

To the Members of Sinnar Thermal Power Limited

Report on the Audit of the Financial Statements

Disclaimer of Opinion

- 1) We were engaged to audit the accompanying financial statements of Sinnar Thermal Power Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flow and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.
- 2) We do not express an opinion on the aforesaid financial statements of the Company. Because of the significance of the matter described in the Basis of Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

- 3) As stated in Note 45 to the financial statements, the Company is yet to commence operations and has incurred a net loss amounting to Rs. 220,837.07 lakhs during the year ended 31 March 2023 and, as of that date, accumulated losses aggregate to Rs. 1,180,387.72 lakhs which has resulted in complete erosion of the net worth of the Company and its current liabilities exceed its current assets by Rs. 1,643,210.87 lakhs.

Also, the Company has defaulted in repayment of borrowings from banks and financial institutions, including interest, aggregating to Rs. 1,170,031 lakhs till 31 March 2023. As described in the said note, the Company's other current financial liabilities as at 31 March 2023 include balances amounting to Rs. 558,160.14 Lakhs, in respect of which confirmations from the respective lenders have not been received while in case of certain lenders, the balance of borrowings and accrued interest confirmed as compared to balance as per books is higher by Rs. 33,391.43 lakhs and Rs. 28,652.86 lakhs respectively. In management's view, the Company has accrued for all the dues payable to the lenders in accordance with the terms of the respective loan agreements/ sanction letters.

The Hon'ble National Company Law Tribunal, New Delhi (the 'NCLT') vide order dated 19 September 2022, admitted an application for insolvency filed by an operational creditor against the Company and initiated Corporate Insolvency Resolution Process ('CIRP') under the Insolvency and Bankruptcy Code, 2016 ('IBC') while subsequently, in response to the appeal filed against the NCLT order, the Hon'ble National Company Law Appellate Tribunal ('NCLAT') vide its order dated 26 September 2022 had directed the Interim Resolution Professional ('the IRP') to abstain from taking any steps and has allowed the Company to participate further with the Ministry of Power in continuation of the earlier meetings/ discussions for making the plant operational, as detailed in the aforesaid note.

In view of significant uncertainties associated with the outcome of CIRP proceedings, the outcome of ongoing discussions with the lenders for settlement of dues and to secure firm and

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unconditional commitment for providing working capital loans /bank guarantees required for executing the power purchase agreement ('PPA') required to commence operations and the non-receipt of balance confirmations from the lenders or sufficient, and appropriate alternate audit evidence to support the management's assessment as mentioned above, we are unable to comment on the appropriateness of going concern assessment of the Company by the management and/ or adjustments, if any, that may further be required to be made to the carrying value of assets including property, plant and equipment of the Company aggregating to Rs 768,567.07 lakhs and the liabilities aggregating to Rs. 620,204.43 lakhs as at 31 March 2023, and the consequential impact thereof on the accompanying financial statements for the year ended 31 March 2023.

Our audit report on the financial statements for the year ended 31 March 2022 also included a disclaimer of opinion in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

- 4) The accompanying financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation and presentation of these 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 Indian Accounting Standards ('Ind AS') specified under section 133 of the Act and 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 of 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.
- 5) In preparing the financial statements, the Board of Directors are 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 the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
- 6) Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

- 7) Our responsibility is to conduct an audit of the Company's financial statements in accordance with Standards on Auditing specified under section 143 (10) of the Act and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.
- 8) We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') and provisions of the Act 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 ethical responsibilities in accordance with the Code of Ethics and the requirements under the Act.

Report on Other Legal and Regulatory Requirements

- 9) Based on our audit, we report that the Company has not paid or provided for any managerial remuneration during the year. Accordingly, reporting under section 197(16) of the Act is not applicable.



