

COMPUTATION OF TOTAL INCOME AND TAX LIABILITY

ASSESSMENT YEAR : 2021-22

FINANCIAL YEAR : 2020-21

Name : Sri Venkateswara Green Power Projects Limited
Address : 5-9- 22, Flat No.303,3rd Floor, My Home Sarovar
: Plaza, Secretariat, Saifabad, Hyderabad -500063
Status : Limited
PAN : AAEC57881C
Date of formation : 07.09.1999

Particulars	Amount in Rs.	
Income form Business		
Net Loss as per Profit and Loss Account		(63,46,931)
Add: Income Tax of earlier years	-	
Disallowance u/s 40a(ia)	1,27,119	
Add: Depreciation as per Companies Act	1,48,087	2,75,205
		(60,71,725)
Less: Depreciation as per Income Tax Act, 1961	1,26,733	1,26,733
Gross Loss		(61,98,459)
Tax on above	-	
Add: Surcharge	-	
Add: Education Cess	-	
Total Tax payable	-	
Less: TDS Receivable	-	
Tax Payable/ (Refundable)	-	
Tax as per MAT under sec 115JB:		
Book Profit		(63,46,931)
Tax on above @18.5%	-	
Add: Surcharge	-	
Add: Education Cess @3%	-	
Less: TDS	-	
Tax Payable/ (Refundable)	6,979	(6,979)

Sri Venkateswara Green Power Projects Limited

Edmundobly
Managing Director



Sri Venkateswara Green Power Projects Limited
(Formerly known as Sri Venkateswara Hydro Power Project Limited)

Depreciation Statement As Per I.T. Rules For the Year Ended 31.03.2021

S.No.	Particulars	Rate	Gross Block as on 01.04.2020	Additions		Deletions	Total	Depreciation	WDV as on 31.03.2021
				Upto 30.09.2020	after 30.09.2020				
1	Land	0%	2,22,41,871	-	-	-	2,22,41,871	-	2,22,41,871
2	Vehicle	15%	6,92,550	-	-	-	6,92,550	103,883	5,88,668
3	Office Equipment	15%	1,52,338	-	-	-	1,52,338	22,851	1,29,488
	Total		2,30,86,759	-	-	-	2,30,86,759	126,733	2,29,60,026

For M/s. Sri Venkateswara Green Power Projects Limited

Place : Hyderabad.

Date : 12.05.2021

K. Venkateswara Reddy
(K. Venkateswara Reddy)
Managing Director



SRI VENKATESWARA GREEN POWER PROJECTS LIMITED
(Formerly known as Sri Venkateswara Hydro Power Project Limited)
CIN:U40109TG1999PLC109481

Balance Sheet as at 31st March 2021

Particulars	Notes	Amount (Rs.)	
		As at March 31, 2021	As at March 31, 2020
ASSETS			
Non-current assets			
(a) Property, plant and equipment	2	2,28,46,124	2,29,94,213
(b) Capital work-in-progress	2	18,49,48,078	18,49,48,078
(c) Other Intangible assets		-	-
(d) Intangible assets under development		-	-
(e) Financial assets		-	-
(i) Investments		-	-
(ii) Trade Receivables		-	-
(iii) Other financial assets	3	90,000	1,00,000
(f) Deferred tax assets (net)	4	29,615	24,063
(g) Other non-current assets	5	25,00,000	25,00,000
Total Non-current assets (1)		21,04,13,818	21,05,66,354
Current assets			
(a) Inventories		-	-
(b) Financial assets		-	-
(i) Investments		-	-
(ii) Trade Receivables		-	-
(iii) Cash and cash equivalents	6	42,02,716	49,926
(iv) Bank balances other than above	6	14,00,000	14,00,000
(v) Loans & Advances		-	-
(vi) Other financial assets	7	68,191	1,23,648
(c) Current tax assets	8	19,74,739	18,08,049
(d) Other current assets	9	12,000	-
Total Current assets (2)		76,57,646	33,81,623
Total Assets (1+2)		21,80,71,464	21,39,47,977
EQUITY AND LIABILITIES			
SHARE HOLDER'S FUNDS			
(a) Equity share capital	10	21,68,26,620	15,86,03,140
(b) Other equity	11	(2,32,56,629)	(1,69,15,248)
Total Equity (1)		19,35,69,991	14,16,87,892
Liabilities			
Non-current liabilities			
(a) Financial liabilities		-	-
(b) Provisions		-	-
(c) Deferred tax liabilities (net)		-	-
(d) Other Non-current Liabilities		-	-
Total Non-current liabilities (2)		-	-
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	12	1,90,64,100	6,60,37,595
(ii) Trade payables		-	-
(iii) Other financial liabilities	13	53,05,185	52,84,049
(b) Other current liabilities	14	1,32,188	9,38,441
(c) Provisions		-	-
(d) Current tax liabilities (Net)		-	-
Total Current liabilities (3)		2,45,01,473	7,22,60,085
Total Equity and Liabilities (1+2+3)		21,80,71,464	21,39,47,977

Significant Accounting Policies basis for preparation of Financial Statements

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Notes form an Integral Part of Financial Statements
As per our report on even date

For M/s. Deva & Co

Chartered Accountants

Firm Reg.No. 000722S

for and on behalf of the Board of Directors

P. Mohan Krishna
(P.Mohan Krishna)
Partner

Membership No.252780
UDIN :21252780AAAABM1333

DEVA & CO.,
Chartered Accountants

Flat No. 303, Siddhu Residency,

5-8-42/2, Hill Fort Street No. 2,

Place : Hyderabad

Date : 12.05.2021.

Bashoerbagh, Hyderabad-500 003,

Telangana. India.

