

**Auditors Consent and Certificate**

[Pursuant to the provisions of Section 139 of Chapter X of the Companies Act, 2013]

**To:**  
**The Board of Directors,**  
**Swelect Renewable Energy Private Limited.**

Dear Sir(s),

In connection with the re-appointment of M/s. P SAIDHANASEKHAR & ASSOCIATES., Chartered Accountants ("the Partnership Firm"), as auditors of **M/s Swelect Renewable Energy Private Limited** ("the Company") (CIN: U40105TN2021PTC144248) in accordance with the provisions of the Companies Act, 2013 ("the Act") and The Companies (Audit and Auditors) Rules, 2014 ("the Rules"), I the undersigned representing the Firm in the capacity of a Partner and the Firm hereby certify that:

1. We hereby give our consent to be re-appointed as Auditor of the Company u/s 139 of the Act.
2. We are eligible to be re-appointed as auditors, and we have not incurred any disqualifications under the Act.
3. We are not disqualified for re-appointment under the provisions of Chartered Accountants Act, 1949 and rules and regulations made there under.
4. The proposed re-appointment is as per the terms provided under the Act.
5. The proposed re-appointment is within the limits laid down by or under the authority of the Act.
6. No orders have been issued and there are no proceedings pending against the firm with respect to professional matters of conduct before the Institute of Chartered Accountants of India, any competent authority, or any court.
7. We hereby declare that the re-appointment, if made shall be in accordance with the conditions as prescribed under Rule 4(1) of the Companies (Audit and Auditors) Rules, 2014 and as provided in section 141 of Companies Act 2013.

Thanking You,

Yours Faithfully  
For P SAI DHANASEKHAR & ASSOCIATES  
CHARTERED ACCOUNTANTS  
Firm Registration Number: 021230S



Palukuru Sai Dhanasekhar  
Partner  
Membership No.249951.  
Place: Tirupati.  
Date:18.05.2022.



### **Information Other than the financial statements and auditors' report thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board of Directors report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not expressly form an 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 in the 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.

### **Management's Responsibility 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, 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. 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 Ind AS 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 or otherwise, 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.

Those charged with governance are 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 Ind AS 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 Ind AS 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 Ind AS 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, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting 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 or otherwise 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 Ind AS financial statements, including the disclosures, and whether the Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



### **Report on Other Legal and Regulatory Requirements**

- (1) As required by the Companies (Auditor's Report) Order, 2020 (The Order), Issued by the central government of India in terms of sub section (11) of section 143 of the Act, We give in the 'Annexure 1' a statement on the matters specified in paragraph 3 and 4 of the order .
- (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 accounts 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, Profit and Loss Statement including the statement of other comprehensive income, The Cash flow statement and statement of changes in equity dealt with by this Report are in agreement with the books of accounts.
  - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015, as amended.
  - (e) On the basis of the written representations received from the directors as on 31 March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) As per the notification of the Ministry of Corporate Affairs G.S.R. 464(E) dated 5th June, 2015 read with amended notification G.S.R. 583(E) dated 13th June, 2017 the reporting requirement on Internal Financial Control under section 143(3)(i) of the Act is not applicable to the company since the turnover of the company is less than the prescribed threshold limit of rupees fifty crores as per last audited financial statements and the aggregate outstanding borrowings (excluding Non-fund based facilities) from banks or financial institutions or any body corporate at any point of time during the financial year is less than the prescribed threshold limit of rupees twenty five crores.
  - (g) In our opinion and to the best of our information and according to the explanations given to us, the provisions of section 197 of the Act are not applicable to the company.





(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, As amended, in our opinion and to the best of our information and according to the explanations given to us:

- (i) The Company does not have any pending litigations and hence, disclosure of the impact on its financial position in the financial statements does not arise.
- (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) There are no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.