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- 10) As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 11) Further to our comments in Annexure A, as required by section 143(3) of the Act based on our audit, we report, to the extent applicable, that:
- a) As described in the Basis of Disclaimer of Opinion section, we are unable to obtain all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the accompanying financial statements;
 - b) Due to the possible effect of Basis of Disclaimer of Opinion section, we are unable to state whether 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 financial statements dealt with by this report are in agreement with the books of account;
 - d) Due to the possible effect of Basis of Disclaimer of Opinion section, we are unable to state whether the aforesaid financial statements comply with Ind AS specified under section 133 of the Act;
 - e) The matters described in the Basis for Disclaimer of Opinion section, in our opinion, may have an adverse effect on the functioning of the Company;
 - f) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of section 164(2) of the Act;
 - g) The reservations relating to maintenance of accounts and other matters connected therewith are as stated in the Basis for Disclaimer of Opinion section, read with paragraph 11(b) above
 - h) We were also engaged to audit the internal financial controls with reference to financial statements of the Company as on 31 March 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date and our report dated 4 May 2023 as per Annexure B has been issued with Disclaimer of Opinion; and
 - i) 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, as detailed in note 30, 45 and 54 to the financial statements, has disclosed the impact of pending litigations on its financial position as at 31 March 2023;
 - ii) the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2023;
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2023;
 - iv)
 - a) The management has represented that, to the best of its knowledge and belief, as disclosed in note 51(vi) to the financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any person(s) or entity(ies), including foreign entities ('the intermediaries'), with the understanding, whether



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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 ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;

- b) The management has represented that, to the best of its knowledge and belief, as disclosed in note 51(vii) to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('the 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; and
- c) Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- v) The Company has not declared or paid any dividend during the year ended 31 March 2023;
- vi) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 requires all companies which use accounting software for maintaining their books of account, to use such an accounting software which has a feature of audit trail, with effect from the financial year beginning on 1 April 2023 and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 (as amended) is not applicable for the current financial year.

For **Walker Chandiook & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013



Deepak Mittal

Partner

Membership No.: 503843



UDIN: 23503843BGUTAW6668

Place: New Delhi

Date: 4 May 2023

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Annexure A referred to in Paragraph 10 of the Independent Auditor's Report of even date to the members of Sinnar Thermal Power Limited on the financial statements for the year ended 31 March 2023

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and right of use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a regular program of physical verification of its property, plant and equipment and right of use assets under which the assets are physically verified in a phased manner over a period of three years, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this program, certain property, plant and equipment and right of use assets were verified during the year and no material discrepancies were noticed on such verification.

(c) The Company does not own any immovable property (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee).

However, for title deeds of immovable properties in the nature of lease hold land situated at Nasik Plant with gross carrying values of Rs. 9,201.83 lakhs as at 31 March 2023, which have been mortgaged as security for loans or borrowings taken by the Company, confirmations with respect to title of the Company have been directly obtained by us from the respective lenders.

(d) The Company has not revalued its Property, Plant and Equipment and Right of Use assets or intangible assets during the year.

(e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to book records.

(b) The Company has not been sanctioned working capital limits by banks or financial institutions on the basis of security of current assets during any point of time of the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.

(iii) (a) The Company has not provided any loans or provided any advances in the nature of loans, or guarantee, or security to any other entity during the year. Accordingly, reporting under clauses 3(iii)(a) of the Order is not applicable to the Company.

(b) In our opinion, and according to the information and explanations given to us, the investments made and terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are, prima facie, not prejudicial to the interest of the Company's interest.

(c) The Company does not have any outstanding loans and advances in the nature of loans at the beginning of the current year nor has granted any loans or advances in the nature of



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Annexure A referred to in Paragraph 10 of the Independent Auditor's Report of even date to the members of Sinnar Thermal Power Limited on the financial statements for the year ended 31 March 2023

loans during the year. Accordingly, reporting under clauses 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of the Order is not applicable to the Company.