(K. Venkateswara Reddy)
Managing Director
DIN. 00973086

(Manohar Loka Reddy)
Director
DIN.00140229

(Sai Ram Gandikota)
Company Secretary



SRI VENKATESWARA GREEN POWER PROJECTS LIMITED

(Formerly known as Sri Venkateswara Hydro Power Project Limited)

CIN:U40109TG1999PLC109481

Statement of Profit and Loss for the Year ended 31st March 2021

Particulars	Notes	Amount (Rs.)	
		Year Ended March 31, 2021	Year Ended March 31, 2020
I Revenue from operations		-	-
II Other income (net)		-	-
III Total Income (I + II)	15	93,051	91,727
		93,051	91,727
IV Expenses			
(a) Changes in inventories and finished goods & stock in process			
(b) Employee benefit expenses			
(c) Finance costs	16	29,78,100	33,57,730
(d) Depreciation and amortization expense	17	45,615	41,472
(e) Other expenses	2	1,48,087	1,41,995
Total Expenses(IV)	18	32,68,180	4,00,221
V Profit/(Loss) before exceptional items and tax (I - IV)		64,39,982	39,41,418
VI Exceptional items		(63,46,931)	(38,49,691)
VII Profit/(Loss) before tax (V - VI)		-	-
VIII Tax Expense		(63,46,931)	(38,49,691)
(a) Current tax		-	-
(b) Deferred tax asset/liability		-	-
Total Tax Expense		(5,552)	(3,987)
		(5,552)	(3,987)
IX Profit/(Loss) after tax (VII - VIII)		(63,41,378)	(38,45,703)
X Other comprehensive income			
(i) Items that will not be reclassified to profit or loss			
(a) Changes in revaluation surplus		-	-
(b) Remeasurement of the defined benefit plans		-	-
(ii) Income tax on items that may not be reclassified to profit or loss		-	-
		-	-
XI Total Comprehensive Income for the year (VII + VIII)		-	-
Earnings Per Share (')			
(i) Basic		(0.29)	(0.24)
(ii) Diluted		(0.29)	(0.24)

Compiled and Extracted as per the books of accounts submitted

For M/s. Deva & Co
Chartered Accountants
Firm Reg.No. 0007225

P. Mohan Krishna
(P.Mohan Krishna)

Partner

DEVA & CO.,
Chartered Accountants

Membership No.252780
UDIN :21252780AAAABM1333
Flat No. 303, Siddhu Residency,
42/2, Hill Fort Street No. 2,
Basheerbagh, Hyderabad-500 003,
Telangana. India.

Place : Hyderabad
Date : 12.05.2021

for and on behalf of the Board of Directors

K. Venkateswara Reddy
(K. Venkateswara Reddy)
Managing Director
DIN. 00973086

Manohar Loka Reddy
(Manohar Loka Reddy)
Director
DIN. 00140229

Sai Ram Gandikota
(Sai Ram Gandikota)
Company Secretary



SRI VENKATESWARA GREEN POWER PROJECTS LIMITED
(Formerly known as Sri Venkateswara Hydro Power Project Limited)
CIN:U40109TG1999PLC109481

Cash Flow Statement for the year ended 31st March, 2021

Particulars	Amount(Rs.)	
	For the year ended 31-03-2021	For the year ended 31-03-2020
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Taxation		
Adjustments for:	(63,46,931)	(38,49,691)
Add: Depreciation		
Add: Preliminary expenses written-off	1,48,087	1,41,995
Less: Profit on sale of Land	-	-
Operating Profit/(Loss) Before Working Capital Changes		
Adjustments for :	(61,98,844)	(37,07,696)
Increase/(Decrease) in Other Current Liabilities		
Increase/(Decrease) in Other Financial Liabilities	(8,06,253)	95,903
Increase/(Decrease) in Trade payables	21,136	31,35,812
(Increase)/Decrease in Other Financial Assets	-	-
(Increase)/Decrease in Current Tax Assets	55,457	41,620
(Increase)/Decrease in Other Current Assets	(1,66,690)	-
Cash generated from Operations	(12,000)	(19,09,868)
Income Taxes paid	(71,07,195)	(23,44,229)
Net Cash from/ (used in) Operating Activities - (I)	-	-
	(71,07,195)	(23,44,229)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets including CWIP	-	(1,37,52,792)
Long term loans and advances	10,000	(7,90,000)
Sale of Fixed Assets	-	-
(Increase)/Decrease in Deposits (Rental)	-	-
Net Cash from Investing Activities - (II)	10,000	(1,45,42,793)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Share capital raised		
Short term borrowings raised / (repaid)	5,82,23,480	-
Increase/(Decrease) in Other Non Current Liabilities	(4,69,73,495)	1,70,82,910
Net Cash from/(used in) Financing Activities - (III)	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents (I+II+III)	1,12,49,985	1,70,82,910
Cash and Cash Equivalents at the beginning of the year	41,52,790	1,95,888
Cash and Cash Equivalents at the end of the year	14,49,926	12,54,038
Components of Cash and Cash Equivalents:	56,02,716	14,49,926
Cash in hand		
Balances with Schedule Banks	3,71,354	8,204
on Current Accounts		
Fixed Deposits	38,31,362	41,722
Total Cash and Cash Equivalents as per Balance Sheet	14,00,000	14,00,000
	56,02,716	14,49,926

This is the Cash Flow Statement referred to in our report of even date.