**For P Sai Dhanasekhar & Associates**  
**Chartered Accountants**  
**Firm Regn. No. 021230S**



**Palukuru Sai Dhanasekhar**  
**Partner**  
**Membership No. 249951**  
**UDIN: 22249951AJTJGW3106**

**Place: Tirupati**  
**Date: 26.05.2022**

## **Annexure 1 to Independent Auditor's Report**

### **Annexure 1 referred to in paragraph (1) under the heading 'Report on Other Legal and Regulatory requirements' of our report of even date**

- 1) (i) The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.  
(ii) The Property, Plant & Equipment have been physically verified by the management at reasonable intervals.  
(iii) The title deeds of immovable properties shown in the financial statements are held in the name of the company.  
(iv) The company has not revalued its Property, Plant & Equipment during the year.  
(v) No proceedings have been initiated against the company for holding benami property under The Benami Transactions (Prohibition) Act, 1988 and rules made there under.
- 2) (i) Physical verification of inventory has been conducted at reasonable intervals by management. In our opinion, the coverage and procedure by the management is appropriate. The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.  
(ii) The quarterly returns/statements filed by the company with banks are in agreement with the books of the company.
- 3) The company has not made investments in, provided any guarantee or security granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties.
- 4) The company has not given any loans or guarantees/made any investments within the meaning of sections 185 & 186 of The Companies Act, 2013. The company has not accepted any deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
- 5) The company has not accepted any deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
- 6) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the products manufactured by the company.



- 7) (i) Undisputed statutory dues including provident fund, employee's state insurance, income tax, goods and service tax and other statutory dues have generally been regularly deposited with the appropriate authorities.
- (ii) According to the information and explanation given to us no undisputed amounts payable in respect of provident fund, employee's state insurance, income tax, goods and service tax and other statutory dues were out standing for at the year end ,for a period of more than six months from the date they became payable.
- 8) There are no transactions that are not recorded in the books of account to be surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961;
- 9) (i) The company has not defaulted in any repayment of dues to any financial institution or bank or debenture holders.
- (ii) The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.
- (iii) The term loans have not been utilised for the purposes for which they were obtained.
- (iv) The funds raised on a short term basis have not been utilised for long term purposes.
- (v) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (vi) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- 10)The company has not made any initial public offer during the year. The company has issued shares to HATSUN AGRO PRODUCTS LIMITED, PRASHANT HOSPITALS PRIVATE LIMITED AND MUDRA FINE BLAC PRIVATE LIMITED other than its holding Company to the extent of 46,81,783 shares during the year.
- 11)Based upon the audit procedures performed and information and explanations given to us by the management, we report that no fraud by the company or on the company by its officers/employees have been noticed or reported during the course of our audit
- 12)In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of this clause of the order are not applicable to the Company.
- 13) The transactions entered into with related parties are in compliance with section 177 & 188 of The Companies Act 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.





- 14) The company has an internal audit system commensurate with the size and nature of business. And the reports of the Internal Auditors for the period under audit has been considered.
- 15) The company has not entered into any non-cash transactions with directors or persons connected with directors, during the year.
- 16) The company is not required to be registered under section 45-IA of The Reserve Bank of India Act, 1934. Therefore, the provisions of this clause of the order are not applicable to the Company.
- 17) The company has incurred cash loss during the financial year as it is first year of its operations.
- 18) There has not been any resignation of the statutory auditors during the year.
- 19) On the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is 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.
- 20) CSR obligation is not applicable to the Company.

*For P Sai Dhanasekhar & Associates*  
*Chartered Accountants*  
*Firm Regn. No. 021230S*



*Palukuru Sai Dhanasekhar*  
*Partner*

*Place: Tirupati*

*Date: 26.05.2022*

*Membership No.249951*

*UDIN: 22249951AJTJGW3106*



**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**  
**Balance Sheet as at 31 March 2022**  
(All amounts are in INR Lakhs, unless otherwise stated)

Particulars	Note No.	As at 31 March 2022
<b>(A) ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	3	4,532.21
(b) Capital Work in Progress		51.46
(c) Income Tax Asset		5.04
(d) Other Non-current assets	5	87.35
<b>Total Non-current assets</b>		<b>4,676.06</b>
<b>Current assets</b>		
(a) Inventories		-
(b) Financial Assets		
(i) Trade receivables	6	-
(ii) Cash and cash equivalents	7	25.13
(iii) Other Financial assets	4(a)	363.20
(c) Other Current assets	8	361.68
<b>Total current assets</b>		<b>750.01</b>
<b>Total Assets</b>		<b>5,426.07</b>
<b>(B) EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	9	1,800.30
(b) Other Equity	10	(16.72)
<b>Total Equity</b>		<b>1,783.58</b>
<b>Liabilities</b>		
<b>Non - Current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	11	3,215.37
<b>Total Non - Current Liabilities</b>		<b>3,215.37</b>
<b>Current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	11	120.20
(ii) Trade payables	13	-
(A) Total outstanding dues of micro enterprises and small enterprises		-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		50.85
(iii) Other financial liabilities	12(a)	255.29
(b) Other current liabilities	12(b)	0.78
<b>Total Current Liabilities</b>		<b>427.12</b>
<b>Total Liabilities</b>		<b>3,642.49</b>
<b>Total Equity and Liabilities</b>		<b>5,426.07</b>