- (iv) The Company has not entered into any transaction covered under section 185 of the Act. As the Company is engaged in providing infrastructural facilities as specified in Schedule VI of the Act, provisions of section 186 except sub-section (1) of the Act are not applicable to the Company. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of sub-section (1) of section 186 in respect of investments, as applicable.
- (v) In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there are no amounts which have been deemed to be deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's business activity. However, the Companies (Cost Records and Audit) Rules, 2014 (as amended) ('the Cost Rules') are not applicable to the Company for the year ended 31 March 2022 as the Company does not meet the turnover criteria as stated in the Cost Rules.
- (vii)(a) In our opinion, and according to the information and explanations given to us, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, have not been regularly deposited with the appropriate authorities and there have been significant delay in few cases. Undisputed amounts payable in respect thereof, which were outstanding at the year-end for a period of more than six months from the date they became payable are as follows:

Statement of arrears of statutory dues outstanding for more than six months:

Name of the statute	Nature of the dues	Amount (₹ in lakhs)	Period to which the amount relates	Due Date	Date of Payment
Maharashtra, Gram Panchayat Act, 1958	Local Body taxes	285.34	Financial year 2021-22 and earlier years	30 March 2022	Not yet paid

- (b) According to the information and explanations given to us, there are no statutory dues referred in sub-clause (a) which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been previously recorded in the books of accounts.
- (ix) (a) According to the information and explanations given to us, the Company has defaulted in repayment of loans, other borrowings to lenders and in the payment of interest thereon as follows:



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Nature of borrowing, including debt securities	Name of lender	Amount not paid on due dates (in lakhs)	Whether principal or interest	No. of days delay or unpaid till the date of audit report
Term loans	Power Finance Corporation Limited	110,059.19	Principal	Since Financial year 2017-18
		356,782.95	Interest	
	Rural Electrification Corporation Limited	107,142.88	Principal	
		297,385.92	Interest	
	Life Insurance Corporation of India Limited	13,231.27	Principal	
		41,535.54	Interest	
	Axis Bank	27,270.65	Principal	
		56,081.35	Interest	
	Bank of India	32,329.00	Principal	
		65,537.15	Interest	
	Punjab National Bank (erstwhile United Bank of India)	13,820.40	Principal	
		25,362.79	Interest	
	Canara Bank (erstwhile Syndicate Bank)	7,942.00	Principal	
		15,549.90	Interest	

Further, loans amounting to Rs. 9,178.08 lakhs are repayable on demand and such loans are interest free. Such loans have not been demanded for repayment during the current financial year.

- (b) According to the information and explanations given to us including representation received from the management of the Company read alongwith Note 51 (viii), and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of term loans during the year and there has been no utilisation during the current year of the term loans obtained by the Company during any previous years. Accordingly, reporting under clause 3(ix)(c) of the Order is not applicable to the Company.
- (d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have, prima facie, not been utilised for long term purposes.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.



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Annexure A referred to in Paragraph 10 of the Independent Auditor's Report of even date to the members of Sinnar Thermal Power Limited on the financial statements for the year ended 31 March 2023

- (f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries.
- (x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
 - (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.
 - (b) According to the information and explanations given to us including the representation made to us by the management of the Company, no report under sub-section 12 of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014, with the Central Government for the period covered by our audit.
 - (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company, with the related parties are in compliance with section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements etc., as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act. Further, according to the information and explanations given to us, the Company is not required to constitute an audit committee under section 177 of the Act.
- (xiv)(a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system as required under section 138 of the Act which is commensurate with the size and nature of its business.
 - (b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.
- (xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, reporting under clause 3(xv) of the Order with respect to compliance with the provisions of section 192 of the Act are not applicable to the Company.

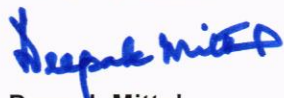


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Annexure A referred to in Paragraph 10 of the Independent Auditor's Report of even date to the members of Sinnar Thermal Power Limited on the financial statements for the year ended 31 March 2023

- (xvi)(a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clauses 3(xvi)(a),(b) and (c) of the Order are not applicable to the Company.
- (b) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.
- (xvii) The Company has incurred cash losses in the current financial year and in the immediately preceding financial years amounting to Rs. 201,144.86 lakhs and Rs. 174,428.53 lakhs respectively.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the plans of the Board of Directors and the management, and considering the matters described in paragraph 3 under heading 'Basis for Disclaimer of Opinion' of our audit report, material uncertainty exists as on the date of the audit report that may cast significant doubt on the Company's capability of meeting its liabilities existing as at the date of balance sheet, as and when they fall due within a period of one year from the balance sheet date. Also, refer note 45 of the accompanying financial statements. We further state that our reporting is based on the facts up to the date of the audit report.
- (xx) According to the information and explanations given to us, the Company does not meet the criteria as specified under sub-section (1) of section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company
- (xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Walker Chandiok & Co LLP**
Chartered Accountants
Firm's Registration No.: 001076N/N500013