For M/s. Deva & Co
Chartered Accountants
Firm Reg.No. 0007225

P. Mohan Krishna

(P.Mohan Krishna)
Partner

Membership No.252780
UDIN:21252780AAAABM1333

Place : Hyderabad.
Date : 12.05.2021

DEVA & CO.,
Chartered Accountants
Flat No. 303, Siddhu Residency,
5-8-42/2, Hill Fort Street No. 2,
Basheerbagh, Hyderabad-500 003,
Telangana. India.

for and on behalf of the Board of Directors

(K. Venkateswara Reddy)
Managing Director
DIN. 00973086

(Manohar Loka Reddy)
Director
DIN.00140229

(Sai Ram Gandikota)
Company Secretary



SRI VENKATESWARA GREEN POWER PROJECTS LIMITED

(Formerly known as Sri Venkateswara Hydro Power Project Limited)

Notes to Financial Statements

Note -2	Property, Plant and Equipment
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FIXED ASSETS	Rate	Gross Block (at cost)				Depreciation/Amortization				Net Block	
		As at 01-04-2020	Additions during the Year	Deletions during the Year	As at 31-03-2021	As at 01-04-2020	For the year	Deletions during the year	As at 31-03-2021	As at 31-03-2021	As at 31-03-2020
(a) Tangible Assets											
Land		2,22,41,871	-	-	2,22,41,871	-	-	-	-	2,22,41,871	2,22,41,871
Office Equipments		1,91,393	-	-	1,91,393	50,614	35,274	-	85,888	1,05,505	1,40,779
Vehicle		9,50,000	-	-	9,50,000	3,38,439	1,12,813	-	4,51,252	4,98,748	6,11,561
Total		2,33,83,264	-	-	2,33,83,264	389,053	1,48,087	-	5,37,140	2,28,46,124	2,29,94,211
(b) Capital Work In Progress											
		18,49,48,078	-	-	18,49,48,078	-	-	-	-	18,49,48,078	18,49,48,078
Total		18,49,48,078	-	-	18,49,48,078	-	-	-	-	18,49,48,078	18,49,48,078
Grand Total		20,83,31,342	-	-	20,83,31,342	3,89,053	1,48,087	-	5,37,140	20,77,94,203	20,79,42,289
Previous year											
a) Tangible Assets		2,33,19,588	63,677	-	2,33,83,265	2,47,058	1,41,995	-	3,89,052	2,29,94,213	2,30,72,530
b) Capital Work In Progress		17,12,58,963	1,36,89,115	-	18,49,48,078	-	-	-	-	18,49,48,078	17,12,58,963
Total		19,45,78,551	1,37,52,792	-	20,83,31,343	2,47,058	1,41,995	-	3,89,052	20,79,42,291	19,43,31,493



SRI VENKATESWARA GREEN POWER PROJECTS LIMITED
(Formerly known as Sri Venkateswara Hydro Power Project Limited)
Notes to Financial Statements

Note-3

Other Financial Assets

Particulars	As at 31-03-2021	As at 31-03-2020
Unsecured, considered good		
Rent Deposit		10,000
Security Deposits-NSDL	90,000	90,000
Total	90,000	1,00,000

Note-4

Deferred Tax Assets (net)

Particulars	As at 31-03-2021	As at 31-03-2020
Opening Balance	24,063	20,076
Add: Related to temporary differences realting to depreciation/amortization	5,552	3,987
Closing Deferred Tax	29,615	24,063

Note-5

Other Non-Current Assets

Particulars	As at 31-03-2021	As at 31-03-2020
Unsecured, considered good		
Capital Advances		
Advance for Land	25,00,000	25,00,000
Total	25,00,000	25,00,000

Note-6

Cash And Cash Equivalents

Particulars	As at 31-03-2021	As at 31-03-2020
Cash and Cash Equivalents		
a) Balances with banks		
On Current Accounts	38,31,362	41,722
b) Cash on hand	3,71,354	8,204
Total	42,02,716	49,926
Bank Balance other than cash and cash equivalents		
Fixed Deposits	14,00,000	14,00,000
	14,00,000	14,00,000

Note-7

Other Financial Assets

Particulars	As at 31-03-2021	As at 31-03-2020
Interest accrued but not due	68,191	123,648
Total	68,191	123,648

Note-8

Current Tax Assets

Particulars	As at 31-03-2021	As at 31-03-2020
TDS receivable	6978	21,878
Duties & Taxes		
Input CGST 9%	7,70,914	7,33,669
Input SGST 9%	7,70,914	7,33,669
Input IGST 18%	4,25,932	3,18,832
Total	19,74,739	18,08,049

TDS Receivable for FY 2018-19&2016-17 an amount of Rs.12,764 was written off due to TDS refund not claimed in Income Tax Return

Note-9

Other Current Assets

Particulars	As at 31-03-2021	As at 31-03-2020
Staff Advance	12,000	-
Total	12,000	-



Note-10**Equity Share Capital**

Particulars	Amount (Rs.)	
	As at 31-03-2021	As at 31-03-2020
SHARE CAPITAL		
Authorised:		
Authorised Capital	25,00,00,000	16,00,00,000
2,50,00,000 Equity Shares of Rs.10/- each		
	25,00,00,000	16,00,00,000
Issued, Subscribed and Paid Up:		
2,16,82,662 Equity Shares of Rs.10/- each	21,68,26,620	15,86,03,140
Total	21,68,26,620	15,86,03,140

During the year, the Authorised capital of the company raised from 16,00,00,000 to 25,00,00,000

