



# ANNUAL REPORT

## 2023-24



### IRCON RENEWABLE POWER LIMITED

CIN No.: U40106DL2022GOI392384

Registered Office: C-4, District Centre Saket, New Delhi-110017



## BOARD OF DIRECTORS



**Shri Vimal Kishor Nagar**  
Chairman



**Shri Surender Singh**  
Director



**Shri B. Mugunthan**  
Director



**Shri Rohit Chandak**  
Director



**Shri Arulkumar Pudur  
Shanmugasundaram**  
Director

## CHAIRMAN'S SPEECH

*Dear Shareholders,*



It gives me immense pleasure to welcome you all on behalf of the esteemed members of the Board to the Second (2<sup>nd</sup>) Annual General Meeting (AGM) of Ircon Renewable Power Limited (IRPL). The Director's Report and the Audited Financial Statements for the FY 2023-24, are already with you and with your kind permission, I take them as read. I would like to express my sincere gratitude for making it convenient for attending the AGM.

I would like to place before you, few highlights of IRPL.

IRPL was incorporated on 13<sup>th</sup> January 2022 as a Subsidiary of Ircon International Limited ("IRCON") and a Joint Venture of IRCON & Ayana Renewable Power Private Limited (Ayana), for setting up of 500 MW Grid Connected Solar Power Plant under the Central Public Sector Undertaking (CPSU) Scheme Phase-II (Government Producer Scheme)" as per the Request for Selection (RFS) floated by Indian Renewable Energy Development Authority (IREDA) and other ancillary works in relation thereto.

The Company has decided to develop 500 MW Grid Connected Solar Power Plant in the State of Karnataka at Pavagada District and it requires approximately 2280 acres of land on lease in

this selected area to develop this plant. The Scheduled Commercial Operation Date (SCOD)/Scheduled Commissioning Date (SCD) of the Project was 30.09.2024. However, vide MNRE letter dated 05<sup>th</sup> Jul 2024, SCOD/SCD has been extended till 30 days after the likely start date of connectivity i.e upto 16.09.2025. The EPC contract for 500MW Solar Power Project was awarded to M/s KEC International Limited on 16<sup>th</sup> December 2022.

The total cost of project of Rs.2579 Crore shall be funded by (i) VGF and (ii) a mix of debt, equity and Hybrid Securities; and up to 75% of the remaining cost of project arrived post deducting the VGF amount, shall be funded by external debt from financial institution and balance 25% shall be funded by a mix of ordinary equity capital and Hybrid Security.

**Update on Construction:** The project configuration is as below:

12.5MW/15MWp – 40 Nos. blocks

PSS: 4 Power transformer, 1 bus coupler and 2-line bays

Transmission line: ~5 km

Bay extension in GSS: 2 Bays

In the above configuration, Bay extension works, Transmission Line, Bus Coupler & Line Bays has been completed for the total scope and charged on 16.07.2024. PSS is charged with 2 transformer bay and PV side is charged with 4 blocks (Blocks 1,3,6,7). In addition, construction works is under progress in remaining blocks apart from which are charged.

### **Financial Performance**

During the year, IRPL achieved Total Income of ₹16.03 Lakhs and profit/(Loss) after tax for the Financial Year 2023-24 of (₹31.29) Lakhs.

IRPL has drawn the term loan of Rs.1,25,04,35,181/ (including interest capitalized) from UBI as on 31.03.2024.

### **Compliances and Disclosures**

Compliance and Disclosures under the Companies Act, 2013 and its associated rules there under are fully being adhered to. CPSE's constituted as Special Purposed (SPV) are exempted from compliance with the DPE Guidelines on Corporate Governance for CPSEs. Hence, Corporate Governance guidelines of DPE are not applicable on your Company.

**Memorandum of Understanding (MOU):**

Your Company has requested IRCON to grant it exemption from compliance of Annual MoU exercise for the financial year 2024-25, in line with the Memorandum of Understanding (MoU) Guidelines issued by Department of Public Enterprises (DPE) dated 6<sup>th</sup> February, 2024 and IRCON vide its letters dated 21<sup>st</sup> March 2024 has granted exemption to the Company from compliance of Annual MOU exercise for the financial year 2024-25.

**Acknowledgements**

I, on behalf of Board of Directors, express my heartfelt thanks for the valuable assistance and co-operation extended to the Company by Indian Renewable Energy Development Agency (IREDA), Ircon International Limited, Ayana Renewable Power Private Limited (Ayana), Auditors of the Company and all those who have supported and guided us during the year. I express my deep gratitude to employees for their dedication, intellect, hard work. And last, but not least, I would like to thank my colleagues on the Board for their guidance and continuous support.

We look forward to your continued support in our journey ahead.

**For and on behalf of  
Ircon Renewable Power Limited**

**Sd/-  
(Vimal Kishor Nagar)  
Chairman  
DIN:10655376**

**Place: New Delhi**

**Date: 02/08/2024**



## DIRECTORS' REPORT

**Dear Members,**

Your Directors have immense pleasure in presenting the **2<sup>nd</sup> Annual Report of Ircon Renewable Power Limited (IRPL)** together with the Audited Financial Statements of the Company and Auditor's Report for the year ended 31 March, 2024.

### **1. BUSINESS OPERATIONAL HIGHLIGHTS: PRESENT STATE OF COMPANY'S AFFAIRS:**

IRPL was incorporated on 13<sup>th</sup> January 2022 as a Subsidiary of Ircon International Limited ("IRCON") and a Joint Venture of IRCON & Ayana Renewable Power Private Limited (Ayana), for setting up of 500 MW Grid Connected Solar Power Plant under the Central Public Sector Undertaking (CPSU) Scheme Phase-II (Government Producer Scheme)" as per the Request for Selection (RFS) floated by Indian Renewable Energy Development Authority (IREDA) and other ancillary works in relation thereto.

The Company has decided to develop 500 MW Grid Connected Solar Power Plant in the State of Karnataka at Pavagada District and it requires approximately 2280 acres of land on lease in this selected area to develop this plant. The Scheduled Commercial Operation Date (SCOD)/Scheduled Commissioning Date (SCD) of the Project was 30.09.2024. However, vide MNRE letter dated 05<sup>th</sup> Jul 2024, SCOD/SCD has been extended till 30 days after the likely start date of connectivity i.e upto 16.09.2025. The EPC contract for 500MW Solar Power Project was awarded to M/s KEC International Limited on 16<sup>th</sup> December 2022.

The total cost of project of Rs.2579 Crore shall be funded by (i) VGF and (ii) a mix of debt, equity and Hybrid Securities; and up to 75% of the remaining cost of project arrived post deducting the VGF amount, shall be funded by external debt from financial institution and balance 25% shall be funded by a mix of ordinary equity capital and Hybrid Security.

IRPL has drawn the term loan of Rs 1,25,04,35,181/ (including interest capitalized) from UBI as on 31.03.2024

**Update on Construction:** The project configuration is as below:

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In the above configuration, Bay extension works, Transmission Line, Bus Coupler & Line Bays has been completed for the total scope and charged on 16.07.2024. PSS is charged with 2 transformer bay and PV side is charged with 4 blocks (Blocks 1,3,6,7). In addition, construction works is under progress in remaining blocks apart from which are charged.

## 2. FINANCIAL HIGHLIGHTS:

In pursuance of the provisions enumerated under Companies (Indian Accounting Standards) Rules, 2015, the Company, has prepared its annual financial statements for the Financial Year 2023-24 as per Indian Accounting Standards (IND AS).

### Financial performance indicators as on 31<sup>st</sup> March 2024:

(Amount in ₹ In Lakh)

S.No.	Particulars	For the Year Ended 31.03.2024	For the period Ended 31.03.2023
1.	Equity Share Capital	500.00	500.00
2.	Other Equity (includes Reserves and Surplus)	12,174.92	4,971.25
3.	Net Worth	12,674.92	5,471.25
4.	Borrowings (Long term)	37,121.54	-
5.	Intangible Assets under Development	-	-
6.	<b>Total Assets and Liabilities</b>	<b>88,852.38</b>	<b>5,732.69</b>
7.	Revenue from Operations	-	-
8.	Other Income	16.03	12.02
9.	<b>Total Income (6) + (7)</b>	<b>16.03</b>	<b>12.02</b>
10.	<b>Profit Before Tax (8)-(11)</b>	(22.61)	(31.65)
11.	<b>Profit/(Loss) After Tax</b>	<b>(31.29)</b>	<b>(28.75)</b>
12.	Balance of Profit/loss for earlier years	(28.75)	-
13.	Balance carried forward	(60.04)	(28.75)

During the year, IRPL achieved Total Income of ₹16.03 Lakhs and Net Profit after tax for the Financial Year 2023-24 is (₹31.29) Lakhs.

## 3. DIVIDEND & APPROPRIATION TO RESERVE:

Your Company's Project is under implementation hence, Company has not started its commercial operations and there is no operational income/profit. Hence your Company do not propose to carry any amount to the reserves for the financial year ended March 31, 2024.



In view of the status of the Project which is in the initial stages of commencement, the Board of Directors have not recommended any dividend on the equity shares for the period under review.

As per the applicability of Ind AS, Reserves are reflected as Retained Earnings under the head "Other Equity" in Financial Statements and your Company has a debit balance of Rs.60.04 Lakhs in Retained Earnings as on 31st March 2024.

#### **4. SHARE CAPITAL/ DEMATERIALISATION:**

Your Company was incorporated with Authorized Share Capital and the Paid-up Share Capital of the Company of ₹5 Crore comprising of 50,00,000 Equity Shares of ₹10/- each. IRCON and Ayana hold a stake in the ratio of 76:24 of the paid-up share capital of the Company. During the year under review, there was no change in the share capital of your Company.

As per Rule 9A of the Companies (Prospectus and Allotment of Securities) Amendment Rules, 2019 dated 22.01.2019, the Company being a Government Company is exempted to get its securities in dematerialised form.

#### **5. CASH FLOWS FROM THE PROJECT:**

Your Company was incorporated on January 13, 2022 for setting up of 500 MW Solar Power Project which is under commissioning at Pavagada district, Karnataka. Therefore, the Net Cash Flows from operating activities for the financial year ended 31<sup>st</sup> March 2024 is ₹235.32 lakhs.

#### **6. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES:**

For the period under review, there was no Subsidiary/Joint Ventures/Associate Companies of the Company.

#### **7. BOARD OF DIRECTORS & KEY MANAGEMENT PERSONNEL:**

##### **Board of Directors:**

##### **CATEGORY & NAME OF THE DIRECTORS WITH DESIGNATION DURING THE YEAR 2023-24**

IRCON and Ayana, by virtue of the powers conferred by the Articles of Association of the Company, has nominated Directors on the Board of Directors of the Company. At present, the Board of Directors of the Company comprises of the following Non-Executive (Nominee) Directors appointed from the date of Incorporation.



Category, Name & Designation	DIN	Appointment or Cessation (during the year, if any)
<b>Dr. Subhash Chand, Chairman</b>	09466579	-
<b>Mr. Surender Singh, Director</b>	09214484	-
<b>Mr. Mugunthan Boju Gowda, Director</b>	08517013	-
<b>Mr. Rohit Chandak, Director</b>	06787745	-
<b>Mr. Arulkumar Pudur Shanmugasundaram, Director</b>	08371976	-

After the closure of the FY, Mr. Vimal Kishor Nagar, CGM/Electrical, Ircon, (DIN: 10655376) was nominated as Chairman / Part-time Director (Additional Director) of the Company in place of Dr. Subhash Chand w.e.f. 03.06.2024.

The Board placed on record its appreciation for his valuable contribution and guidance & support given by Dr. Subhash Chand during his tenure as Director of the Company.

The Company has received a notice under section 160 of the Companies Act, 2013 from Mr. Vimal Kishor Nagar giving his candidature for appointment as Director, liable to retire by rotation, in the ensuing Annual General Meeting.

In accordance with the provisions of Section 152(6) the Companies Act, 2013, all Directors of the Company shall be liable to retire by rotation at the Annual General Meeting of your Company. Mr. B. Mugunthan and Mr. Arulkumar Pudur Shanmugasundaram, Directors, shall retire by rotation at the Annual General Meeting of your Company and being eligible, offers themselves for re-appointment. The Board of Directors recommends their reappointment as Directors and their brief resume is annexed to the Notice of the Annual General Meeting

None of the Directors is disqualified from being appointed/re-appointed as Director.

#### **8. Board Meetings:**

During the period under review, the Board met Eight (8) times on 12.05.2023, 30.06.2023, 02.08.2023, 24.08.2023, 29.08.2023, 15.09.2023, 02.11.2023 and 01.02.2024. The interval between the Board Meetings was within the period prescribed under the Companies Act, 2013. The attendance detail of the Board Meetings is as follows:

Date of The Meeting	Board Strength	No. of Directors Present
12.05.2023	5	3



30.06.2023	5	5
02.08.2023	5	4
24.08.2023	5	4
29.08.2023	5	4
15.09.2023	5	4
02.11.2023	5	5
01.02.2024	5	3

The table below shows attendance of the Board members at the Board Meetings held during the period under review and their attendance in the last Annual General Meeting (AGM):

Name of Directors	Meeting Date								Whether attended last AGM	Total Board Meeting entitled to attend during FY 2023-24	No. of Board Meetings attended during FY 2023-24	% of Attendance
	12.05.2023	30.06.2023	02.08.2023	24.08.2023	29.08.2023	15.09.2023	02.11.2023	01.02.2024				
Dr. Subhash Chand	x	✓	✓	x	✓	✓	✓	x	✓	8	5	62.5
Mr. Surender Singh	x	✓	x	✓	✓	x	✓	x	✓	8	4	50
Mr. B. Mugunthan	✓	✓	✓	✓	x	✓	✓	✓	✓	8	7	87.5
Mr. Rohit Chandak	✓	✓	✓	✓	✓	✓	✓	✓	x	8	8	100
Mr. Arulkumar Pudur Shanmugasundaram	✓	✓	✓	✓	✓	✓	✓	✓	✓	8	8	100

**INDEPENDENT DIRECTORS & BOARD COMMITTEES & CORPORATE GOVERNANCE GUIDELINES ISSUED BY DPE:**

Ministry of Corporate Affairs (MCA) vide its notification dated July 05, 2017 and July 13, 2017 exempted an unlisted public company and a Joint Venture Company from the requirement of appointing Independent Directors on its Board and constitution of Audit Committee and Nomination & Remuneration Committee (NRC).