See accompanying notes forming part of the financial statements  
As per my report of even date

For P Sai Dhanasekhar & Associates  
Chartered Accountants  
FRN No.021230S

P. Sai Dhanasekhar  
Partner  
Membership No.249951  
UDIN:22249951AJTJGW3106  
Place: Tirupathi  
Date:26 May 2022



For and on behalf of the Board of Directors  
SWELECT RENEWABLE ENERGY PRIVATE LIMITED

R. Chellappan  
Director  
DIN : 00016958

V.C.Raghunath  
Director  
DIN : 000703922

G.Ramesh  
Chief Financial Officer

Place:Chennai  
Date:26 May 2022

**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**  
**Statement of Profit and Loss for the period ended 31 March 2022**  
(All amounts are in INR Lakhs, unless otherwise stated)

Particulars	Note No.	31 March 2022
Revenue from operations	14	-
Other income	15	5.64
<b>Total Income</b>		<b>5.64</b>
<b>Expenses</b>		
Purchase of Traded Goods		0.00
Employee benefits expense	16	0.07
Finance costs	19	0.00
Depreciation expense	18	2.98
Other expenses	17	19.31
<b>Total Expenses</b>		<b>22.36</b>
<b>Profit/(Loss) before Exceptional Item and Tax</b>		<b>(16.72)</b>
Exceptional item		
<b>Loss before tax</b>		<b>(16.72)</b>
<b>Tax Expense</b>		
Current tax		-
MAT credit entitlement		-
<b>Income tax expense</b>		<b>-</b>
<b>Loss for the year</b>		<b>(16.72)</b>
<b>Earnings per equity share (Face Value of Rs. 10/- each)</b>		
1. Basic (in INR)	20	(0.09)
2. Diluted (in INR)		
See accompanying notes forming part of the financial statements		
As per my report of even date		

**For P Sai Dhanasekhar & Associates**  
**Chartered Accountants**  
**FRN No.0212305**

**P. Sai Dhanasekhar**

Partner

Membership No.249951

UDIN:22249951AJTJGW3106

Place: Tirupathi

Date:26 May 2022



**For and on behalf of the Board of Directors**  
**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**

**R. Chellappan**

Director

DIN : 00016958

**V.C.Raghunath**

Director

DIN : 000703922

**G.Ramesh**

Chief Financial Officer

Place:Chennai

Date:26 May 2022



**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**  
**Cash flow statement for the period ended 31 March 2022**  
(All amounts are in INR Lakhs, unless otherwise stated)

Particulars	As at 31 March 2022
<b>A. Cash flow from operating activities:</b>	
Loss after taxation	(16.72)
Adjustments for:	
Tax expense	-
Depreciation expense	2.98
Interest expense	-
<b>Operating profit before working capital changes</b>	<b>(13.74)</b>
<b>Movement in working capital :</b>	
(Increase) / Decrease in trade receivables	-
Increase / (Decrease) in trade payable and other current liabilities	51.63
(Increase) / Decrease in current and non-current assets	(812.23)
<b>Cash flow generated from operations</b>	<b>(774.33)</b>
Income tax paid	(5.04)
<b>Net cash flow generated from operating activities (A)</b>	<b>(779.37)</b>
<b>B. Cash flow from investing activities:</b>	
Capital expenditure	(4,310.29)
Bank deposits (placed) having original maturity of more than three months and less than twelve months	-
<b>Net cash flow used in investing activities (B)</b>	<b>(4,310.29)</b>
<b>C. Cash flow from financing activities:</b>	
Infusion of equity	1,800.30
Borrowings received	3,335.57
Interest paid	(21.07)
<b>Net cash flow used in financing activities (C)</b>	<b>5,114.80</b>
<b>Net (Decrease)/ Increase in cash and cash equivalents (A + B + C)</b>	<b>25.13</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>-</b>
<b>Closing cash and cash equivalents</b>	<b>25.13</b>
Balances with banks:	
On current accounts	25.13
Cash on hand	-
<b>Total</b>	<b>25.13</b>