(a) Movement in Equity Share Capital

Particulars	No. of Shares	Amount (Rs.)
Balance at 01-04-2016	13,89,261	1,38,92,610
Movement during the year	6,10,739	61,07,390
Balance at 31-03-2017	20,00,000	2,00,00,000
Movement during the year	1,32,58,992	13,25,89,920
Balance at 31-03-2018	1,52,58,992	15,25,89,920
Movement during the year	6,01,322	60,13,220
Balance at 31-03-2019	1,58,60,314	15,86,03,140
Movement during the year	0	0
Balance at 31-03-2020	1,58,60,314	15,86,03,140
Movement during the year	58,22,348	5,82,23,480
Balance at 31-03-2021	2,16,82,662	21,68,26,620

b) The details of shareholders holding more than 5% equity shares in the company

Name of the Share Holder	As at 31-03-2021		As at 31-03-2020	
	No. of Shares	% of holding	No. of Shares	% of holding
NETTLINX LIMITED	94,94,923	43.79%	84,94,923	53.56%
K.VENKATESHWAR REDDY	52,99,323	24.44%	49,96,923	31.51%
NETTLINX REALTY PRIVATE LIMITED	35,05,000	16.16%	-	-

Terms/Right attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the Shareholders in the ensuing Annual General Meeting, except in case of interim dividend. 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

Note -11**Other equity**

Particulars	Amount (Rs.)	
	31-03-2021	31-03-2020
Reserves & Surplus		
General Reserve		
Retained Earnings		
Opening balance	(1,69,15,250)	(1,30,69,547)
Add: Profit during the year	(63,41,378)	(38,45,703)
Total	(2,32,56,629)	(1,69,15,250)



SRI VENKATESWARA GREEN POWER PROJECTS LIMITED
(Formerly known as Sri Venkateswara Hydro Power Project Limited)
Notes to Financial Statements

Note-12

Borrowings (Current)

Particulars	As at 31-03-2021	As at 31-03-2020
Unsecured		
Advances from Related Parties	75,19,000	5,44,92,495
Loan from Rahul Indian Gas	1,15,45,100	1,15,45,100
Total	1,90,64,100	6,60,37,595

Unsecured loans and advances from related parties and others are payable on demand

Note-13

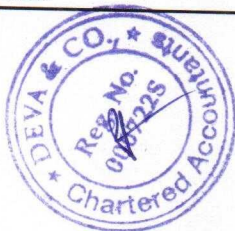
Other financial liabilities

Particulars	As at 31-03-2021	As at 31-03-2020
Auditors Remuneration Payable	70,800	1,29,800
Salaries Payable	2,20,812	2,24,900
Expenses payable to Staff	42,293	16,069
Sundry Creditors	49,71,280	49,13,280
	53,05,185	52,84,049

Note-14

Other Current Liabilities

Statutory Liabilities	As at 31-03-2021	As at 31-03-2020
TDS 94 J	-	8,38,442
TDS 92 B	1,32,188	1,00,000
Total	1,32,188	9,38,442



SRI VENKATESWARA GREEN POWER PROJECTS LIMITED
(Formerly known as Sri Venkateswara Hydro Power Project Limited)
Notes to Financial Statements

Note-15

OTHER INCOME

		(Amount in Rs)
Particulars	For the year ended 31-03-2021	For the year ended 31-03-2020
a) Interest Income FD	93,051	94,124
Total	93,051	94,124

Note-16

EMPLOYEE BENEFITS EXPENSES

		(Amount in Rs)
Particulars	For the year ended 31-03-2021	For the year ended 31-03-2020
a) Salaries, Wages and Bonus	17,78,100	21,57,730
b) Director Remuneration	12,00,000	12,00,000
Total	29,78,100	33,57,730

Note-17

FINANCE COSTS

		(Amount in Rs)
Particulars	For the year ended 31-03-2021	For the year ended 31-03-2020
Interest expense on unsecured loans	-	-
Bank charges	45,615	41,472
Total	45,615	41,472

Note-18

OTHER EXPENSES

		(Amount in Rs)
Particulars	For the year ended 31-03-2021	For the year ended 31-03-2020
Other non-operating expenses		
Advertisement Expenses	-	6,000
Postage	1,100	970
ROC expenses	8,42,216	11,907
Professional & Consulting charges	11,98,898	98,933
Insurance Vehicles	30,060	1,39,317
Interest & Penalty charges	5,46,662	0
Printing & Stationery	16,388	15,032
Rates & Taxes	1,475	0
TDS Receivable for FY 2016-17&2018-19 written off	12,764	
Loan Processing Fee	2,50,000	0
Travelling expenses	78,539	0
Local conveyance	560	22,262
Office Expenses	92,922	0
D Mat Charges	10,000	35,000
Vehicle Maintenance	1,26,595	0
Audit Fee	60,000	70,800
Total	32,68,180	4,00,221



Sri Venkateswara Green Power Projects Limited
FY 2020-21

Computation of Deferred Tax for the period ended 31.03.2021

Particulars		Difference	Deferred Tax as at 31.03.2020
Carrying amount as per Companies Act	2,28,46,124		
Carrying amount as per Income Tax Act	2,29,60,026		
Deferred Tax for the year - P&L A/c		1,13,902	
Deferred Tax Asset at the end of the year			29,614
Less: Opening Deferred Tax Asset			24,062
Deferred Tax Asset for the year - P & L			5,552



A. General Information

Sri Venkateswara Green Power Project Limited (Formerly Sri Venkateswara Hydro Power Project Limited) was incorporated on 7th September 1999. The entity is engaged in the business of Generation of power either by hydro, thermal, gas, air, diesel oil or through renewable energy sources. The entity's registered office is located at 5-9-22, Flat No.303, 3rd Floor, My Home Sarovar Plaza, Secretariat, Saifabad, Hyderabad TG 500063 INDIA.

During the year FY 2020-21, the land leveling work is in progress at factory site. Thus, there are no operations in the Company during the Financial Year 2020-21.