Further, in terms of Department of Public Enterprises (DPE)'s OM dated July 8-10, 2014, read with OM dated July 11, 2019, CPSE's constituted as Special Purpose Vehicle (SPV)



are exempted from compliance with the DPE Guidelines on Corporate Governance for CPSEs. Hence, CG Guidelines of DPE are not applicable on IRPL.

IRPL, an unlisted public company and a Joint Venture Company of IRCON and Ayana, is therefore, not required to appoint any Independent Director on its Board and the declaration by the Independent Directors is not applicable on the Company.

**9. DIRECTORS' RESPONSIBILITY STATEMENT:**

The Board of Directors of the Company confirms:

- a) that in the preparation of the annual financial statements for the year ended 31<sup>st</sup> March 2024, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that such accounting policies have been selected and applied consistently and judgment and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year March 31, 2024 and of the Profit & Loss of the Company for that period ended on that date;
- c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual financial statements have been prepared on a going concern basis;
- e) that proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**10. DIRECTOR'S OBSERVATION AND COMMENT'S FOR FINANCIAL STATEMENTS (EXPLANATION FOR ANY COMMENTS MADE BY AUDITORS IN THEIR REPORT):**

The Notes to Accounts forming part of the financial statements are self-explanatory and need no further explanation. There are no qualifications or adverse remarks in the Auditors' Report which require any clarification/explanation.

**11. STATUTORY AUDITOR:**

M/s Subhash Kamboj & Associates, Chartered Accountants was appointed as first Statutory Auditors, for the period from April 1, 2023 to March 31, 2024 by the Comptroller and Auditor General of India vide CAG letter No. CA. V/COY/ Central Government, IRCRPL(1)/336 dated 13.09.2023. They have confirmed by way of a written consent and certificate as required under Section 139(1) of the Companies Act, 2013.



## **12. STATUTORY AUDITORS' REPORT AND C&AG COMMENTS**

The reports of the Statutory Auditors on the Financial Statements for the period from April 1, 2023 to March 31, 2024 with nil observation are attached separately as part of the Annual Report along with Non Review Certificate received from Comptroller & Auditor General (C&AG) of India for the period from April 1, 2023 to March 31, 2024.

## **13. COST RECORDS**

Maintenance of cost records as specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013, is not applicable to the Company during Financial Year 2023-24.

## **14. SECRETARIAL AUDIT REPORT**

The requirement of obtaining a Secretarial Audit Report under Section 204 of the Companies Act, 2013 from the practicing company secretary is not applicable to the Company during the financial year 2023-24.

## **15. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013:**

There are no transactions of loans, guarantees and investments as covered under the provisions of Section 186 of the Companies Act, 2013 during the financial year under review.

## **16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

During the year, the related party transactions with the holding company, IRCON were in the ordinary course of business and on an arm's length basis and approved in terms of the Companies Act 2013. The details of the related party transactions in form AOC-2 are enclosed to this report as **Annexure – A.**

## **17. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY AFTER THE CLOSURE OF THE FINANCIAL YEAR:**

No material changes and commitments have occurred which affect the financial position of the Company between the end of the financial year and the date of this report.

## **18. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The particulars as prescribed under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are set out hereunder:



**A. Conservation of energy: -**

Your Company is engaged for setting up of 500 MW Grid Connected Solar Power Plant and project is in initial stage of commencement.

**B. Technology absorption: -**

Your Company is not engaged in any manufacturing activity and hence the furnishing of particulars is not applicable to the Company.

**C. Foreign exchange earnings and Outgo: -**

There was no Foreign Exchange Earnings and Foreign Exchange Outgo during the period under review.

**19. RISK MANAGEMENT:**

In the opinion of the Board, presently the Company does not foresee any major threat/risk to the business of the Company.

**20. CORPORATE SOCIAL RESPONSIBILITY (CSR):**

Every company having net worth of ₹500 crore or more or turnover of ₹1000 crore or more or a net profit of ₹5 crore or more during the immediately preceding FY is required to spend in every FY, at least 2% of average net profits of the company made during the immediately three preceding FY.

Since, your Company was incorporated during the FY 2022-23, and having the negative profits for FY 2022-23 and FY 2023-24, the provisions of Corporate Social Responsibility (CSR) under Section 135 of the Companies Act, 2013 were not applicable to the Company during the period under review.

**21. PARTICULARS OF EMPLOYEES:**

As per Notification dated June 5, 2015 issued by the Ministry of Corporate Affairs, Government Companies are exempted from complying with the provisions of Section 197 of the Companies Act, 2013 and corresponding rules under Chapter XIII.

IRPL being a government company is not required to disclose information on the remuneration of employees falling under the criteria prescribed under rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel), as a part of the Directors' Report.

**22. CHANGE IN THE NATURE OF BUSINESS:**



There is no change in the nature of business of the company during the period under review.

**23. PUBLIC DEPOSITS:**

During the period under review, your Company has not invited any deposits from its members pursuant to the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

**24. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has adequate system of internal financial controls with reference to financial statements. All the transactions were properly authorized, recorded and reported to the Management. The Company is following all the applicable Indian Accounting Standards for properly maintaining the books of account and reporting in the financial statements. Your Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

**25. SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

No order has been passed by the Regulators or Courts or Tribunals impacting the going concern status of the Company and its operations in future during the period under review.

**26. COMPLIANCE OF MSME GUIDELINES FOR IMPLEMENTATION OF PURCHASE PREFERENCE POLICY**

In exercise of powers conferred by section 9 of the Micro, Small and Medium Enterprise Development Act, 2006, the Central Government issued instructions that all companies registered under the Companies Act, 2013 with a turnover of more than ₹500 Crore and all CPSEs shall be required to get themselves on-boarded on the Trade Receivables Discounting System (TReDS) platform, set up as per the notification of the Reserve Bank of India. The Registrar of Companies (RoC) in each State shall be the competent authority to monitor the compliance of such instructions and also the Department of Public Enterprises, Government of India shall be the competent authority to monitor the compliance of such instructions by the CPSEs. In compliance with the above instruction, the Company has boarded on the TReDS platform w.e.f. 30.06.2022, to facilitate the financing of trade receivables of MSEs by discounting of their receivables and realisation of their payment before the due date.



**27. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

During the period under review, there was no incidence where any complaint relating to sexual harassment was reported pursuant Section 22 of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

**28. VIGIL MECHANISM:**

The provisions of Section 177(9) of the Companies Act, 2013 relating to establishing of a vigil mechanism are not applicable to company during the financial year 2023-24.

**29. RIGHT TO INFORMATION:**

During the year under review, your company has not received any application under the Right to Information Act, 2005.

**30. PERFORMANCE EVALUATION OF BOARD MEMBERS:**

Pursuant to the notification of Ministry of Corporate Affairs dated 5<sup>th</sup> June, 2015, sub-section (2), (3) & (4) of section 178 regarding the performance evaluation shall not apply to Directors of Government Company.

Being a government company and a subsidiary of IRCON, Directors of the Company are nominated by IRCON and Ayana. The evaluation of these nominated directors is done by IRCON as per pre-defined criteria in line with the guidelines of the Government of India. Hence, performance evaluation of Directors is not applicable on your Company.

**31. SECRETARIAL STANDARDS**

During the year, the Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI).

**32. APPLICATION/PROCEEDING PENDING UNDER INSOLVENCY & BANKRUPTCY CODE, 2016**

There are no proceeding initiated/ pending against the Company under the Insolvency & Bankruptcy Code, 2016 which materially impact the business of the Company.

**33. MEMORANDUM OF UNDERSTANDING (MoU):**

Pursuant to the provision of Consolidated Memorandum of Understanding (MoU) Guidelines dated 10<sup>th</sup> March, 2023 of Department of Public Enterprises (DPE), Companies, that are subsidiary company of a CPSE, will sign Annual MoU with its holding



company and holding company is free to take a decision regarding exemption from MoU for its subsidiary companies and process of exemption shall ordinarily be completed by 31<sup>st</sup> of March of the base year.

In line with the MoU Guidelines of DPE, IRCON vide its letters dated 21<sup>st</sup> March, 2024 has granted exemption to the Company from entering into MoU for the financial year 2024-25.

**34. ACKNOWLEDGEMENT:**

We thank Ircon International Limited, Ministry of New and Renewable Energy, Indian Renewable Energy Development Agency (IREDA), various other Government Agencies, Banks, Comptroller & Auditor General of India (CA&G) and Statutory Auditors, for their support, and look forward to their continued support in the future.

We thank our Contractors and Sub-contractors for their continued support during the year. We also place on record our appreciation for the contribution made by our employees at all levels. Our consistent growth was made possible by their hard work, solidarity, cooperation and support.

**For and on behalf of Board of Directors  
of IRCON Renewable Power Limited**

**Date: 02.08.2024**

**Place: New Delhi**

**Sd/-  
Vimal Kishor Nagar  
Chairman  
DIN: 10655376**



**ANNEXURE - A**

**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 transactions under third proviso thereto for the financial year 2023-24

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL
2. Details of material contracts or arrangements or transactions at arm's length basis: as follows

Sr. No	Name(s) of the related party and nature of relationship	Nature of contracts or arrangements or transactions	Duration of the contracts or arrangements or transactions	Salient terms of the Contracts or Arrangements or Transactions including the value, if any	Date(s) of approval by the Board, if any:	Amount paid as advances, if any:
1.	Ircon International Limited – Holding Company	<b>Lease Agreement</b> (To take on lease the Office Premises of IRCON)	Estimated duration: 2 years (01.04.2023 to 31.03.2025)	Lease Agreement executed on 13.01.2022 and has been renewed w.e.f. 05.04.2023 till 31.03.2025 ₹23,359/- p.m plus GST.	31.03.2023	NIL (As on Date)
2.	Ircon International Limited – Holding Company Ayana Renewable Power Private Limited- Investee Company	<b>Project Development Fees</b> (To both Ircon and Ayana)	Estimated duration: 1.5 years (April 2023 – September 2024)	Project Development Fee is payable for all the work, services, resources and efforts contributed by Ircon and Ayana in terms of service agreement. (Rs. 8,47,45,762 excluding GST is payable as at 31.03.2024)	12.05.2023	Nil

For and on behalf of Board of Directors  
of Ircon Renewable Power Limited

Sd/-  
Vimal Kishor Nagar  
Chairman  
DIN: 10655376

Date: 02.08.2024  
Place: New Delhi



**Subhash Kamboj & Associates**  
CHARTERED ACCOUNTANTS

111, B.D. Chambers  
10/54, D.B. Gupta Road  
Karol Bagh, New Delhi – 110005  
Phones: 45026644  
Mobile No: 98103-10114  
E-Mail: caskamboj@gmail.com

**INDEPENDENT AUDITORS'REPORT  
TO THE MEMBERS OF IRCON RENEWABLE POWER LIMITED**

**Report on the Audit of the Ind AS Financial Statements**

**Opinion**

We have audited the Ind AS financial statements of **IRCON RENEWABLE POWER LIMITED** (the "Company"), which comprise the Balance Sheet as at 31st March 2024, 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 the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, 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 Ind AS financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind AS 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 independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules 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.



### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS Financial Statements of the current period. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no Key Audit Matters to communicate in our report.

### **Information Other than the Ind AS 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 Company's annual report but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the Ind AS 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 Ind AS 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.

### **Responsibilities of Management and Those Charged with Governance for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.

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.

In preparing the Ind AS 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 also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Ind AS 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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 Ind AS 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Ind AS financial statements of the current period and are therefore the key



audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **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 of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure A**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, 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), and the Cash Flow Statement and the Statement of Change in Equity dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. Being a government company, provision of section 164(2) of the Act are not applicable pursuant to the notification No. G.S.R.463(E) dated 5th June 2015, issued by the Central Government of India.
  - 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. Being a government company, provision of section 197 of the Act are not applicable vide notification no. GSR 463 (E) dated 5th June 2015, issued by the Central Government of India.
  - 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 does not have any pending litigations which would have a material impact on its financial position.
- ii. Based on the assessment made by the Company, there are no material foreseeable losses on long-term contracts that may require any provisioning. The Company did not have any derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were 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 and (b) above, contain any material



misstatement.

- v. The Company has not proposed, declared or paid any final or interim dividend during the period and until the date of this report, therefore, the reporting under clause is not applicable.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. [ Additionally, the audit trail has been preserved by the company as per the statutory requirements for record retention].
3. As required by Section 143(5) of the Act and as per directions issued by Comptroller and Auditor General of India, we report that:

S.No	Directions	Auditor's Replies
1.	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the Integrity of the accounts along with the financial implications, if any, may be stated.	The Company has SAP system to process all the accounting transactions and used for preparation of the financial accounts..
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government company, then this direction is also applicable for statutory	No, Company is having no case of any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan.



	auditor of lender company).	
3.	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation	According to the information and explanation given to us and as per our examination of records, Viability Gap Funding (VGF) of Rs 11,235 lakhs has been received from IREDA on 05.09.2023 and the same has been properly accounted for/utilized as per its term and conditions.

For Subhash Kamboj & Associates  
Chartered Accountants  
Firm Registration No: 013725N

*Subhash Kamboj*



(Partner)

Membership No: 092976

UDIN- 24092976 BKDGMH 4552

Place: New Delhi

Date: 10.05.2024

**(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Ircon Renewable Power Limited of even date)**

To the best of our information and according to the explanation provided to us by the Company and the books of accounts and records examined by us in the normal course of audit, we stated that:

- (i). In respect of the company's Property, Plant and Equipment and Intangible Assets:
  - a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.  
(B) The Company has no intangible asset. Accordingly, the requirement to report on this clause of the Order is not applicable to the Company.
  - b) The Property, Plant and Equipment and were physically verified by the management during the year and no material discrepancies were noticed on such verifications.
  - c) The title deeds of all the immovable properties disclosed in the note 3 to the financial statement included under Property, plant and equipment are held in the name of the Company as at the balance sheet date.
  - d) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions Act,1988 and rules made thereunder.
- ii) a) The Company does not have any inventory. Accordingly, the requirement to report on clause 3(ii) (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 been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks (but the same has yet to be availed) on the basis of security of project assets and cashflows. In our opinion, the quarterly returns or statements filed by the Company with such banks are in agreement with the books of account of the Company.
- (iii). The Company has not made any investment in, provided any guarantee or securities or granted any loans or advances in the nature of loans,



secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Accordingly, the requirement to report under clause 3(iii)(a) ( b ) ( c ) ( d ) ( e ) ( f ) of the Order is not applicable to the Company.

