTB	22	3
Debt	3,644	514
Reported EBITDA	674	95
EBITDA	674	95
Cash	124	17
Ratio		
Debt/EBITDA		5.4
Net Debt/EBITDA		5.2