B. Basis of preparation of financial statements

B.1. Statement of Compliance

These financial statements are prepared in accordance with the generally accepted accounting principles (GAAP) in India and in compliance with the Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013 ("the Act") read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, the Companies (Indian Accounting Standards) (Amendment) Rules, 2017 and other provisions to the Act, to the extent notified and applicable as well as applicable guidance notes and pronouncements of the Institute of Chartered Accountants of India (the ICAI).

Details of the accounting policies are included in Note 1.

B.2 Basis of preparation and presentation

These financial statements for the year ended March 31, 2021 (FY 2020-21) are prepared in compliance with principles stated in Ind AS. The Company started preparing financial statements as per Ind AS principles beginning from FY 2017-18. For all periods up to and including the year ended March 31, 2017, the Company prepared its financial statements in accordance with the accounting standards notified under Section 133 of the Act, read together with Rule 7 of the Companies (Accounts) Rules, 2014 (hereinafter referred to as 'the Previous GAAP') used for its statutory reporting requirements in India immediately before adopting Ind AS.

These financial statements have been prepared on the historical cost convention and on an accrual basis.

B.3 Functional and presentation currency

The financial statements are presented in Indian rupees, which is the functional currency of the Company.

All amounts are in Indian Rupees except share data, unless otherwise stated.

B.4 Operating Cycle

The Company has not yet commenced its operations and hence this clause is not applicable.



B.5 Provision and Contingent Liability

On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Contingency Gains are not recognized until the contingency has been resolved and amounts are received or receivable.

B.6 Fair value measurement and valuation process:

The company measured financial assets and liabilities, if any, at fair value for financial reporting purposes.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

1. Significant Accounting Policies

As the Company is only in the Pre-construction stage and the Company has not started its principal activity of power generation, only the relevant & the applicable policies are given below which are considered in the preparation of the financial statements.

1.1 Revenue recognition

a) Sale of Power: *The Company has not started generation of Power and hence the policy of Revenue from Sale of Power is not presently applicable to the Company.*

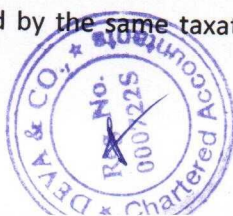
b) Other Income is accounted on accrual basis.

Statement of profit and loss

1.1 Taxes on Income Tax and Deferred Tax

Income Tax comprises of current and deferred tax. It is recognized in the Statement of Profit and Loss except to the extent that it relates to a business combination or to an item recognized directly in equity or other comprehensive income.

Provision for income tax is made on the basis of taxable income for the year at the current rates. Tax expense comprises of current tax and deferred tax at the applicable enacted or substantively enacted rates. Current tax represents amount of Income Tax payable/ recoverable in respect of taxable income/ loss for the reporting period. Deferred tax represents the effect of temporary difference between carrying amount of assets and liabilities in the consolidated financial statements and the corresponding tax base used in the computation of taxable income. Deferred tax liabilities are generally accounted for all taxable temporary differences. Deferred tax asset is recognized for all deductible temporary differences, carried forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which such deductible temporary differences can be utilised. Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current income tax assets against current income tax liabilities and when deferred income tax assets and liabilities relate to the income tax levied by the same taxation authority on either the same taxable entity or different taxable



entities where there is an intention to settle the balances on a net or simultaneous basis. Deferred tax assets/ liabilities are not recognized for initial recognition of Goodwill or on an asset or liability in a transaction that is not a business combination and at the time of transaction affects neither the accounting profit nor taxable profit or loss. MAT credit is recognized as an asset, only if it is probable that the Company will pay normal income tax during the Specified period.

1.2 Earnings per share

In determining Earning per Share, the Company considers net profit after tax attributable to parent and includes post tax effect of any exceptional item. Number of shares used in computing basic earnings per share is the weighted average number of the shares, excluding the shares owned by the Trust, outstanding during the period. Dilutive earning per share is computed and disclosed after adjusting effect of all dilutive potential equity shares, if any except when results will be anti-dilutive.

Dilutive potential equity shares are deemed converted as at the beginning of the period, unless issued at a later date.

1.3 Property, Plant and Equipment (PPE)

- (i) Property, plant and equipment (PPE) are stated at cost net of any taxes less accumulated depreciation, amortization and impairment loss, if any. Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.
- (ii) Cost of an item of PPE comprises of its purchase price including import duties and non-refundable purchase taxes after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and present value of estimated costs of dismantling and removing the item and restoring the site on which it is located.
- (iii) As per Ind AS-16 Property, Plant and Equipment any expenditure incurred which is directly attributable to the cost of the asset should be capitalized. Other expenditure which is not directly attributable to fixed assets should be expensed off against P&L account. Therefore as per this provision certain general expenditure has been charged against P&L account instead of showing under Pre-Operative expenses.

1.4 Depreciation

Depreciation is the systematic allocation of the depreciable amount of PPE over its useful life as per IndAS 16 and is provided on a Straight-Line Method over the useful lives as prescribed in Schedule II to the Act or as per technical assessment.

Depreciable amount for PPE is the cost of PPE less its estimated residual value. The useful life of PPE is the period over which PPE is expected to be available for use by the Company, or the number of production or similar units expected to be obtained from the asset by the Company.

Such classes of assets and their estimated useful lives are as under



Particulars	Useful life
Land	-
Office Equipment – Others	5
Vehicles	8

1.5 Cash and cash equivalents

Cash and cash equivalents in the Balance Sheet comprise cash at bank and cash in hand and short-term deposits with banks that are readily convertible into cash which are subject to insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

1.6 Cash flow statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated.

1.7 Employee benefits

Employee benefits are charged to the statement of profit and loss in the year when employee renders the related service. There are no other obligations.