- (iv). The Company has not given any Loans, investments, guarantees and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable. Accordingly, clause 3(v) of the Order is not applicable to the Company.
- (v). The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act, and rules made there under, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi). The maintenance of cost records has been specified by the Central Government under Section 148(1) of the Companies Act, is not applicable to the Company .
- (vii).
  - a) The Company is regular in depositing undisputed statutory dues including provident fund, income tax, goods and service tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable with the appropriate authorities. Employees State Insurance is not applicable to the Company. According to the information and explanation given to us and based on audit procedures performed by us, there are no undisputed statutory dues which were outstanding as on 31.03.2024 for a period of more than six months from the date the same become payable.
  - b) According to the information and explanations given to us and on the basis of our examination of records of the Company, there are no statutory dues relating to 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 any other statutory dues which have not been deposited on account of any dispute.
- (viii). There were no transactions which were not recorded in the books of accounts that have been surrendered or disclosed as income during the



year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

- (ix). a) The Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) The Company has not been declared willful defaulter by any bank or financial institution or other lender.
- c) The Company did not have any term loans whose utilization was outstanding during the year hence, the requirement to report under clause 3(ix)(c) of the Order is not applicable to the Company.
- d) The company has not raised any short- term funds during the year hence, the requirement to report under clause 3(ix)(d) of the Order is not applicable to the Company.
- e) 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 and joint ventures. The Company does not have any investment in any associate or joint venture (as defined in the Act) during the year ended 31<sup>st</sup> March 2024.
- f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries or joint venture companies and hence, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.
- (x). a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partially or optionally convertible) during the year and hence reporting under



clause 3(x)(b) of the Order is not applicable.

- (xi). a) No fraud by the Company or no fraud on the Company has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed by cost auditor/ secretarial auditor or by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) We have taken into consideration the whistle blower complaints received by the Company during the year, while determining the nature, timing and extent of our audit procedures.
- (xii). The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirements to report on clause under para 3(xii) (a), (b) & (c) of the Order is not applicable to the Company.
- (xiii). Transactions with related parties are in compliance with sections 177 and 188 of the Companies Act, where applicable and the details have been disclosed in notes to the financial statements, etc. as required by the applicable accounting standards.
- (xiv). a) The Company has an internal audit system commensurate with the size and the nature of its business.
- b) The internal audit reports of the company issued till date of the audit report, for the period under audit have been considered by us.
- (xv). The Company has not entered into any non-cash transactions with its directors or persons connected with its directors or persons connected with its directors and hence requirements to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi). a) The Company is not required to be registered under section 45- IA of the Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, the requirement to report, 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 obtained 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 (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.

d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on 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 the statutory auditors during the year. and accordingly, requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

(xix). On the basis of the financial ratios disclosed in note 32 to the financial statements, 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 indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, 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 date, will get discharged by the Company as and when they fall due.

(xx). a) In respect of other than ongoing projects, there are no unspent amounts requiring a transfer to a Fund specified in Schedule VII to the



Companies Act in compliance with second proviso to sub section (5) of Section 135 of the said Act. Accordingly, the requirement to report on clause 3(xx) (a) of the Order is not applicable.

b) There are no unspent amount in respect of ongoing projects, that are required to be transferred to a Special account in compliance with the provision of section 135 of the said Act. Accordingly, the requirement to report on clause 3(xx)(b) of the Order is not applicable.

(xxi). The Company does not have Consolidated Financial Statements, hence this clause of the order is not applicable to the Company.

For Subhash Kamboj & Associates  
Chartered Accountants  
Firm Registration No: 013725N



(Partner)

Membership No: 092976

UDIN-84092976 BKDG MH 4552

Place: New Delhi  
Date: 10.05.2024



**Annexure B” to the Independent Auditors’ Report of even date on the Ind AS Financial Statements of Ircon Renewable Power Limited for the period ended 31<sup>st</sup> March, 2024.**

**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 **Ircon Renewable Power Limited** (“the Company”) as of March 31, 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended 31<sup>st</sup> March 2024.

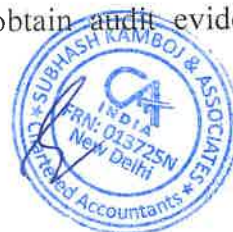
**Management’s Responsibility for Internal Financial Controls**

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

**Auditor’s Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the



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

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

#### **Meaning of Internal Financial Controls Over Financial Reporting**

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

#### **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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial



controls over financial reporting were operating effectively as at March 31, 2024, "based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For Subhash Kamboj & Associates  
Chartered Accountants  
Firm Registration No: 013725N



(Partner)

Membership No: 092976

UDIN- 24092976 BKDGMH 4552

Place: New Delhi  
Date: 10.05.2024

**Ireon Renewable Power Limited**  
**CIN:- U40 106DL2022GOI392384**  
**BALANCE SHEET AS AT 31st March 2024**

Particulars	Note No.	(₹. in Lakhs)	(₹. in Lakhs)
		As at 31st March 24	As at 31st March 23
<b>I. ASSETS</b>			
<b>1 Non-Current Assets</b>			
(a) Property, Plant and Equipment	3	146.61	-
(b) Capital Work-in-Progress	4	54,658.06	850.52
(c) Deferred Tax Assets (Net)	5	6.20	5.92
(d) Other Non-Current Assets	6	31,558.87	4,359.99
<b>Total Non-Current Assets</b>		<u>86,369.74</u>	<u>5,216.43</u>
<b>2 Current Assets</b>			
(a) Financial Assets	7		
(i) Cash and Cash Equivalents	7.1	941.24	497.40
(ii) Other Financial Assets	7.2	1.69	-
(b) Current Tax Assets (Net)	8	12.19	0.97
(c) Other Current Assets	9	1,527.52	17.89
<b>Total Current Assets</b>		<u>2,482.64</u>	<u>516.26</u>
<b>Total Assets</b>		<u><b>88,852.38</b></u>	<u><b>5,732.69</b></u>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Equity Share Capital	10	500.00	500.00
(b) Other Equity	11	12,174.92	4,971.25
<b>Total Equity</b>		<u>12,674.92</u>	<u>5,471.25</u>
<b>2 Liabilities</b>			
<b>(i) Non-Current Liabilities</b>			
(a) Financial Liabilities	12		
(i) Borrowings	12.1	37,121.54	-
<b>Total Non-Current Liabilities</b>		<u>37,121.54</u>	<u>-</u>
<b>(ii) Current Liabilities</b>			
(a) Financial Liabilities	13		
(i) Trade Payables			
- Total Outstanding Dues of Micro Enterprises and Small Enterprises	13.1	19.64	213.32
- Total Outstanding Dues of Creditors Other than of Micro Enterprises and Small Enterprises	13.2	26,976.22	40.84
(ii) Other Financial Liabilities	14	12,060.06	7.28
(b) Other Current Liabilities			
<b>Total Current Liabilities</b>		<u>39,055.92</u>	<u>261.44</u>
<b>Total Equity and Liabilities</b>		<u><b>88,852.38</b></u>	<u><b>5,732.69</b></u>
III. Summary of Material Accounting Policies	1 - 2		

IV. Notes forming part of Financial Statements  
As per our report of even date attached

3 - 35  
For and on behalf of Board of Directors

For Subhash Kamboj & Associates  
Chartered Accountants  
FRN 013725N

Subhash Chander Kamboj  
(Partner)  
M. No. 092976  
UDIN 240929755K001MH4552



*[Signature]*  
B Mugunthan  
(Director)  
(DIN:-08517013)

*[Signature]*  
Rohit Chandak  
(Director)  
(DIN:-06787745)

Place : New Delhi  
Date : 10/05/2024



Iron Renewable Power Limited

CIN:- U40106DL2022GOI392384

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2024

		(₹. in Lakhs)	(₹. in Lakhs)
Particulars	Note No.	For the year ended 31st March 24	For the period ended on 31st March 23
I. Revenue :			
Revenue from operations		-	-
II. Other income	15	16.03	12.02
III. Total Income (I + II)		16.03	12.02
IV. Expenses:			
Employee Benefits Expenses	16	14.62	-
Finance Costs	17	0.01	-
Depreciation, Amortisation and Impairment	18	0.12	-
Other Expenses	19	23.39	43.66
Total Expenses (IV)		38.64	43.66
V. Profit Before exceptional items and Tax (III - IV)		(22.61)	(31.65)
VI. Exceptional items		-	-
VII. Profit before tax (V + VI)		(22.61)	(31.65)
VIII. Tax expenses:			
(1) Current tax			
- For the year		11.98	(3.02)
- For earlier years (net)		(3.02)	-
(2) Deferred tax (net)	5	(0.28)	5.92
Total Tax Expense		8.68	2.89
IX. Profit for the year from continuing operation (VII - VIII)		(31.29)	(28.75)
X. Other Comprehensive Income			
A. (i) Items that will not be reclassified to profit or loss		-	-
(ii) Income Tax relating to Items that will not be reclassified to profit or loss		-	-
B. (i) Items that will be reclassified to profit or loss		-	-
(ii) Income Tax relating to Items that will be reclassified to profit or loss		-	-
XI. Total Comprehensive Income for the year (IX + X) (Comprising profit/(loss) and other comprehensive income for the year, net of tax)		(31.29)	(28.75)
XII. Earnings Per Equity Share: (For Continuing Operation)			
(1) Basic	25	(0.63)	(0.58)
(2) Diluted	25	(0.63)	(0.58)
Face Value Per Equity Share		10.00	10.00
XIII. Summary of Material Accounting policies	1 - 2		
XIV. Notes forming part of financial statements	3 - 35		

As per our Report of even date attached

For and on behalf of Board of Directors

For Subhash Kamboj & Associates

Chartered Accountants

FRN 013725N

Subhash Chander Kamboj

(Partner)

M. No. 092976

UDIN 24092976BK0GMH4552

Place : New Delhi

Date : 10/05/2024



*[Signature]*  
B Mugunthan  
(Director)  
(DIN:-08517013)

*[Signature]*  
Rohit Chandak  
(Director)  
(DIN:-06787745)



Ircor Renewable Power Limited  
CIN:- U40106DL2022GOI392384

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31st MARCH 2024

Particulars		(₹. in Lakhs)	(₹. in Lakhs)
		For the period ended 31st March 2024	For the period ended on 31st March 23
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net Profit before taxation		(23.61)	(31.65)
Adjustment for :			
Depreciation, amortization and impairment		0.12	
Interest Income		(13.58)	(2.14)
<b>Operating Profit before Current /Non-Current Assets and Liabilities</b>	<b>(1)</b>	<b>(36.07)</b>	<b>(33.79)</b>
Adjustment for :			
Decrease / (Increase) in Other Assets & Financial Assets		(27,279.14)	(4,377.88)
(Decrease) / Increase in Trade Payables		(193.67)	213.32
(Decrease) / Increase in Other Liabilities, Financial Liabilities & Provisions		27,753.16	48.12
	<b>(2)</b>	<b>280.35</b>	<b>(4,116.43)</b>
<b>Cash Generated From Operations</b>	<b>(1+2)</b>	<b>244.28</b>	<b>(4,150.22)</b>
Income Tax (Paid)/Refund received		(8.96)	(4.00)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(A)</b>	<b>235.32</b>	<b>(4,154.22)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of Property, Plant and Equipment including CWIP		(53,826.88)	(850.53)
Viability Gap Funding received from IREDA		11,235.00	
Interest Received		89.21	2.14
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>(B)</b>	<b>(42,502.67)</b>	<b>(848.39)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Interest on LC Bill Discounting		(1,645.30)	-
Borrowing		37,121.53	-
Proceeds from fresh issue of Share Capital		-	500.00
Receipts of interest free loan/Deemed Equity		-	-
-Ircor International Limited		5,023.60	3,800.00
-Ayana Renewable Power Limited		2,211.36	1,200.00
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>(C)</b>	<b>42,711.19</b>	<b>5,500.00</b>
Effect of Exchange differences on translation of Foreign Currency Cash & Cash Equivalents	<b>(D)</b>	-	-
<b>NET DECREASE IN CASH &amp; CASH EQUIVALENTS</b>	<b>(A+B+C+D)</b>	<b>443.84</b>	<b>497.40</b>
<b>OPENING CASH AND CASH EQUIVALENTS</b>			
Cash Balances	<b>(E)</b>	497.40	-
<b>CLOSING CASH AND CASH EQUIVALENTS</b>			
	<b>(F)</b>	941.24	497.40
<b>NET INCREASE / (DECREASE) IN CASH &amp; CASH EQUIVALENTS</b>	<b>(F-E)</b>	<b>443.84</b>	<b>497.40</b>

Notes

- The above Cash flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS) - 7 on Statement of
- Reconciliation of Cash and Cash Equivalents and Components of Cash and Cash Equivalents included in the above Standalone Statement of Cash Flows

Particulars	(₹. in Lakhs)	(₹. in Lakhs)
	As at 31st March 24	As at 31st March 23
Cash in hand		
Cheques/drafts in hand		



(₹. in Lakhs)

(₹. in Lakhs)

As at 31st March 24

As at 31st March 23

*[Handwritten Signature]*



*[Handwritten Signature]*

Remittance in Transit		
Balances with banks:		
- On current accounts	370.18	(25.20)
- Flexi Accounts	271.00	302.71
- Deposits with original maturity of less than 3 months	300.00	219.89
<b>Total Cash and Cash Equivalents as per Balance Sheet and Standalone Statement of Cash Flows</b>	<b>941.24</b>	<b>497.40</b>

3. Reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities:

Particulars	Rs in Lakhs	
		Borrowings
As at 13th January 2022		-
(a) Cashflows during the year		-
(b) Non cash changes during the year due to :		-
Transfer to Deemed Capital Contribution		-
Interest Unwinding on Loan		-
As at 31st March 2023		-
(a) Cashflows during the year		37,121.53
(b) Non cash changes during the year due to :		-
Transfer to Deemed Capital Contribution		-
Interest Unwinding on Loan		-
As at 31st March 2024		37,121.53

4. Figures in brackets represent outflow of cash.

5. Figures of the previous year have been regrouped / recasted / restated wherever necessary.

As per our Report of even date attached

For and on behalf of Board of Directors

For Subhash Kamboj & Associates  
Chartered Accountants

FRN 013725N

Subhash Chander Kamboj  
(Partner)