Deepak Mittal
Partner
Membership No.: 503843



UDIN: 23503843BGUTAW6668

Place: New Delhi
Date: 4 May 2023

Annexure B to the Independent Auditor's Report of even date to the members of Sinnar Thermal Power Limited, on the financial statements for the year ended 31 March 2023

Independent Auditor's Report on the internal financial controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

1. We were engaged to audit the internal financial controls with reference to financial statements of Sinnar Thermal Power Limited ('the Company') as at 31 March 2023 in conjunction with our audit of the financial statements of the Company as at and for the year ended on that date.

Responsibilities of Management for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements 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 ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('the ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's business, including adherence to the 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 Act.

Auditor's Responsibility for the Audit of the Internal Financial Controls with Reference to Financial Statements

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on conducting our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India ('ICAI') prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements, and the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') issued by the ICAI. 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 with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.
4. Because of the matter described in Disclaimer of Opinion paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls with reference to financial statements of the Company.

Meaning of Internal Financial Controls with Reference to Financial Statements

5. A company's internal financial controls with reference to financial statements 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 controls with reference to financial statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable



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Annexure B to the Independent Auditor's Report of even date to the members of Sinnar Thermal Power Limited, on the financial statements for the year ended 31 March 2023

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

Disclaimer of Opinion

6. Because of matter described below, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion on whether the Company's internal financial controls with reference to financial statements were operating effectively as at 31 March 2023:

We are unable to determine whether the Company's internal control system with respect to a) financial statements closure process towards assessing the Company's ability to continue as going concern, as explained in Note 45(a) to the financial statements, were operating effectively, due to uncertainties in the judgements and assumptions made by the Company; and b) ensuring completeness and accuracy of outstanding borrowings and interest accrued thereon, as explained in Note 45(b) to the financial statements, were operating effectively. These material weaknesses could potentially result in material misstatements in the carrying value and classification of assets, including property, plant and equipment and liabilities, including borrowings and interest accrued thereon and its consequential impact on the accompanying financial statements as at 31 March 2023.

7. We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company as at and for the year ended 31 March 2023, and the disclaimer has affected our opinion on the financial statements of the Company and we have issued a disclaimer of opinion on the financial statements.

For **Walker ChandioK & Co LLP**

Chartered Accountants

Firm's Registration No.: 001076N/N500013



Deepak Mittal

Partner

Membership No.: 503843

UDIN: 23503843BGUTAW6668



Place: New Delhi

Date: 4 May 2023

Sinnar Thermal Power Limited (CIN: U70109DL2007PLC157316)

Balance Sheet as at 31 March 2023

(All amount in Rs. Lakhs, unless otherwise stated)

	Note	As at 31 March 2023	As at 31 March 2022
ASSETS			
Non-current assets			
(a) Property, plant and equipment	4A	656,225.39	674,884.69
(b) Capital work-in-progress	4B	100,913.39	100,913.39
(c) Right of use assets	4C	7,975.18	8,077.42
(d) Intangible assets	5	-	-
(e) Financial assets			
(i) Investments	6	-	-
(ii) Loans	7	-	-
(iii) Other financial assets	8	316.65	388.03
(f) Non-current tax assets (net)	9	122.80	141.19
(g) Other non-current assets	10	9.58	99.88
(h) Assets held for sale	11	-	-
		765,562.99	784,504.60
Current assets			
(a) Inventories	12	941.08	941.18
(b) Financial assets			
(i) Cash and cash equivalents	13	24.57	162.54
(ii) Bank balances other than cash and cash equivalents	14	107.16	513.39
(iii) Loans	7	0.63	0.53
(iv) Other financial assets	8	133.72	157.40
(c) Other current assets	10	1,796.92	1,815.72
		3,004.08	3,590.56
TOTAL ASSETS		768,567.07	788,095.16
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	15	3,197.72	3,197.72
(b) Other equity	16	(880,963.89)	(660,131.98)
		(877,766.17)	(656,934.26)
LIABILITIES			
Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	17	-	400,053.40
(ii) Lease liabilities	18	106.99	106.99
(iii) Other financial liabilities	19	-	5,474.29
(b) Provisions	20	11.30	15.43
		118.29	405,650.11
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	21	721,026.86	320,118.87
(ii) Lease liabilities	18	-	-
(iii) Trade payables	22	-	-
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		15,914.54	13,132.94
(iv) Other financial liabilities	19	909,265.88	706,119.71
(b) Other current liabilities	23	6.84	7.41
(c) Provisions	20	0.83	0.58
		1,646,214.95	1,039,379.31
TOTAL EQUITY AND LIABILITIES		768,567.07	788,095.16