Note 19

CONTINGENT LIABILITIES (IndAS-37)

A. Contingent liabilities/claims not provided for:

a) Claims against the Company not acknowledged as Debt: *	2020-21 Rs.	2019-20 Rs.
i) Unexpired Bank Guarantees	Nil	Nil
ii) There is a dispute in City Civil Court, Hyderabad against P.Ravinder Reddy and E. Laxma Reddy, Hyderabad, for an amount of Rs.18,00,000 (Approx.) in respect of Long Term Loans and Advances given- Advance for Land, for which the company is expecting a favourable order and hence no provision was created in the books.	18,00,000	18,00,000
iii) The company has not made any provision towards interest and penalty for late payment of TDS on the ground that they are going to appeal before appropriate authorities relating to financial years 2018-19 & 2017-18	3050	3,52,546



Note 20**A. Auditors Remuneration:**

Particulars	For the Year 2020-21 Rs.	For the Year 2019-20 Rs.
a) Statutory Audit Fee	60,000	60,000

B. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

Under the Micro, Small and Medium Enterprises Development Act, 2006(MSMED) which came into force from Oct 2, 2006, certain disclosures are required to be made relating to MSMED. On the basis of information and records available with the company, there are no micro, small and medium enterprises to whom the company has paid interest or any interest payable on outstanding (under the provisions of section 16 of Micro, Small and Medium Enterprise Development Act,2003) during the year ended March31,2021.

C. Related Party disclosures under IND AS - 24.

The List of Related Parties as identified by the management is as under:

1) Holding Company
a) Nettlinx Limited.
2) Key Management Personnel (KMP) of the Company
a) Shri K. Venkateswara Reddy-Managing Director
b) Shri T S V N Leela Kumar- Director
c) Shri Manohar Loka Reddy – Director
3) Interest of KMP in other concerns
a) Rahul Indian Gas

Following transactions were carried out with related parties in the ordinary course of Business.

Rs. In Lakhs

S. No	Description	Holding Company	Other Subsidiary of Holding Company	KMP	Interest of KMP in other concerns	Total
1	Managerial Remuneration			12.00		12.00
2	Loans	-		115.45		115.45



Terms and Conditions of transactions with Related Parties:

Outstanding balances at the year-end are unsecured and interest free.

For the year ended March 31, 2021, the Company has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

D. Earnings per Share (EPS) –

S.NO.	Particulars	Year Ended 31-03-2021	Year Ended 31-03-2020
1	Profit attributable to the Equity Share Holders – A (Rs.)	(63,41,378)	(38,45,703)
2	No. of Equity Shares	2,16,82,662	1,58,60,314
3	Nominal Value of the Share (Rs.)	10	10
4	Basic / Weighted average number of Equity Shares - B	2,16,82,662	1,58,60,314
5	Earnings per Share (Rs.) – A/B*	(0.29)	(0.24)
6	Diluted Earnings Per Share (Rs)- A/(B+E)	(0.29)	(0.24)

E. Reconciliation of Effective Tax rate:

Particulars	Year Ended 31-03-2021	Year Ended 31-03-2020
Applicable tax rate	26	27.55
Effect of tax-exempt income	0	0
Effect of non-deductible expenses	0	0
Effect of allowances for tax purposes	0	0
Effect of previous year adjustments	0	0
Effective tax rate	26	27.55

F. Operating Lease (Ind AS 17)

The Company has no Operating Leases agreements during the Year 2020-21.

G. Capital management

The capital structure as of March 31, 2021 and March 31, 2020 as follows

Particulars	31-Mar-21	31-Mar-20
Total equity attributable to the equity shareholders of the Company	19,35,69,991	14,16,87,892
As a percentage of total capital	91.03%	68.20%



Long term borrowings including current maturities		
Short term borrowings	1,90,64,100	6,60,37,595
Total borrowings	1,90,64,100	6,60,37,595
As a percentage of total capital	8.97%	31.80%
Total capital (equity and borrowings)	21,26,34,091	20,77,25,486

I) Corporate Social Responsibility:

The Company is not required to spend towards Corporate Social Responsibility (CSR) as per Section 135 of the Companies Act, 2013, since the company is within the threshold limit given as per the provisions of the Act.

J) The Company based on the information available to date, both internal and external, considered the uncertainty relating to the COVID-19 pandemic in assessing the impact. Based on the current estimates, the Company expects to fully recover the carrying amount of assets and does not foresee any impact on its operations. As the outbreak continues to evolve, the Company will continue to closely monitor any material changes to future economic conditions.

The entire world, including India, is fighting with the deadly Covid-19 Pandemic and this is the biggest challenge before all businesses across the globe. The operations of the company were impacted due to the lockdown. The Company has restarted the operations in a phased manner as advised by the concerned authorities. There is no material impact on the financial results of the Company as on 31st March 2021. However, during the current year, to the extent to which Covid-19 Pandemic will impact the Company's results will depend on the future developments which are uncertain.