M. No. 092976

UDIN 24092976 BKDGMH4552



B Mugunthan  
(Director)  
(DIN:-08517013)

Rohit Chandak  
(Director)  
(DIN:-86787745)

Place : New Delhi

Date : 10/05/2024



**Ireon Renewable Power Limited**  
 CIN:- 040106DL2022GOI392394  
**STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2024**

**A. Equity Share Capital**  
 For the year ended 31st March 2024

(₹. in Lakhs)

Particulars	Balance as at the beginning of 1st April 2023	Change in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity during the year	Balance as at 31st March, 2024
Equity Shares (in Numbers)	50,00,000	-	50,00,000	-	50,00,000
(Amount)	500.00	-	500.00	-	500.00

For the period ended on 31st March 2023

Particulars	Balance as at the beginning of 1st April 2022	Change in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity during the year	Balance as at 31st March, 2023
Equity Shares (in Numbers)	-	-	-	50,00,000	50,00,000
(Amount)	-	-	-	500.00	500.00

**B. Other Equity**

For the year ended 31st March 2024

(₹. in Lakhs)

Particulars	Reserves & Surplus	Deemed Capital Contribution (See Note Below)	Total
	Retained Earnings		
Balance as at 1 April, 2023	28.75	5,000.00	4,971.25
Changes in accounting policy or prior period errors	-	-	-
Balance as at 1 April, 2023	28.75	5,000.00	4,971.25
Profit for the year	(31.29)	-	(31.29)
Deemed Capital Contribution- Additions/ Reductions	-	7,234.96	7,234.96
Other Comprehensive Income	-	-	-
Remeasurement of Defined Benefit Plans	-	-	-
Foreign Exchange translation difference	-	-	-
Total Comprehensive Income for the period	(31.29)	-	(31.29)
Dividends Paid	-	-	-
Dividend Distribution Tax	(60.04)	-	(60.04)
Balance as at March 31, 2024	(60.04)	12,234.96	12,174.92

For the period ended on 31st March 2023

(₹. in Lakhs)

Particulars	Reserves & Surplus	Deemed Capital Contribution (See Note Below)	Total
	Retained Earnings		
Balance as at 13 January, 2022	-	-	-
Changes in accounting policy or prior period errors	-	-	-
Balance as at 13 January, 2022	-	-	-
Profit for the year	28.75	-	28.75
Deemed Capital Contribution- Additions/ Reductions	-	5,000.00	5,000.00
Other Comprehensive Income	-	-	-
Remeasurement of Defined Benefit Plans	-	-	-
Foreign Exchange translation difference	-	-	-
Total Comprehensive Income for the period	28.75	5,000.00	4,971.25
Dividends Paid	-	-	-
Dividend Distribution Tax	-	-	-
Balance as at March 31, 2023	28.75	5,000.00	4,971.25

**Deemed Equity**

Note: The Company has received interest free loan from Ireon International Limited and Avana Renewable Power Private Limited and treated it as Deemed equity in terms of the definition of Equity as defined in the Ind AS 32 and as per the terms of share subscription & shareholder agreement entered into by Ireon International Ltd & Avana Renewable Power Private Limited. Deemed Equity is contributed in proportion to the Share Capital of each of the promoters.

As per our Report of even date attached

For and on behalf of Board of Directors

For Subhash Karboj & Associates  
 Chartered Accountants  
 FRN 013725N  
  
 Subhash Chander Karboj  
 (Partner)  
 M. No. 092976  
 UDIN: 24092976100510000000000000000000  
 Place : New Delhi  
 Date : 10/05/2024



  
 B. Mahalingam  
 (Director)  
 (DIN:-08517013)

  
 Rohit Chandak  
 (Director)  
 (DIN:-06787745)



## Ircon Renewable Power Limited

Notes to financial statements for the year ended March 31, 2024

### 1. Corporate Information

Ircon Renewable Power Limited ("IRPL", "the Company"), a subsidiary of Ircon International Limited ("IRCON"), was incorporated on January 13, 2022 (CIN: U40106DL2022GOI392384) with an initial authorized share capital of INR 500.00 Lakhs as a Special Purpose Vehicle company jointly by IRCON and Ayana Renewable Power Private Limited ("Ayana"). The Company has been incorporated under the provisions of Companies Act, 2013, to undertake the object of "Setting up of 500 MW Grid Connected Solar Power Plant under the Central Public Sector Undertaking (CPSU) Scheme Phase-II (Government Producer Scheme)" as per the terms and conditions of RFS No: 23016/1/2020-IREDNRFs/5000MW/012021 floated by Indian Renewable Energy Development Authority ("IREDA"). The Company had entered into Power Purchase Agreement with South Western Railways, Bangalore division for supply of electricity produced from its Solar Power Plant at a fixed tariff rate for the period of 25 years ("PPA"). The registered office of the Company is C-4, District Centre, Saket, New Delhi-110017.

The presentation and functional currency of the Company is Indian Rupees (INR). Figures in financial statements are presented in Lakhs, by rounding off up to two decimals except for per share data and as otherwise stated.

The Financial Statements are approved for issue by the Company's Board of Director's in their meeting held on May 10, 2024.

### 2. Material Accounting Policies

#### 2.1 Basis of preparation

The financial statements of the Company have been prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 read together with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the financial statements.

The financial statements have been prepared on a going concern basis following accrual system of accounting. The Company has adopted the historical cost basis for assets and liabilities, except for the following assets and liabilities which have been measured at fair value:

- Provisions, where the effect of time value of money is material, are measured at present value.
- Certain financial assets and liabilities measured at fair value.

#### 2.2 Summary of Material accounting policies

A summary of the Material accounting policies applied in the preparation of the financial statements are as given below. These accounting policies have been applied consistently to all periods presented in the financial statements.

##### 2.2.1 Current vs non-current classification

Based on the time involved between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has identified twelve months as its operating cycle for determining current and non-current classification of assets and liabilities in the balance sheet.



## 2.2.2 Property, plant and equipment (including Capital work in progress)

### Recognition and Measurement

Capital work in progress is stated at cost, net of accumulated impairment loss, if any. Further, Plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects, if the recognition criteria are met.

### Depreciation and useful lives

Depreciation on property, plant and equipment (excluding freehold land) is provided on straight line basis over the estimated useful lives of the assets (as specified in Schedule II of the Companies Act, 2013) as follows:

- ▶ Computers 3 years
- ▶ Furniture & Fixtures 10 years

The Company, based on technical assessment made by technical expert and management estimate, depreciates certain items of property, plant and equipment over estimated useful lives which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used:

- ▶ Computers 3 years
- ▶ Furniture & Fixtures 10 years

Property, plant and equipment acquired during the year, individually costing up to INR 0.05 Lakhs are fully depreciated, by keeping Re. 1 as token value for identification.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted prospectively, if appropriate. In particular, the Company considers the impact of health, safety and environmental legislation in its assessment of expected useful lives and estimated residual values. The residual value of an asset is kept at 5% of the original cost of the asset as specified in Schedule II of the Companies Act, 2013.

## 2.2.3 Impairment of non-financial assets

At each reporting date, the Company assesses, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount and the impairment loss is recognized in the statement of profit and loss.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.



#### 2.2.4 Borrowing cost

Borrowing costs directly attributable to the acquisition, construction or production of solar power plant are capitalized as part of the cost of the plant since it takes a substantial period of time to get ready for its intended use or sale. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

#### 2.2.5 Taxes

Tax expense comprises current tax expense and deferred tax.

##### a) Current income Tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in India.

Current income tax is recognized in statement of profit and loss except to the extent it relates to items recognized outside profit or loss in which case it is recognized outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity. Management evaluates on quarterly basis, positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

##### b) Deferred Tax

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

Deferred tax assets and liabilities are recognized where the carrying amount of an asset or liability in the statement of financial position differs from its tax base.

Recognition of deferred tax assets is restricted to those instances where it is probable that taxable profit will be available against which the difference can be utilized.

The amount of the asset or liability is determined using tax rates that have been enacted or substantively enacted by the reporting date and are expected to apply when the deferred tax liabilities/(assets) are settled/(recovered).

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.



### **2.2.6 Cash and cash equivalents**

Cash and cash equivalent include cash on hand, cash at banks, net of outstanding bank overdrafts and short-term deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

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

### **2.2.7 Provisions and contingent liabilities**

#### **General**

#### **Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, considering the risk and uncertainties surrounding the obligation.

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

#### **Contingent liabilities**

Contingent liability is-

- (a) a possible obligation arising from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or
- (b) a present obligation that arises from past events but is not recognized because
  - it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or
  - the amount of the obligation cannot be measured with sufficient reliability.

The Company does not recognize a contingent liability but discloses the same as per the requirements of Ind AS 37.

Provisions and contingent liabilities are reviewed at each Balance Sheet date.

### **2.2.8 Leases**

The company has lease arrangements for land with various farmers. Lease terms are negotiated locally and subject to local rules and regulations. At the inception of an agreement, the company assesses whether the agreement qualifies definition of a contract (as given under Ind AS 116) and if yes, then whether the contract is, or contains, a lease. That is, first of all an agreement must qualify as a contract (as per Ind AS 116) and secondly it should convey the right to control the use of an identified asset for a period in exchange for consideration.



### 2.2.9 Financial instruments

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

#### a) Financial assets

##### Initial recognition and measurement

With the exception of trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient, all Financial assets are recognised initially at fair value plus transaction cost that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit and loss). Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in statement of profit and loss.

Trade receivables that do not contain a significant financing component or for which the Company has applied the practical expedient are measured at the transaction price determined under Ind AS 115.

##### Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

1. Financial assets at amortized cost (debt instruments)
2. Financial assets at fair value through other comprehensive income (FVTOCI) with recycling of cumulative gains and losses (debt instruments)
3. Financial assets designated at fair value through OCI with no recycling of cumulative gains and losses upon derecognition (equity instruments)
4. Financial assets at fair value through profit or loss

As at March 31, 2024 and March 31, 2023, the Company does not have any financial assets under category 2, 3 and 4 above.

##### Debt instruments at amortized cost

After initial measurement, the financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance income in the profit or loss. The losses arising from impairment are recognized in the profit or loss.

#### b) Financial liabilities

##### Initial recognition and measurement

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

The Company's financial liabilities include trade and other payables, borrowings, capital creditors, other financial liabilities etc.

##### Subsequent measurement

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



- **Financial liabilities at fair value through profit or loss ("FVTPL")**

The Company has not designated any financial liabilities at FVTPL.

- **Financial liabilities at amortized cost**

Borrowings, trade payables, capital creditors and other financial liabilities

After initial recognition, borrowings (including hybrid securities), trade payables, capital creditors and other financial liabilities are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in statement of profit or loss when the liabilities are de-recognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

Derecognition of financial liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability, the difference in the respective carrying amounts is recognized in the statement of profit and loss.

Similarly, when an existing financial liability is replaced by another from a different lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability, the difference in the respective carrying amounts is recognized in the statement of profit and loss. This policy generally applies to payables/capital creditors against which letter of credit backed bill discounting facility is availed by the Company. For more information refer Note XX.

**c) Offsetting of financial instruments**

Financial assets and financial liabilities are offset, and the net amount is reported in the balance sheet if there is a currently enforceable contractual legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

**2.2.10 Prior Period Adjustment**

Errors/omissions discovered in the current year relating to prior periods are treated as immaterial and adjusted during the current year, if all such errors and omissions in aggregate does not exceed 0.50% of total operating revenue as per last audited financial statement of the Company, however, till the solar power plant gets commissioned to its full capacity, the above threshold is adjusted to 0.50% of total assets.

**2.2.11 Government Grants**

Government grants are recognized where there is reasonable assurance that the grant will be received, and all attached conditions will be complied with. When the grant relates to an asset, the Company presents the grant in the balance sheet as deferred income, which is recognized in the statement of profit and loss on a systematic basis over the useful life of the asset.

Interest income earned on the temporary investment of capital government grant pending its utilization is deducted from the costs of the asset against which grant is received.



### **2.2.12 Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss of the Company (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

### **2.2.13 Significant accounting estimates and judgments**

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Other disclosures relating to the Company's exposure to risks and uncertainties includes:

- Capital management Note 26
- Financial risk management objectives and policies Note 26
- Sensitivity analyses disclosures Note 26

### **Estimates and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

### **Contingencies**

There are certain obligations which management has concluded based on all available facts and circumstances are not probable of payment or difficult to quantify reliably and such obligations are treated as contingent liabilities and disclosed in notes. Although there can be no assurance of the final outcome of such obligation, it is not expected that such contingencies will have material effect on the Company's financial position.

### **Taxes**

Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

The Company has INR 10.88 lacs (31 March 2023: INR 10.88 lacs) of tax losses carried forward. These losses expire in 8 years and may be used to offset taxable income. The Company has taxable temporary difference as well as tax planning opportunities available that could partly support the recognition of these losses as deferred tax assets. On this basis, the Company has determined that it can recognize deferred tax assets on the tax losses carried forward.

Further details on taxes are disclosed in Note 5.



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**Iron Renewable Power Limited**

**Notes to financial statements for the year ended March 31, 2024**

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***Impairment of non-financial assets***

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a DCF model. The recoverable amount is sensitive to the discount rate used for the DCF model as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.