Significant accounting policies and accompanying notes are integral part of the financial statements.

This is the Balance sheet referred to in our report of even date.

For Walker Chandio & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/ N500013

Deepak Mittal

Deepak Mittal

Partner

Membership No.: 503843

Place: New Delhi

Date: 04 May 2023



For and on behalf of the Board of Directors

Jeevagan Narayana Swami Nadar

Jeevagan Narayana Swami Nadar

Director

DIN: 02393291

Place: New Delhi

Date: 04 May 2023

Sandeep Mittal

Sandeep Mittal

Chief Financial Officer

PAN: AJXPM77081I

Place: New Delhi

Date: 04 May 2023

Asim Kumar De

Asim Kumar De

Director

DIN: 03619507

Place: Amravati

Date: 04 May 2023

Karan Maken

Karan Maken

Company Secretary

ACS 42081

Place: New Delhi

Date: 04 May 2023

Sinnar Thermal Power Limited (CIN: U70109DL2007PLC157316)

Statement of Profit and Loss for the year ended 31 March 2023

(All amount in Rs. Lakhs, unless otherwise stated)

	Note	For the year ended 31 March 2023	For the year ended 31 March 2022
Revenue			
Other income	24	38.07	698.82
		38.07	698.82
Expenses			
Cost of fuel, power and water consumed	25	874.68	287.72
Employee benefits expense	26	29.07	81.47
Finance costs	27	197,497.39	173,179.60
Depreciation and amortisation expense	28	18,762.11	18,790.11
Other expenses	29	3,711.89	6,513.30
		220,875.14	198,852.20
Loss before exceptional items and tax		(220,837.07)	(198,153.38)
Exceptional items	46	-	43,773.00
Loss before tax		(220,837.07)	(241,926.38)
Tax expense			
Current tax expense		-	-
Deferred tax expense		-	-
Loss for the year		(220,837.07)	(241,926.38)
Other comprehensive income			
(a) Items that will not be reclassified to profit and loss			
(i) Re-measurement of post-employment benefit obligations (net of tax)		5.16	7.69
Other comprehensive income for the year		5.16	7.69
Total comprehensive loss for the year		(220,831.91)	(241,918.69)
Loss per equity share (face value of Rs.10 each)			
Basic (Rs.)	41	(690.61)	(756.56)
Diluted (Rs.)		(690.61)	(756.56)


Significant accounting policies and accompanying notes are integral part of the financial statements.

This is the statement of profit and loss referred to in our report of even date.

For Walker Chandiok & Co LLP


Chartered Accountants

Firm Registration No.: 001076N/ N500013

Deepak Mittal

Deepak Mittal
 Partner
 Membership No. : 503843

Place: New Delhi
 Date: 04 May 2023

For and on behalf of the Board of Directors

Jeevagan Narayana Swami Nadar

Jeevagan Narayana Swami Nadar
 Director
 DIN: 02393291

Place: New Delhi
 Date: 04 May 2023

Asim Kumar De

Asim Kumar De
 Director
 DIN: 03619507

Place: Amravati
 Date: 04 May 2023



Sandeep Mittal

Sandeep Mittal
 Chief Financial Officer
 PAN: AJXPM77081I

Place: New Delhi
 Date: 04 May 2023

Karan Maken

Karan Maken
 Company Secretary
 ACS 42081

Place: New Delhi
 Date: 04 May 2023