For M/s.DEVA& Co., Chartered Accountants, Firm Registration No. 000722S	For and on behalf of the Board of Directors	
<i>P. Mohan Krishna</i> (P.Mohan Krishna) Partner Membership No.252780 UDIN:21252780AAAABM1333	<i>E. Venkateswara Reddy</i> (K.Venkateswara Reddy) Managing Director DIN: 00973086	X <i>Manohar Loka Reddy</i> (Manohar Loka Reddy) Director DIN:00140229

Place: Hyderabad

Date: 12th May, 2021

DEVA & CO.,
Chartered Accountants
Flat No. 303, Siddhu Residency,
5-9-42/2, Hill Fort Street No. 2,
Basheerbagh, Hyderabad-500 003,
Telangana, India





Audit Engagement Letter

Part A: Audit of Financial Statements

To,
The Board of Directors of
Sri Venkateswara Green Power Projects Limited
5-9-22, 3rd Floor, My Home Sarovar Plaza,
Secreteriat Road, Saifabad,
Hyderabad-500063

Dear Sir(s),

We refer to the letter dated 30/09/2020 informing us about our (re)appointment as the auditors of the Company. You have requested that we audit the financial statements of the Company as defined in Section 2(40) of the Companies Act, 2013 ('2013 Act'), for the financial year(s) beginning April 1, 2020 and ending March 31, 2021. The financial statements of the Company. We are pleased to confirm our acceptance and our understanding of this audit engagement by means of this letter.

Our audit will be conducted with the objective of our expressing an opinion if the aforesaid financial statements give the information required by the 2013 Act in the manner so required, and give a true and fair view in conformity with the applicable accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, and its profit/loss and its cash flows for the year ended on that date which, *inter alia*, includes reporting in conjunction whether the Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. In forming our opinion on the financial statements, we will rely on the work of branch auditors appointed by the Company and our report would expressly state the fact of such reliance.

We will conduct our audit in accordance with the Standards on Auditing (SAs), issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed by the Central Government in accordance with Section 143(10) of the 2013 Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.

The terms of reference for our audit of internal financial controls over financial reporting carried out in conjunction with our audit of the Company's financial statements will be as stated in the separate engagement letter for conducting such audit and should be read in conjunction with this letter.



Branches

Chennai : No.2/14, 2nd Street, I Old State Bank Colony, West Tambaram, CHENNAI - 600045. Tel. No. 08807088818
Tirupathi : Flat No.207A, Chenji Plaza, K.T.Road, Bavaninagar, Tirupati, Chittoor - 517501. (A.P) 7981983355, 9032257024

An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

Because of the inherent limitations of an audit, including the possibility of collusion or improper management override of controls, there is an unavoidable risk that material misstatements due to fraud or error may occur and not be detected, even though the audit is properly planned and performed in accordance with the SAs. 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.

Our audit will be conducted on the basis that the Management and those charged with governance (Audit Committee / Board) acknowledge and understand that they have the responsibility:

(a) For the preparation of financial statements that give a true and fair view in accordance with the applicable Financial Reporting Standards and other generally accepted accounting principles in India. This includes:

- Compliance with the applicable provisions of the 2013 Act;
- Proper maintenance of accounts and other matters connected therewith;
- The responsibility for the preparation of the financial statements on a going concern basis;
- The preparation of the annual accounts in accordance with, the applicable accounting standards and providing proper explanation relating to any material departures from those accounting standards;
- Selection of accounting policies and applying them consistently and making judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- Taking proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the 2013 Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- Laying down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- Devising proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

(b) Identifying and informing us of financial transactions or matters that may have any adverse effect on the functioning of the Company.

(c) Identifying and informing us of :

- All the pending litigations and confirming that the impact of the pending litigations on the Company's financial position has been disclosed in its financial statements;
- All material foreseeable losses, if any, on long term contracts including derivative contracts and the accrual for such losses as required under any law or accounting standards; and
- Any delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.



- (d) Informing us of facts that may affect the financial statements, of which Management may become aware during the period from the date of our report to the date the financial statements are issued.
- (e) Identifying and informing us as to whether any director is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the 2013 Act. This should be supported by written representations received from the directors as on March 31, 2021 and taken on record by the Board of Directors.
- (f) To provide us, *inter alia*, with:
- (i) Access, at all times, to all information, including the books, accounts, vouchers and other records and documentation of the Company, whether kept at the Head Office or elsewhere, of which the Management is aware that are relevant to the preparation of the financial statements such as records, documentation and other matters. This will include books of account maintained in electronic mode;
 - (ii) Access, at all times, to the records of all the subsidiaries (including associate companies and joint ventures as per Explanation to Section 129(3) of the 2013 Act) of the Company in so far as it relates to the consolidation of its financial statements, as envisaged in the 2013 Act;
 - (iii) Access to reports, if any, relating to internal reporting on frauds (e.g., vigil mechanism reports etc.), including those submitted by cost accountant or company secretary in practice to the extent it relates to their reporting on frauds in accordance with the requirements of Section 143(12) of the 2013 Act;
 - (iv) Additional information that we may request from the Management for the purposes of our audit;
 - (v) Unrestricted access to persons within the Company from whom we deem it necessary to obtain audit evidence. This includes our entitlement to require from the officers of the Company such information and explanations as we may think necessary for the performance of our duties as the auditors of the Company; and
 - (vi) All the required support to discharge our duties as the statutory auditors as stipulated under the Companies Act, 2013/ ICAI standards on auditing and applicable guidance.

As part of our audit process, we will request from the Management written confirmation concerning representations made to us in connection with our audit.

Our report prepared in accordance with relevant provisions of the 2013 Act would be addressed to the shareholders of the Company for adoption of the accounts at the Annual General Meeting. In respect of other services, our report would be addressed to the Board of Directors. The form and content of our report may need to be amended in the light of our audit findings.

In accordance with the requirements of Section 143(12) of the 2013 Act, if in the course of performance of our duties as auditor, we have reason to believe that an offence involving fraud is being or has been committed against the Company by officers or employees of the Company, we will be required to report to the Central Government, in accordance with the rules prescribed in this regard which, *inter alia*, requires us to forward our report to the Board or Audit Committee, as the case may be, seeking their reply or observations, to enable us to forward the same to the Central Government.