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**Ircon Renewable Power Limited**  
**CIN:- U40106DL2022GOI392384**  
**Notes to Financial Statements for the year ended March 31, 2024**

**3 Property, Plant and Equipment**

(Rs. in Lakhs)

	Freehold Land	Computers	Furniture & Fixtures	Total
<b>A) Gross Carrying Amount (At Cost)</b>				
At 13 January 2022	-	-	-	-
Additions	-	-	-	-
Disposals/Adjustments	-	-	-	-
Transfer to Right-to-use Assets	-	-	-	-
Transfer to Asset held for sale	-	-	-	-
Exchange (Gain) / Loss	-	-	-	-
At 31 March 2023	-	-	-	-
Transfer to Right-to-use Assets	-	-	-	-
At 1st April 2023	-	-	-	-
Additions	145.91	0.46	0.36	146.73
Disposals/Adjustments	-	-	-	-
Transfer to Asset held for sale	-	-	-	-
Exchange (Gain) / Loss	-	-	-	-
At 31st March 2024	145.91	0.46	0.36	146.73
<b>B) Depreciation and impairment</b>				
At 13 January 2022	-	-	-	-
Depreciation charge for the year	-	-	-	-
Impairment	-	-	-	-
Disposals/Adjustments	-	-	-	-
Transfer to Right-to-use Assets	-	-	-	-
Transfer to Asset held for sale	-	-	-	-
Exchange (Gain) / Loss	-	-	-	-
At 31 March 2023	-	-	0.00	0.00
Transfer to Right-to-use Assets	-	-	-	-
At 1st April 2023	-	-	-	-
Depreciation charge for the year	-	0.08	0.04	0.12
Impairment	-	-	-	-
Disposals/Adjustments	-	-	-	-
Exchange (Gain) / Loss	-	-	-	-
At 31st March 2024	-	0.08	0.04	0.12
<b>C) Net book value</b>				
At 31st March 2024	145.91	0.38	0.32	146.61
At 31 March 2023	-	-	-	-
At 13 January 2022	-	-	-	-

**Foot Notes:-**

i) Depreciation and impairment on Property, Plant & Equipment for the year debited to Statement of Profit and Loss are as follows:-

Description	For the year ended 31st March 2024	For the period ended 31st March 2023
Depreciation on Tangible Assets	0.12	-
Impairment Loss	-	-
Total	0.12	-



*K*



**Iron Renewable Power Limited**  
**CIN:- U40106DL2022GOI392384**  
**Notes to Financial Statements for the year ended March 31, 2024**

(₹ In Lakhs)	
Particulars	Amount
As at 13th January 2022 (Date of Incorporation of Company)	-
Add: Additions during the year	850.52
Capitalised during the year	-
As at 31st March 2023	850.52
Additions during the year	53,814.32
Capitalised during the year	-
Adjustments during the year	(6.78)
As at 31st March 2024	54,658.06
<u>Net Book Value</u>	
As at 31st March 2024	54,658.06
As at 31st March 2023	850.52

**Notes:**

- The Company is constructing solar power plant. This project is expected to be completed in 30th September 2024. The carrying amount of the solar power plant (capital-work-in-progress) facility at 31 March 2024 was ₹ 54,658.06 Lakhs (31 March 2023: ₹ 850.52 lakhs).
- The amount of borrowing cost added to Capital Work in progress during the year 31st March 2024 was ₹ 433.33 Lakhs (31st March 2023: ₹ NIL ). The rate used to determine the amount of borrowing costs eligible for Capital work in progress was 7.78 %, which is the effective interest rate of the specific borrowings.
- During the year interest earned amounting to ₹. 75.59 lakhs on temporary investments on Government Grants is adjusted against CWIP.
- The Ageing Schedule of Capital -work-in progress for the year ended on 31st March 2024 is as follows.

Particulars	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
<b>As at March 31, 2024</b>					
Projects in progress	53,807.54	850.52	-	-	54,658.06
Projects temporarily suspended	-	-	-	-	-
	<b>53,807.54</b>	<b>850.52</b>	<b>-</b>	<b>-</b>	<b>54,658.06</b>
<b>As at March 31, 2023</b>					
Projects in progress	247.66	602.86	-	-	850.52
Projects temporarily suspended	-	-	-	-	-
<b>Total</b>	<b>247.66</b>	<b>602.86</b>	<b>-</b>	<b>-</b>	<b>850.52</b>

- There are no projects where activity has been suspended.
- The projects has not exceeded its original cost.



**Icon Renewable Power Limited**  
**CIN:- U40106DL2022GOI392384**  
**Notes to Financial Statements for the year ended March 31, 2024**

**5 Deferred Tax Assets and Income Tax**  
 Disclosure pursuant to Ind AS 12 "Income Taxes"

(a) The major components of income tax expense for the year ended 31st March 2024 and 31st March 2023 are :

S.No.	Particulars	For the year ended	
		31 March 2024	31 March 2023
1	<b>Profit and Loss Section</b>		
	Current income tax :		
	Current income tax charge	11.98	(3.02)
	Adjustment in respect of current tax of previous year	(3.02)	-
	Deferred tax :		
	Relating to origination and reversal of temporary differences	(0.28)	5.92
	<b>Income tax expense reported in the Profit and Loss section</b>	<b>8.68</b>	<b>2.89</b>
2	<b>Other Comprehensive Income (OCI) Section</b>		
	Income tax related to items recognised in OCI during the year:		
	Net loss/(gain) on remeasurements of defined benefit plans	-	-
	Net loss/(gain) on foreign operation translation	-	-
	<b>Income tax expense reported in the OCI section</b>	<b>-</b>	<b>-</b>

(b) Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for the year ended 31st March 2024 and 31st March 2023

S.No.	Particulars	For the year ended	
		31 March 2024	31 March 2023
1	Accounting profit before income tax	(22.62)	(31.65)
2	Corporate tax rate as per Income tax Act, 1961	25.17%	17.14%
3	Tax on Accounting profit (3) = (1) * (2)	(5.69)	(5.43)
4	Effect of Tax Adjustments:		
(i)	Adjustments in respect of current income tax of previous years	(3.02)	-
(ii)	Utilisation of previously unrecognised tax losses	-	-
(iii)	Impact of Rate Difference	(0.47)	2.54
(iv)	Utilisation of previously disallowed expenses :		
	- Pre incorporation expenses	(1.74)	-
(v)	Non-deductible expenses for tax purposes:		
	-Tax effect on account of Depreciation ( net)	(0.02)	-
	-Other non-deductible expenses	19.42	-
(vi)	Tax effect of various other items	0.20	-
5	<b>Income tax expense reported in the Statement of Profit and</b>	<b>8.68</b>	<b>(2.89)</b>
6	<b>Effective Tax Rate</b>	<b>38.37%</b>	<b>9.15%</b>

(c) Components of deferred tax assets and (liabilities) recognised in the Balance Sheet and Statement of Profit or Loss

S.No.	Particulars	For the year ended			
		Balance sheet		Statement of profit or loss	
		31 March 2024	31 March 2023	31 March 2024	31 March 2023
1	Property, Plant & Equipment (including intangible); Difference in book depreciation and income tax depreciation	(0.02)	-	(0.02)	-
2	Pre- Incorporation Expenses	3.47	3.55	(0.08)	3.55
3	Business Losses	2.75	2.37	0.38	2.37
	<b>Net deferred tax assets/(liabilities)</b>	<b>6.20</b>	<b>5.92</b>	<b>0.28</b>	<b>5.92</b>

(d) Reflected in the balance sheet as follows:

S.No.	Particulars	For the year ended	
		31 March 2024	31 March 2023
1	Deferred tax assets	6.22	5.92
2	Deferred tax liability	(0.02)	-
	<b>Deferred Tax Asset/(Liabilities) (Net)</b>	<b>6.20</b>	<b>5.92</b>

Note: Deferred tax assets and deferred tax liabilities have been offset as they relate to the same governing laws.



(e) Reconciliation of deferred tax (liabilities)/assets:

(₹ in Lakhs)

As at 31st March 24

S.No.	Particulars	Net balance As at 1st April 2023	Recognised in statement of profit and loss	Recognised in OCI	Net balance As at 31st March 24
1	Plant & Equipment (including intangible) Difference in book depreciation and income tax depreciation	-	(0.02)	-	(0.02)
2	Provisions	3.55	(0.08)	-	3.47
3	Other Business Loss	2.37	0.28	-	2.65
	Net deferred tax assets/(liabilities)	5.92	0.28	-	6.20

(₹ in crores)

As at 31st March 2023

S.No.	Particulars	Date of Incorporation (13th Jan 2022)	Recognised in statement of profit and loss	Recognised in OCI	Net balance As at 31st March 2023
1	Property, Plant & Equipment (including intangible) Difference in book depreciation and income tax depreciation		-	-	-
2	Pre-Incorporation Expenses		3.55	-	3.55
3	Business Losses		2.37	-	2.37
	Net deferred tax assets/(liabilities)		5.92	-	5.92



**Ircon Renewable Power Limited**  
**CIN:- U40106DL2022GOI392384**  
**Notes to Financial Statements for the year ended March 31, 2024**

**6 Other Non-Current Assets**

	(₹. in Lakhs)	(₹. in Lakhs)
Particulars	As at 31st March 24	As at 31st March 23
<b>Capital Advances</b>		
Capital advance for solar Power Project	31,541.30	4,359.99
<b>Total - Capital Advance (A)</b>	<b>31,541.30</b>	<b>4,359.99</b>
<b>Considered Good : Unsecured</b>		
Prepaid Expenses	17.57	-
<b>Total-Others (B)</b>	<b>17.57</b>	<b>-</b>
<b>Grand Total (A+B)</b>	<b>31,558.87</b>	<b>4,359.99</b>

**7 Current Assets - Financial Assets**

**7.1 Current Financial Assets - Cash and Cash equivalents**

	(₹. in Lakhs)	(₹. in Lakhs)
Particulars	As at 31st March 24	As at 31st March 23
Cash on hand		
Balances with banks *:		
- On current accounts	370.18	(25.20)
- Flexi Accounts**	271.00	302.71
- Deposits with original maturity of less than 3 months	300.06	219.89
	<b>941.24</b>	<b>497.40</b>

\* Balance with Banks includes Escrow cum Trust and Retention Account amounting to ₹ 727.35 Lakhs (Previous Year ₹ NIL).

\*\* Flexi Accounts includes Auto Sweep facilities linked with current account.

**7.2 Current Assets - Other Financial Assets**

	(₹. in Lakhs)	(₹. in Lakhs)
Particulars	As at 31st March 24	As at 31st March 23
<b>Considered Good : Unsecured</b>		
Security Deposits		
- Government Departments	1.69	-
<b>Total</b>	<b>1.69</b>	<b>-</b>



**Ircon Renewable Power Limited**  
**CIN:- U40106DL2022GOI392384**

**Notes to Financial Statements for the year ended March 31, 2024**

**8 Current Assets - Current Tax Assets (Net) (₹. in Lakhs) (₹. in Lakhs)**

Particulars	As at 31st March 24	As at 31st March 23
Taxes Paid including TDS & Advance Tax (Net of Provision for Tax)	12.19	0.97
<b>Current tax Assets (Net)</b>	<b>12.19</b>	<b>0.97</b>

**9 Other Current Assets (₹. in Lakhs) (₹. in Lakhs)**

Particulars	As at 31st March 24	As at 31st March 23
<u>Considered Good : Unsecured</u>		
<b>a) Advances Other than Capital Advances</b>		
Advances to Contractors, Suppliers and Others	0.03	-
Advance Recoverable from:		
- Goods & Services Tax	73.85	-
<b>Total - Advances Other than Capital Advances</b>	<b>73.88</b>	<b>-</b>
<u>Considered Good</u>		
<b>a) Others</b>		
Prepaid Expenses	1,453.64	17.89
<b>Total - Others</b>	<b>1,453.64</b>	<b>17.89</b>
<b>Grand Total</b>	<b>1,527.52</b>	<b>17.89</b>



**Ireon Renewable Power Limited**  
**CIN:- U40106DL2022GOI392384**  
**Notes to Financial Statements for the year ended March 31, 2024**

**10 Equity Share capital**

(₹. in Lakhs)

Particulars	As at 31st March 24		As at 31st March 23	
	No. of shares	₹ in Lakhs	No. of shares	₹ in Lakhs
<b>Authorised share capital</b>				
50,00,000 Equity shares of Rs 10 each				
(50,00,000 Equity shares of Rs 10 each as at 31st March 2023)		500.00		500.00
<b>Issued/Subscribed and Paid up Capital</b>				
50,00,000 Equity shares of Rs 10 each-fully paid				
(50,00,000 Equity shares of Rs 10 each-fully paid as at 31st March 2023)		500.00		500.00

(a) **Promoter's shareholding**

Particulars	Shares held by Promoter at the end of the year				% change during the period / year
	S.No	Promoter Name	No. of shares	% of total shares	
As at March 31, 2024	1	Ireon International Limited-Holding Company ( IRCON)	38,00,000	76%	NA
	2	Ayana Renewable Power Private Limited	12,00,000	24%	NA

Particulars	Shares held by Promoter at the end of the year				% change during the period / year
	S.No	Promoter Name	No. of shares	% of total shares	
As at March 31, 2023	1	Ireon International Limited-Holding Company ( IRCON)	38,00,000	76%	NA
	2	Ayana Renewable Power Private Limited	12,00,000	24%	NA

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

Name of the shareholder	As at 31st March 24		As at 31st March 23	
	No. of Share	% holding in the class	No. of Share	% holding in the class
Ireon International Limited- Holding Company ( IRCON)	38,00,000	76%	38,00,000	76%
Ayana Renewable Power Private Limited	12,00,000	24%	12,00,000	24%

(b) **Details of Shareholders holding more than 5% of fully paid-up equity shares:**

Name of the shareholder	As at 31st March 24		As at 31st March 23	
	No. of Share	% holding in the class	No. of Share	% holding in the class
Ireon International Limited- Holding Company ( IRCON)	38,00,000	76.00%	38,00,000	76.00%
Ayana Renewable Power Private Limited	12,00,000	24.00%	12,00,000	24.00%

(c) **Terms / Rights attached to Equity Shares**

(a) **Voting**

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

(b) **Liquidation**

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

(d) **Reconciliation of the number of equity shares and share capital**

Particulars	As at 31st March 24		As at 31st March 23	
	No of shares	₹ in Lakhs	No of shares	₹ in Lakhs
Issued/Subscribed and Paid up equity Capital outstanding at the beginning of the year/period	5,00,00,000	500.00	-	-
Add: Shares Issued during the year	-	-	5,00,00,000	500.00
Less: Shares Buy Back during the year	-	-	-	-
Issued/Subscribed and Paid up equity Capital outstanding at the end of the year	5,00,00,000	500.00	5,00,00,000	500.00



**Ircon Renewable Power Limited**  
**CIN:- U40106DL2022GOI392384**

**Notes to Financial Statements for the year ended March 31, 2024**

11 Other Equity	(₹. in Lakhs)	(₹. in Lakhs)
	As at 31st March 24	As at 31st March 23
<b>Particulars</b>		
Retained Earnings	(60.04)	(28.75)
Deemed Capital Contribution (Note (iii) below)	12,234.96	5,000.00
<b>Total</b>	<b>12,174.92</b>	<b>4,971.25</b>
<b>i) Movement as per below:</b>		
<b>(a) Retained Earnings</b>		
Opening Balance	(28.75)	-
Add: Transfer from surplus in statement of profit and loss	(31.29)	(28.75)
<b>Closing Balance</b>	<b>(60.04)</b>	<b>(28.75)</b>
<b>(b) Deemed Capital Contribution</b>		
Opening Balance	5,000.00	-
Additions/ (Reduction) during the year	7,234.96	5,000.00
<b>Closing Balance</b>	<b>12,234.96</b>	<b>5,000.00</b>
<b>Grand Total (a+b)</b>	<b>12,174.92</b>	<b>4,971.25</b>

**ii) Nature and Purpose of Other Reserves:**

**(a) Retained Earnings**

Retained Earnings represents the surplus/(deficit) in statement of Profit and Loss.