See accompanying notes forming part of the financial statements  
As per my report of even date

**For P Sai Dhanasekhar & Associates**  
**Chartered Accountants**  
**FRN No.021230S**

**P. Sai Dhanasekhar**  
Partner  
Membership No.249951  
UDIN:22249951AJTJGW3106  
Place: Tirupathi  
Date:26 May 2022



**For and on behalf of the Board of Directors**  
**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**

**R. Chellappan**  
Director  
DIN : 00016958

Place:Chennai  
Date:26 May 2022

**V.C.Raghunath**  
Director  
DIN : 000703922

**G.Ramesh**  
Chief Financial Officer

**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**  
**Statement of Changes in Equity for the period ended 31 March 2022**  
 (All amounts are in INR Lakhs, unless otherwise stated)

**a. Equity Share Capital**

**For the year ended 31 March 2022**

Balance as at 1 April 2021	Changes in Equity Share Capital during the year (Refer Note 9)	Balance as at 31 March 2022
-	1,800.30	1,800.30

**b. Other Equity**

Particulars	Retained Earnings
As at 1 April 2021	-
Loss for the year	(16.72)
As at 31 March 2022	(16.72)

See accompanying notes forming part of the financial statements  
 As per my report of even date

**For P Sai Dhanasekhar & Associates**  
**Chartered Accountants**  
**FRN No.021230S**



*(Signature)*

**P. Sai Dhanasekhar**  
 Partner  
 Membership No.249951  
 UDIN:22249951AJTJGW3106  
 Place: Tirupathi  
 Date:26 May 2022

**For and on behalf of the Board of Directors**  
**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**

*(Signature)*

**R. Chellappan**  
 Director  
 DIN : 00016958

*(Signature)*

**V.C.Raghunath**  
 Director  
 DIN : 00703922

*(Signature)*

**G.Ramesh**  
 Chief Financial Officer

Place:Chennai  
 Date:26 May 2022



**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**

**Notes to financial statements for the year ended 31 March 2022**

(All amounts are in INR Lakhs, unless otherwise stated)

**28 Recent Accounting Pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 23, 2022, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2022, applicable from April 1, 2022, as below:

**Ind AS 103 – Reference to Conceptual Framework**

The amendments specify that to qualify for recognition as part of applying the acquisition method, the identifiable assets acquired and liabilities assumed must meet the definitions of assets and liabilities in the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India at the acquisition date. These changes do not significantly change the requirements of Ind AS 103. The Company does not expect the amendment to have any significant impact in its financial statements.

**Ind AS 16 – Proceeds before intended use**

The amendments mainly prohibit an entity from deducting from the cost of property, plant and equipment amounts received from selling items produced while the company is preparing the asset for its intended use. Instead, an entity will recognise such sales proceeds and related cost in profit or loss. The Company does not expect the amendments to have any impact in its recognition of its property, plant and equipment in its financial statements.

**Ind AS 37 – Onerous Contracts - Costs of Fulfilling a Contract**

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts. The amendment is essentially a clarification and the Company does not expect the amendment to have any significant impact in its financial statements.

**Ind AS 109 – Improvements**

The amendment clarifies which fees an entity includes when it applies the '10 percent' test of Ind AS 109 in assessing whether to derecognise a financial liability. The Company does not expect the amendment to have any major impact in its financial statements.

**Ind AS 116 – Annual Improvements to Ind AS (2021)**

The amendments remove the illustration of the reimbursement of leasehold improvements by the lessor in order to resolve any potential confusion regarding the treatment of lease incentives that might arise because of how lease incentives were described in that illustration. The Company does not expect the amendment to have any significant impact in its financial statements.

29 Previous year figures have been regrouped/reclassified, wherever necessary.

For and on behalf of the Board of Directors  
**SWELECT RENEWABLE ENERGY PRIVATE LIMITED**

  
**R. Chellappan**  
Director  
DIN : 00016958

  
**V.C. Raghunath**  
Director  
DIN : 00703922

Sd/-   
**G. Ramesh**  
Chief Financial Officer  
Place: Chennai  
Date: 26 May 2022