**iii) Deemed Capital Contribution**

The Company has received interest free loan from Ircon International Limited and Ayana Renewable Power Private Limited and treated it as Deemed equity in terms of the definition of Equity as defined in the Ind AS 32 and as per the terms of share subscription & shareholder agreement entered into by Ircon International Ltd & Ayana Renewable Power Private Limited. Deemed Equity is contributed in proportion to the Share Capital of each of the promoters. In this regard, during the year IRPL has received ₹ 2,211.36 Lakhs from Ayana Renewable Power Private Limited being its proportionate contribution. For Ircon International Limited, its proportionate contribution has been received in two tranches of ₹ 5,023.60 Lakhs in the current financial year and ₹1,979.00 Lakhs received in the subsequent financial year on 05.04.2024.



Iron Renewable Power Limited  
 CIN:- U40106DL2022GOI392384  
 Notes to Financial Statements for the year ended March 31, 2024

12 Non-Current Liabilities - Financial Liabilities

12.1 Non-Current Financial Liabilities - Borrowings

Particulars	(₹. in Lakhs)	(₹. in Lakhs)
	As at 31st March 24	As at 31st March 23
<b>Secured:</b>		
(a) Loan from Union Bank of India (Refer note (a) below)	12,504.35	-
(b) Letter of credit backed Bill discounting (Refer note (b) below)	24,617.19	-
<b>Total</b>	<b>37,121.54</b>	<b>-</b>

**Notes :-**

(a) **Loan from UBI**

**Terms & Conditions**

i) Iron Renewable Power Limited entered into a loan agreement with Union Bank of India to avail the credit facilities of ₹. 2,53,370 Lakhs consisting of term loan of ₹ 2,07,820 lakhs, cash credit of ₹ 1,846 Lakhs, performance Bank Guarantee of ₹ 25,000 Lakhs and forward contract limit of ₹ 18,704 Lakhs for the purpose of setting up of 500 MW Grid connected Solar PV Power Projects in India (Tanche-III) under Central Public Sector Undertaking (CPSU) Scheme Phase-II (Government Producer Scheme).

**ii) Interest Terms**

The Applicable rate of interest is 6 month MCLR on term loan effective from the date of disbursement and resetting in every 6 months and the cash credit on the basis of 1 year MCLR, performance bank guarantee attract interest @: 0.05%+GST

**iii) Terms of Repayment**

Term Loan shall be repaid in 77 structured quarterly installment beginning from 30.09.2025 and ending on 30.09.2044 as mentioned in the Loan agreement.

As per Loan agreement, the securities for the Loan are mentioned in brief as under :

- (a) first charge by way of mortgage on the freehold/leasehold right of the borrower on entire immovable properties pertaining to the project;
- (b) a first charge by way of hypothecation of entire movable properties of the Borrower, both present and future, including movable plant and machinery, machinery spares, tools and accessories, furniture, fixtures, vehicles, raw material, stock in trade, inventory and all other movable properties of whatsoever nature;
- (c) a first charge on the entire cashflows, receivables, book debts and revenues of the borrower, of whatsoever nature and wherever arising, both present and future;
- (d) a first charge on entire intangible assets of the borrower, including but not limited to, goodwill and uncalled capital, intellectual property, both present and future;
- (e) a first charge by way of hypothecation, as the case may be of
  - (i) all the rights, title, interest, benefits, claims and demands whatsoever of the borrower in the project documents (except the charge on transmission agreements with CTUIL for which consent from CTUIL will not be provided), all as amended, varied or supplemented from time to time;
  - (ii) subject to Applicable Law, all the rights, title, interest, benefits, claims and demands whatsoever of the borrower in the Clearances, and
  - (iii) all the rights, title, interest, benefits, claims and demands whatsoever of the borrower in any letter of credit, guarantee, performance, bond, bank guarantee provided by any party to the Project documents;
  - (iv) all the rights, title, interest, benefits, claims and demands whatsoever of the borrower under all Insurance Contracts;
- (f) a first charge on the Trust and Retention Accounts (TRA), Debts Service Reserve and any other reserves and other bank accounts of the Project wherever maintained except distribution sub-account.
- (g) a first charge on all monies receivable by Promoter from the borrower under the unsecured loans/sub-debt granted by promoter/sponsor to the Borrower brought in for the Promoter's Contribution.



(b) Letter of credit backed Bill Discounting

During the current year, Union Bank of India has sanctioned a rupee term loan facility ₹. 2,07,820 Lakhs to the Company, with a sub limit of Capex LC facility of ₹. 1,87,038 Lakhs for making payments to the EPC contractors and module suppliers, wherein the Company is allowed to open capex LCs with an usance period of up to 3 years from the date of shipment and is also allowed to avail the LCBD facility either from the lender issuing the LC or any other lender (including the lender outside the consortium) to retire the LCs. Proceeds from LC bill discounting is being used to pay the supplier in full and interest on such amount being paid in advance through discounting of bill is borne by the Company till the end of usance period. On the expiry of LC usance period, rupee term loan disbursement from LC issuing bank shall be availed and discounting bank shall get paid.

The Company has utilized the above facility for payment to be made to module suppliers "Premier Energies Photovoltaic Power Pvt Ltd" ("Premier Energies") and "Waaree Energies Limited" ("Waaree Energies") with below terms and conditions

- (i) All in Interest cost of 7.4 % p.a. on bill discounting amounting to ₹ 10,907.61 lakhs shall be paid upfront in advance to the discounting bank ("Bank of India") for the period starting from date of bill discounting and ending with date of expiry of Usance LC, i.e., till 1 year
- (ii) All in Interest cost of 7.34 % p.a. on bill discounting amounting to ₹. 13,709.57 Lakhs shall be paid upfront in advance to the discounting bank ("Indusind Bank") for the period starting from date of bill discounting and ending with date of expiry of Usance LC, i.e., till 1 year
- (iii) At the end of the Usance period under the LC, LC Bill Discounting shall be repaid to above banks through Rupee Term Loan to be availed from Union Bank of India.

Particulars	₹. in Lakhs)	₹. in Lakhs)
	Period ending 31.03.2024	Period ending 31.03.2023
Carrying amount of Financial Liabilities		
- Presented in Finance Liability to Union Bank of India	24,617.19	-
of which suppliers have received payment from finance providers	₹. 10,907.61 lakhs (Paid by BOI to Premier Energies) ₹. 13,709.57 lakhs (Paid by Indusind Bank to Waaree Energies)	



Iron Renewable Power Limited  
 CIN:- U40106DL2022GO1992384  
 Notes to Financial Statements for the year ended March 31, 2024

13 Current Liabilities - Financial Liabilities

13.1 Current Financial Liabilities - Trade Payables

Particulars	₹. in Lakhs	
	As at 31st March 24	As at 31st March 23
Micro, Small & Medium Enterprises	-	-
Other than Micro, Small & Medium Enterprises		
(a) Contractor & Suppliers	18.73	209.62
(b) Related Parties	0.91	3.70
<b>Total</b>	<b>19.64</b>	<b>213.32</b>

Total

Notes:

- a) Disclosures as required under Companies Act, 2013 / Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) are provided in Note 31.  
 b) Terms and Conditions and other balances with related parties are disclosed in Note 24.

Trade payables Aging Schedule

Particulars	Unbilled	Not due	Outstanding for the year ended Mar 31, 2023 from the due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	19.24	-	0.40	-	-	-	19.64
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-

Particulars	Unbilled	Not due	Outstanding for the year ended Mar 31, 2023 from the due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	213.32	-	-	-	-	-	213.32
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-

13.2 Current Liabilities - Other Financial Liabilities

Particulars	₹. in Lakhs	
	As at 31st March 24	As at 31st March 23
Deposits, Retention money and Money Withheld Payable for Capital Suppliers and Services *	353.91	40.84
	26622.31	-
<b>Total</b>	<b>26976.22</b>	<b>40.84</b>

\* Includes Related party transactions (Refer Note 24)



*[Handwritten signature]*



**Iron Renewable Power Limited**

**CIN:- U40106DL2022GOI392384**

**Notes to Financial Statements for the year ended March 31, 2024**

14 Other Current Liabilities	(₹. in Lakhs)	(₹. in Lakhs)
	As at 31st March 24	As at 31st March 23
<b>a) Others</b>		
Statutory dues	825.06	7.28
Government Grants (Refer notes below)	11,235.00	
<b>Total</b>	<b>12,060.06</b>	<b>7.28</b>

**Notes:**

(a) Statutory dues includes liability for Goods and Service Tax (GST), TDS, Provident Fund and other statutory dues)

**(b) Government Grants**

As the Company is entitled for Government Grants (VGF) of ₹. 22,470 Lakhs from IREDA Limited in two tranches as per terms of LOA No. 23016/1/2020- IREDA/RfS/5000MW/012021/963 dt. 04 Oct 2021. The Company has received first (1) Tranche of VGF amount of ₹. 11,235 lakhs during the financial year 2023-24. (Refer Note 20)



**Ircon Renewable Power Limited**

**CIN:- U40106DL2022GOI392384**

**Notes to financial statements for the year ended 31st March 2024**

15 Other Income	(₹ in Lakhs)		(₹ in Lakhs)	
	For the year ended 31st March 24		For the period ended on 31st March 23	
<b>Interest Income :</b>				
Interest on Refund of Income-tax		0.16	-	-
Bank Interest Gross	89.21		2.14	
Less: Interest on temporary investment pertaining to CWIP	75.63	13.58	-	2.14
		13.74	-	2.14
Sale of Tender documents		2.29		9.87
<b>Total</b>		<b>16.03</b>		<b>12.02</b>



**Ircon Renewable Power Limited****CIN:- U40106DL2022GOI392384****Notes to financial statements for the year ended 31st March 2024****16 Employee Remuneration and Benefits (Refer Note 22) (₹. in Lakhs) (₹. in Lakhs)**

Particulars	For the Year ended on 31st March 24	For the period ended on 31st March 23
Salaries, Wages and Bonus	13.33	-
Contribution to Provident Funds	1.29	-
<b>Total</b>	<b>14.62</b>	<b>-</b>

**17 Finance Costs**

(₹. in Lakhs)

(₹. in Lakhs)

Particulars	For the year ended 31st March 24	For the period ended on 31st March 23
Interest paid on late payment of Statutory Dues	0.01	-
<b>Total</b>	<b>0.01</b>	<b>-</b>

**18 Depreciation, Amortisation and Impairment**

(₹. in Lakhs)

(₹. in Lakhs)

Particulars	For the year ended 31st March 24	For the period ended on 31st March 23
Depreciation of Property, Plant and equipment	0.12	-
<b>Total</b>	<b>0.12</b>	<b>-</b>



**Ircon Renewable Power Limited**

CIN:- U40106DL2022GOI392384

**Notes to financial statements for the year ended 31st March 2024**

19

**Other Expenses****(₹. in Lakhs)****(₹. in Lakhs)**

<b>Particulars</b>	<b>For the year ended 31st March 24</b>	<b>For the period ended on 31st March 23</b>
Rent - Non-residential ( Refer Note 29)	3.31	-
Rates and Taxes	0.01	-
Insurance	0.51	0.23
Travelling & conveyance	0.49	-
Printing & stationery	0.61	-
Legal & Professional charges	4.47	-
Auditors remuneration (Refer Note Below)	3.44	0.50
Advertisement & publicity	3.10	8.44
Miscellaneous expenses	7.95	34.49
<b>Total</b>	<b>23.89</b>	<b>43.66</b>

**Note - Payment to Statutory Auditors:****(₹. in Lakhs)****(₹. in Lakhs)**

<b>Particulars</b>	<b>For the year ended 31st March 24</b>	<b>For the period ended on 31st March 23</b>
(a) Audit Fee - current year #	1.95	0.25
(ai) Audit fee- Previous year	0.04	-
(b) Tax Audit Fees - current year	-	-
(c) Fee for Quarterly Limited Review#	1.15	0.25
(d) Certification Fees #	0.30	-
(e) Travelling & out of pocket expenses:	-	-
- Travelling Expenses	-	-
- Out of Pocket Expenses	-	-
<b>Total</b>	<b>3.44</b>	<b>0.50</b>

# Includes GST.



20 Disclosure as per Ind As 20: Accounting for government grants and disclosure of government assistance

Particulars	(₹. in Lakhs)	(₹. in Lakhs)
	For the year ended 31st March, 2024	For the year ended 31st March, 2023
At 1st April	-	-
Received during the year	11,235.00	-
Released to the statement of profit and Loss	-	-
At 31st March	11,235.00	-
Current	11,235.00	-
Non-Current	-	-
	11,235.00	-

Viability Gap Gund ("VGF") has been received for the purchase of solar modules. As per RfS No 23016/1/2020-IREDA/RfS/5000 MW/012021 dated 29th January 2021 floated by IREDA.

21 Capital Advance

IRPL is in the process of developing a solar photovoltaic project with a capacity of 500 MWAC in Pavagada, Tumkur District, Karnataka. Land aggregation is in process, wherein rentals amounting to ₹.357.88 Lakhs (PY: ₹.34.20 lakhs) has been shown as capital advance.

M/s KEC International Limited has been awarded contract for lumpsum turnkey Engineering, Procurement and Construction (EPC) for Solar Balance of System (BOS), 220 kV substation, Mandatory Spares and services such as Delivery at site, Inland Transit Insurance, Loading, Unloading, Storage, Handling at Site, Installation Services, Civil, Structural Steel work and Allied works, etc., Insurance coverage upto Date of Commissioning, Testing and Commissioning and conducting Guarantee test in respect of all the equipment supplied for Central Transmission Utility (CTU) Grid Connected Solar PV Project for which ₹. 6,811.37 lakhs (P.Y.: ₹. 4,148.88 Lakhs ) has been paid and the same has been shown as capital advance.

M/s Power Grid Corporation of India Limited has entered into agreement with IRPL for providing consultancy services for implementation of two Nos. 220kV AIS Line Bays at Pavagada Powergrid Substation and operation & maintenance charges, for which ₹. 176.91 Lakhs (PY: ₹.176.91 Lakhs) has been paid the same has been shown as capital advance.

M/s. VITS Total Power Solutions Private Limited has been awarded contract for Supply, Erection, Testing and Commissioning incl. Civil works of 220 kV Double Circuit Transmission Line including Supply of Tower, Conductor, Insulator, Hardware Fitting, Earthwire, Earthwire Accessories, OPGW Accessories, ROW, etc. along with 2 no's 220 kV Bay Extension at PGCIL Substation, for which ₹. 113.79 lakhs (PY: ₹.NIL) has been paid the same has been shown as capital advance.

M/s. Waaree Energies Limited and M/s. Premier Energies Photovoltaic Private Limited have been awarded contract for Design, Manufacturing & Supply of Domestic Content Requirement (DCR) Compliant Mono Perc Bifacial Solar Module, 530 Wp+ for which ₹. 14,003.65 Lakhs (P.Y.: ₹ NIL) and ₹. 10,077.71 Lakhs (PY: ₹.NIL) have been paid respectively and the same has been shown as capital advance.

22 Employee Benefits

Disclosures in compliance with Ind AS 19 "Employee Benefits" are as under:

There are only contractual employees in the Company as on date and their Provident Fund compliances are being ensured. Long term employee benefit are not applicable to contractual employee, further long term employee benefit shall be as per underlying compliance of holding Company Ircon International Limited.



Ironcon Renewable Power Limited  
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Notes to financial statements for the year ended 31st March 2024

23 Disclosure as per Ind AS 21 'The Effects of Changes in Foreign Exchange Rates'

The amount of exchange differences (net) credited/debited to the statement of profit and loss is Nil

24 Related Party Disclosures

Disclosure in compliance with Ind AS 24 'Related Party Disclosures' are as under:

a) List of Related Parties

(i) Holding company

Ironcon International Limited

(ii) Other Promotor

Ayana Renewable Power Private Limited

(iii) Key Management Personnel (KMP)

Name	Designation	Nature	w.e.f
Shri Subhash Chand	Chairman	Part time	13.Jan.22
Shri Surender Singh	Director	Part time	13.Jan.22
Shri Mugunthan Boju Gowda	Director	Part time	13.Jan.22
Shri Rohit Chandak	Director	Part time	13.Jan.22
Shri Arulkumar Pudur Shanmugasundaram	Director	Part time	13.Jan.22

\* There are no transaction with the KMP during the Year ending 31st March 2024  
\*\* No sitting fees is paid during the Year ending 31st March 2024 and 31st March 2023

b) Transactions with other related parties are as follows:

(₹ in Lakhs)

Nature of transaction	Name of related party	Nature of relationship	For the Year Ended 31st March, 2024	For the period Ended 31st March, 2023
1) Reimbursement of Misc expenses*	Ironcon International Limited	Holding Company	0.76	611.19
2) Rent Expense*			3.31	3.51
3) Reimbursement of BG Charges Expenses*			0.88	21.30
4) Reimbursement of Tender Advertisement Expenses*			-	5.66
5) Project Development Fees			423.73	-
6) Investment in Equity Shares			-	380.00
7) Interest free loans (Deemed Capital)			5,023.60	3,800.00
<b>Total</b>			<b>5,452.28</b>	<b>4,821.66</b>
1) Reimbursement of Misc expenses by Promoter*	Ayana Renewable Power Pvt. Ltd	Other	0.02	25.88
2) Rent Expense*			-	-
3) Reimbursement of BG Charges Expenses*			24.29	-
4) Reimbursement of Tender Advertisement Expenses*			-	-
5) Project Development Fees			423.73	-
6) Investment in Equity Shares			-	120.00
7) Interest free loans (Deemed Capital)			2,211.36	1,200.00
<b>Total</b>			<b>2,659.40</b>	<b>1,345.88</b>

\* Includes GST

c) Outstanding balances with the related parties are as follows:

(₹ in Lakhs)

Nature of transaction	Name of related party	Nature of relationship	For the Year Ended 31st March, 2024	For the period Ended 31st March, 2023
Balance Payable as on reporting date	Ironcon International Limited	Holding Company	424.64	3.70
Balance Payable as on reporting date	Ayana Renewable Power Pvt. Ltd	Other	423.73	-

d) Terms and conditions of transactions with related parties

- (i) Transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.  
(ii) Outstanding balances of related parties at the reporting date are unsecured and settlement occurs through banking transactions.



25 Earnings per share (EPS)

Disclosure as per Ind AS- 33 'Earning Per Share'

Basic EPS is calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the period.

Diluted EPS is calculated by dividing the profit for the year attributable to the equity holders after considering the effect of dilution by weighted average number of equity shares outstanding during the period plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

(i) Basic and diluted earnings per share (in ₹.)

Particulars	Note	For the Year Ended 31st March, 2024	For the period ended 31st March, 2023
Profit attributable to Equity holders (₹ in lakhs)	(i)	(31.29)	(28.75)
Weighted average number of equity shares for Basic and Diluted EPS (in No.s)	(iii)	50,00,000	50,00,000
Earnings per share (Basic)		(0.63)	(0.58)
Earnings per share (Diluted)		(0.62)	(0.58)
Face value per share		10.00	10.00

(ii) Profit attributable to equity shareholders (used as numerator) (Rs. in lakhs)

Particulars	For the Year Ended 31st March, 2024	For the period ended 31st March, 2023
Profit for the year as per Statement of Profit and Loss	(31.29)	(28.75)
Profit attributable to Equity holders of the company used for computing EPS	(31.29)	(28.75)

(iii) Weighted average number of equity shares (used as denominator) (Nos.)

Particulars	For the Year Ended 31st March, 2024	For the period ended 31st March, 2023
Opening balance of issued equity shares	50,00,000	-
Equity shares issued during the year	-	50,00,000
Weighted average number of equity shares for computing Basic EPS	50,00,000	50,00,000
Dilution Effect:	-	-
Add: Weighted average numbers of potential equity shares outstanding during the period	-	-
Weighted average number of equity shares for computing Diluted EPS	50,00,000	50,00,000



Ircon Renewable Power Limited  
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 Notes in financial statements for the year ended 31st March 2024

**26 A. Fair Value Measurements**

**(i) Category wise classification of Financial Instruments**

Financial assets and financial liabilities are measured at fair value in these financial statements and are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

a) The carrying values and fair values of financial instruments by categories as at 31st March, 2024 are as follows:

Particulars	Carrying Value			Fair Value		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Assets at Fair Value Through Profit and Loss (FVTPL)						
Total						
Financial Assets at Amortized Cost						
(i) Investments						
(ii) Loans						
(iii) Other Financial Assets (Note No 7.2)	1.69					1.69
Total	1.69					1.69

Particulars	Carrying Value			Fair Value		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Liabilities at Amortized Cost						
(i) Borrowings (Note No 12.1)	37,121.54					37,121.54
(ii) Other Financial Liabilities (Note No 1.7)	26,976.22					26,976.22
Total	64,097.76					64,097.76

b) The carrying values and fair values of financial instruments by categories as at 31st March 2023 are as follows: \*

Particulars	Carrying Value			Fair Value		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Assets at Fair Value Through Profit and Loss (FVTPL)						
Total						
Financial Assets at Amortized Cost						
(i) Investments						
(ii) Loans						
(iii) Other Financial Assets						
Total						



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Particulars	(₹ in Lakhs)		
	Carrying Value	Fair Value	Level 3
<b>Financial Liabilities at Amortized Cost</b>			
(i) Borrowings (Note No 12.1)	40.84		40.84
(ii) Other Financial Liabilities (Note No 13.3)	40.85		40.84
<b>Total</b>			

The management assessed that cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair values of the financial assets and financial liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties. Methods and assumptions used to estimate the fair values are consistent. The following methods and assumptions were used to estimate the fair values:

- The carrying amount of financial assets and financial liabilities measured at amortized cost in these financial statements are at reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.
  - The carrying amounts of current financial assets and current financial liabilities approximate their fair value mainly due to their short term nature
- During the financial year 2023-24 and 2022-23, there were no transfers between Level 1, Level 2 and Level 3 fair value measurements.

#### B. Financial Risk Management

The Company's principal financial liabilities comprise borrowings, trade and other payables. The Company's principal financial assets include loans to related parties, trade and other receivables, bank and other receivables, and cash and short-term deposits that derive directly from its operations. The Company's activities expose it to some of the financial risks: market risk, credit risk and liquidity risk.

#### a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises Foreign currency risk and Interest rate risk. Financial instruments affected by market risk includes borrowings, trade receivables, trade payable and other non derivative financial instruments.

#### (i) Foreign Currency Risk

The functional currency of the Company is Indian Rupees. The Company is not exposed to any foreign currency risk.

#### (ii) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of change in market interest rate. The company manages its interest risk in accordance with the company's policies and risk objective. Financial instruments affected by interest rate risk includes deposits with banks. Interest rate risk on these financial instruments are very low as interest is fixed for the period of the financial instruments. The Company has a floating interest rate bearing the interest sensitivity @ 50 basis points of the same is given below:

Particulars	For the year ended 31st March, 2024		For the year ended 31st March, 2023	
	Pre Tax	Post Tax	Pre Tax	Post Tax
Interest rate-Increase by 50 basis points (50bps)	186.00		139.00	
Interest rate-Decrease by 50 basis points (50bps)	-186.00		-139.00	

#### b) Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations resulting in a financial loss to the Company. Credit risk arises principally from cash and cash equivalents and other financial assets. The Company's exposure and credit ratings of its counterparties are continuously monitored by the management.

#### Cash and cash equivalents

The Company holds cash and cash equivalents of Rs. 941.24 lakh ( Previous year Rs. 497.40 lakh). The cash and cash equivalents are held in scheduled banks with strong credit ratings.



**c) Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risk to damage to the Company's reputation through the use of bank loans. Letter of credit backed bill discounting, hybrid securities and lease contracts. The Company has also entered into supply chain finance arrangement to smooth the payment process of the suppliers. Although the payment terms are not significantly extended beyond the normal credit terms agreed upon with other suppliers, the arrangement helps in making the cashflows

The table below provides details regarding the significant financial liabilities as at 31st March 2024 and 31st March, 2023

Particulars	As on 31st March 2024			Total
	Less than 3 Year	1-2 Years	2 Years and above	
Borrowings (Other than Convertible Preference shares) (Note No 12.1)	-	37,121.54	-	37,121.54
Lease Liabilities	-	-	-	-
Trade payables (Note No 13.1)	-	19.65	-	19.65
Other financial liabilities (Note No 13.2)	-	26,976.22	-	26,976.22
<b>Particulars</b>	<b>As on 31st March 2023</b>			<b>Total</b>
Borrowings (Other than Convertible Preference shares) (Note No 12.1)	-	-	-	-
Lease Liabilities	-	-	-	-
Trade payables (Note No 13.1)	-	213.32	-	213.32
Other financial liabilities (Note No 13.2)	-	40.84	-	40.84

**d) Excessive risk concentration**

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry

**C. Capital Management**

The objective of the Company is to manage its capital in a manner to ensure and safeguard their ability to continue as a going concern so that company can continue to provide maximum returns to share holders and benefit to other stakeholders. Further, company manages its capital structure to make adjustments in the light of changes in economic conditions and requirements of the financial covenants.

Particulars	As at	
	31st March 24	31st March 23
Borrowings (Note No. 12.1)	37,121.54	-
Long Term Debt	37,121.54	-
Equity (Note No. 10)	500.00	500.00
Other Equity (Note No. 11)	12,174.92	4,971.25
Total Equity	12,674.92	5,471.25
Debt Equity Ratio	2.93	-



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**27 Impairment of Assets**

In compliance of Ind AS 36 'Impairment of Assets', the Company has reviewed the assets at year-end for indication of impairment loss, if any, as per the accounting policy of the Company. As there is no indication of impairment, no impairment loss has been recognised during the year.

**28 Provisions, Contingencies and Commitments**

(i) Provisions  
 NA

(ii) Contingent Liabilities

Disclosure of Contingent Liabilities as per Ind AS 37 'Provisions, Contingent Liabilities and Contingent Assets' is as under:-

Particulars	As at 31st March 2023	Additions during the year	Claims settled during the year			As at 31st March 2024
			Out of the opening balance	Out of additions during the year	Total Claims Settled during the year	
a) Claims against the Company not acknowledged as debts :	-	-	-	-	-	-
b) Guarantees issued by the company, including Letters of credit not yet discounted	-	26,593.97	-	-	-	26,593.97
c) Other moneys for which company is contingent liable	-	26,593.97	-	-	-	26,593.97

(tr) Commitments

Particulars	Foot Note	As at 31st March 2024	As at 31st March 2023
a) Capital Commitments			
Estimated amount of contracts remaining to be executed on capital account (net of advance) and not provided for:	1	1,64,919.13	2,35,555.96
b) Other Commitments			
(i) Estimated amount of Contracts remaining to be executed on other than capital accounts (Net of advance) and not provided for:	2	3,802.09	3,802.09
		1,68,721.22	2,39,358.05

Foot Note:

S.No	Capital Commitments	As at 31st March 2024	As at 31st March 2023
1	Remained amount of Contract remaining to be Executed on construction of Solar Project under Development	1,64,919.13	2,35,555.96
	Total	1,64,919.13	2,35,555.96

S.No	Other than Capital Commitments	As at 31st March 2024	As at 31st March 2023
1	Estimated amount of Contract remaining to be Executed on Operation and Maintenance of Solar Project under Development	3,802.09	3,802.09
	Total	3,802.09	3,802.09



*(Signature)*

Iron Renewable Power Limited  
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 Notes to financial statements for the year ended 31st March 2024

**29 Leases**

**a) Company as a Lessee**

The Company has no leasing arrangement which are non-cancellable in nature. Accordingly, no right of use assets and lease liabilities have been recognised by the Company.

**Lease Liabilities**

Set out below are the carrying amounts of lease liabilities recognised and the movements during the year:

	(₹. in lakhs)	
	As at 31st March, 2024	As at 31st March, 2023
Opening Balance	-	-
Addition	-	-
Accretion of interest	-	-
Payments	-	-
Closing Balance	-	-
Current	-	-
Non-current	-	-

**Amounts recognised in Statement of Profit and Loss**

	(₹. in lakhs)	
	For the period ended on 31st March 2024	For the period ended on 31st March 2023
Depreciation expense of right-of-use assets	-	-
Interest expense on lease liabilities	-	-
Expense relating to short-term leases (Refer Note 19)	3.31	3.51
	3.31	3.51

The Company has taken Office on lease with lease terms of 12 months or less. The Company applies the 'short-term lease' recognition exemptions for such leases.

**b) Company as a Lessor**

At present, Company has not given any item on lease.

**30 Segment Reporting**

Disclosures as per Ind AS 108 "Operating Segment" is given as under :

**(i) General Information**

Operating segments are defined as components of an enterprise for which discrete financial information is available which is being evaluated regularly by the Chief Operating Decision Maker (CODM) in deciding how to allocate resources and assessing performance. The Board of Directors of the Company is the Chief Operating Decision Maker (CODM). The Operating segments have been reported in a manner consistent with the Internal reporting provided to the Chief Operating Decision Maker (CODM) for review of performance and allocating resources. The Company is engaged in the business of infrastructure development in the state of Karnataka and the Chief Operating Decision Maker (CODM) monitors the operating results of the business as a single segment, hence no separate segment needs to be disclosed in accordance with the requirements of Ind AS 108.

**(ii) Information about geographical information**

As the Company operates in a single geographical segment i.e. India hence no separate geographical segment is disclosed.



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**Ircon Renewable Power Limited**  
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**Notes to financial statements for the year ended 31st March 2024**

**31 Information in respect of dues to Micro and Small Enterprises as required by Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act)**

		(₹. in lakhs)	
S. No.	Particulars	As at 31st March 2024	As at 31st March 2023
1	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year:		
	Principal amount due to micro and small enterprises		
	Interest due on above		
2	The amount of interest paid by the buyer in terms of Section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year		
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006		
4	The amount of interest accrued and remaining unpaid at the end of each accounting year		
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED Act 2006		



**Ircon Renewable Power Limited**  
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**Notes to financial statements for the year ended 31st March 2024**

**OTHER STATUTORY DISCLOSURES**

**Disclosure of ratios**

Particulars	Numerator	Denominator	March 31, 2024	March 31, 2023	% change	Reason for change more than 25%
Current ratio	Current Assets	Current Liabilities	0.06	1.96	-96.94%	Increase is due to Increase in current liabilities
Debt-equity ratio	Total Debt	Shareholder's Equity	2.93	0.00	NA	Increase is due to borrowing taken by company this year as compared to previous year
Debt service coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	NA	NA	NA	NA
Return on equity ratio	Net Profits after taxes - Preference Dividend	Average Shareholder's Equity	-0.003	-0.005	40.00%	Increase is due to higher income earned in proportion to the average equity as compared to last year.
Inventory turnover ratio	Cost of goods sold	Average Inventory	NA	NA	NA	NA
Trade receivables turnover ratio	Net credit sales = Gross credit sales - sales	Average Trade Receivable	NA	NA	NA	NA
Trade payable turnover ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	NA	NA	NA	NA
Net capital turnover ratio	Net sales Total sales sales return	Working capital = Current assets - Current liabilities	NA	NA	NA	NA
Net profit ratio	Net Profit	Net sales Total sales sales return	NA	NA	NA	NA



Return on capital employed	Earnings before interest and taxes	Capital Employed = Tangible Worth + Net Debt + Deferred Tax Liability	NA	NA	NA	NA
Return on investment	Interest (Finance Income)	Investment	NA	NA	NA	NA

- b) Since Company have no Lease in the books therefore no disclosure is required.
- c) The Company have not traded or invested in crypto currency or virtual currency during the financial ending 31st March 2024 and 31st March 2023
- d) The Company do not have any transactions with companies struck off year ending 31st March 2024 and 31st March, 2023
- e) During the financial year ending 31st March 2024 and 31st March, 2023 the company have not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) 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
- f) During the financial year ending 31st March 2024 and 31st March, 2023 the company have not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) 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
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- g) The Company does not have any loans and advances in the nature of loans to promoters, directors, KMP and other related parties during the financial year ending 31st March 2024 and 31st March 2023
- h) The Company does not have any Benami property as on 31st March 2024 and 31st March 2023 where any proceeding has been initiated or pending against the Company for holding any Benami property.
- i) The Company does not have any title deeds of immovable properties not held in name of the company as on 31st March 2024 and 31st March 2023.
- j) Company is not required to submit statement of current assets with the bank and therefore reconciliation of the statement filed by the company with bank and the books of accounts is not applicable.
- k) The Company does not have any investment property as at 31st March 2024 and 31st March 2023
- l) The Company has not revalued any item of property, plant and equipment and Intangible Asset during the financial year ending 31st March 2024 and 31st March 2023.
- m) The Company does not have any transactions where the company has not used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date
- n) The Company does not have any transaction which is not recorded in the books of accounts that has been subsequently surrendered or disclosed as income during the year as part of the on going tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- o) Company has not received any grants and donations during the financial year ending 31st March 2024 and 31st March 2023
- p) The Company has not been declared as wilful defaulter by any bank or financial institution or government or any government authority in the financial year 2024-23 and 2022-23.
- q) The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- r) There are no charges or satisfaction of charge yet to be registered with the Registrar of Companies beyond the Statutory Period in the financial year 2024-23 and 2022-23.
- s) The Company have not entered into any scheme(s) of arrangements during the financial ended on 31st March 2024 and 31st March 2023.



Ircon Renewable Power Limited  
CIN:- U40106DL2023GOI392384

Notes to financial statements for the year ended 31st March 2024

**Note:- 33 Corporate Social Responsibility Expenses (CSR)**

The Company is not covered under section 135 of the Companies Act, 2013 and no CSR expenditure has been incurred during the period

**Note:- 34 Other disclosures**

- The Previous year figures have been provided for 15 months (i.e January 2022 to March 2023) as per Section 129 of the Companies Act, 2013 in the format prescribed under Schedule III of the Companies Act, 2017 and in accordance with the Applicable relevant Indian Accounting Standards (i.e Ind AS) as January 2022 to March 2023 was the 1st Financial year for the company
- Certain reclassification and recasting have been made to the comparative period's financial statements to enhance comparability with the current year's financial statements. These reclassifications have no effect on the reported results of operations and position.
- The Company has a system of obtaining periodic confirmation of balances from banks and other parties.
- In the opinion of the management, the value of assets on realisation in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet.
- Figures are rounded off to the nearest rupees in Lakh.

**Note:-35 Recent accounting pronouncements**

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated March 31, 2023 to amend the following Ind AS which are effective for annual periods beginning on or after April 1, 2023. The Company applied for the first-time these amendments:

**(i) Definition of Accounting Estimates - Amendments to Ind AS 8**

The amendments clarify the distinction between changes in accounting estimates, changes in accounting policies and the correction of errors. It has also been clarified how entities use measurement techniques and inputs to develop accounting estimates. The amendments had no impact on the Company's financial statements

**(ii) Disclosure of Accounting Policies - Amendments to Ind AS 1**

The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments have had an impact on the Company's disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the Company's financial statements.

**(iii) Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to Ind AS 12**

The amendments narrow the scope of the initial recognition exception under Ind AS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences such as leases

As a result of these amendments, the Company has to recognize a separate deferred tax asset in relation to its lease liabilities and a deferred tax liability in relation to its right-of-use assets. Since, these balances qualify for offset as per the requirements of paragraph 74 of Ind AS 12, there is no impact in the balance sheet.

As per our Report of even date attached

For and on behalf of Board of Directors


For Subhash Kamboj & Associates  
Chartered Accountants  
FRN 013725N

  
Subhash Chander Kamboj  
(Partner)

ML No. 092976  
UDIN 24092976BKDGMH4552

Place : New Delhi  
Date : 10/05/2024



  
B. M. Mughnithan  
(Director)  
(DIN:-08517013)

  
Rohit Chandak  
(Director)  
(DIN:-06787745)





महानिदेशक लेखापरीक्षा का कार्यालय  
रेलवे वाणिज्यिक, नई दिल्ली  
भारत के नियंत्रक और महालेखा परीक्षक  
**Office of the Director General of Audit  
Railway Commercial, New Delhi  
Comptroller and Auditor General of India**  
4, दीनदयाल उपाध्याय मार्ग, नई दिल्ली 4, Deen Dayal Upadhyaya Marg, New Delhi-110002



संख्या/डी.जी.ए/आर.सी/IRPL-AA/83-17/2024-25/148

दिनांक: 05.07.2024

सेवा में,

निदेशक,  
इरकॉन रिन्यूएबल पावर लिमिटेड,  
सी-4, डिस्ट्रिक्ट सेंटर, साकेत,  
नई दिल्ली -110017.

महोदय,

विषय: 31 मार्च 2024 को समाप्त वर्ष के लिए इरकॉन रिन्यूएबल पावर लिमिटेड के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143 (6) (b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ।

मैं इरकॉन रिन्यूएबल पावर लिमिटेड के 31 मार्च 2024 को समाप्त वर्ष के वित्तीय विवरणों पर कंपनी अधिनियम 2013 की धारा 143 (6) (b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियाँ अग्रेषित कर रहा हूँ।

कृपया इस पत्र की संलग्नको सहित प्राप्ति की पावती भेजी जाए।

संगलनक: यथोपरि

भवदीय,

डॉ. नीलोत्पल गोस्वामी  
महानिदेशक (रेलवे वाणिज्यिक)

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF IRCON RENEWABLE POWER LIMITED FOR THE YEAR ENDED 31 MARCH 2024**

The preparation of financial statements of **Ircon Renewable Power Limited** for the year ended 31 March 2024 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditor appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act is responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143 (10) of the Act. This is stated to have been done by them vide their Audit Report dated 10 May 2024.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Ircon Renewable Power Limited** for the year ended 31 March 2024 under Section 143(6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditor and is limited primarily to inquiries of the Statutory Auditor and company personnel and a selective examination of some of the accounting records.

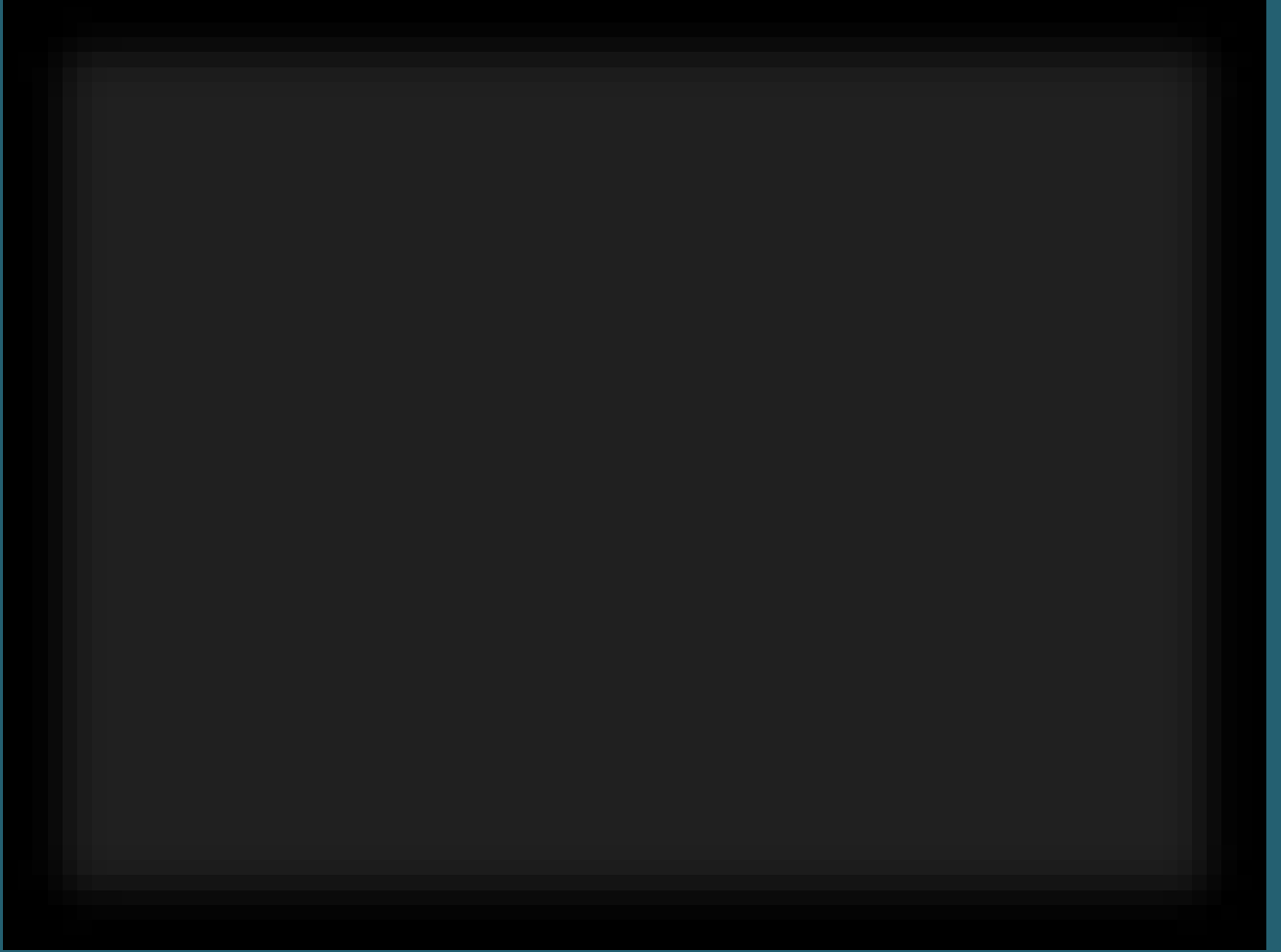
On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditor's report under Section 143(6) (b) of the Act.

For and on the behalf of the  
Comptroller & Auditor General of India



**Dr. Nitopal Goswami**  
Director General of Audit  
Railway Commercial, New Delhi

Place: New Delhi  
Dated: 05.07.2024



**IRCON RENEWABLE POWER LIMITED**

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**Registered & Corporate Office:**

**C-4, District Centre, Saket, New Delhi-110017, India  
Tel.: + 91 11 26530266 | Fax: + 91-11-26522000, 26854000  
E-mail id: csirconrpl@gmail.com**