As stated above, given that we are required as per Section 143(12) of the Act to report on frauds, such reporting will be made in good faith and, therefore, cannot be considered as breach of maintenance of client confidentiality requirements or be subject to any suit, prosecution or other legal proceeding since it is done in pursuance of the 2013 Act or of any rules or orders made thereunder. We also wish to invite your attention to the fact that our audit process is subject to 'peer review' / 'quality review' under the Chartered Accountants Act, 1949. The reviewer(s) may inspect, examine or take abstract of our working papers during the course of the peer review/quality review. We may involve specialists and staff from our affiliated network firms to perform certain specific audit procedures during the course of our audit.

In terms of Standard on Auditing 720 – "The Auditor's Responsibility in Relation to Other Information in Documents Containing Audited Financial Statements" issued by the ICAI and deemed to be prescribed by the Central Government in accordance with Section 143(10) of the 2013 Act, we request you to provide to us a Draft of the Annual Report containing the audited financial statements so as to enable us to read the same and communicate material inconsistencies, if any, with the audited financial statements, before issuing the auditor's report on the financial statements.

"Our fees and out-of-pocket expenses for the audit of the financial statements for the year have been fixed by the members at the Annual General Meeting plus out-of-pocket expenses and indirect taxes will be mutually agreed between the Board of Directors of the Company and ourselves. We will bill as the work progresses. We will notify you promptly of any circumstances we encounter that could significantly affect our estimate of fees and discuss with you any additional fees, as necessary."

This letter should be read in conjunction with our letter dated 26th April 2021 for the Audit of Internal Financial Controls Over Financial Reporting under the 2013 Act, in respect of which separate fees have been fixed/will be mutually agreed.

We look forward to full cooperation from your staff during our audit.

Please sign and return the attached copy of this letter to indicate your acknowledgement of, and agreement with, the arrangements for my / our audit of the financial statements including our respective responsibilities.

Yours faithfully,
For Deva & Co,
Chartered Accountants

P. Mohan Krishna
(P. Mohan Krishna)
Partner



Place: Hyderabad
Date : 26th April, 2021

[Signature]
Acknowledged on behalf of
Sri Venkateswara Green Power Projects Limited

Director
Date: 26th April, 2021

Audit of Internal Financial Controls Over Financial Reporting

To the Board of Directors of
Sri Venkateswara Green Power Projects Limited

The objective and scope of the audit

You have requested that we carry out an audit of the internal financial controls over financial reporting of Obel Systems Private Limited (the 'Company') as at March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date. We are pleased to confirm our acceptance and our understanding of the audit engagement by means of this letter. Our audits will be conducted with the objective of expressing our opinion under Section 143(3)(i) of the Companies Act, 2013 ("2013 Act") on the adequacy of the internal financial controls system over financial reporting and the operating effectiveness of such controls as at March 31, 2021 based on the internal control criteria established by you.

Audit of internal financial controls over financial reporting

We will conduct our audit of the internal financial controls over financial reporting in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") and the Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed by the Central Government in accordance with Section 143(10) of the 2013 Act, to the extent applicable to an audit of internal financial controls over financial reporting. These Guidance Note and Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness as at the balance sheet date. An audit of internal financial controls over financial reporting involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

Inherent limitations in an audit 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.

Management's responsibility

Our audit will be conducted on the basis that [management and, where appropriate, those charged with governance] acknowledge and understand that they have responsibility:



(a) For establishing and maintaining adequate and effective internal financial controls based on state 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 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 Act.

(b) To provide us with:

- (i) Access, at all times, to all information, including the books, account, vouchers and other records and documentation, of the Company, whether kept at the head office of the company or elsewhere, of which [management] is aware that is relevant to the preparation of the financial statements such as records, documentation and other matters;
 - (ii) All information, such as records and documentation, and other matters that are relevant to our assessment of internal financial controls;
 - (iii) Management's evaluation and assessment of the adequacy and effectiveness of the company's internal financial controls, based on the control criteria [mention the control criteria] and all deficiencies, significant deficiencies and material weaknesses in the design or operations of internal financial controls identified as part of management's evaluation.
 - (iv) Additional information that we may request for the purpose of the audit.
 - (v) Unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence. This includes our entitlement to require from the officers of the Company such information and explanations as we may think necessary for the performance of our duties as auditor.
 - (vi) Any communications from regulatory agencies concerning non-compliance with or deficiencies in financial reporting practices.
 - (vii) Management's conclusion over the company's internal financial controls based on the control criteria set above as at the balance sheet date 31.03.2021.
 - (viii) Informing us of significant changes in the design or operation of the Company's internal financial controls that occurred during or subsequent to the date being reported on, including proposed changes being considered.
 - (ix) Providing us with the component auditors' report under section 143(3)(i) in the case of components that are companies covered under the Companies Act for the purposes of our reporting in the case of the consolidated financial statements of the Company.
- (c) As part of our audit process, we will request from [management and, where appropriate, those charged with governance], written confirmation concerning representations made to us in connection with the audit.



We also wish to invite your attention to the fact that our audit process is subject to 'peer review'/'quality review' under the Chartered Accountants Act, 1949 to be conducted by an Independent reviewer. The reviewer may inspect, examine or take abstract of our working papers during the course of the peer review.

Reporting

Our audit report will be issued pursuant to the requirements of Section 143(3)(i) of the Act. The form and content of our report may need to be amended in the light of our audit findings.

Our opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting in the case of the consolidated financial statements of the Company, in so far as it relates to subsidiary companies, jointly controlled companies and associate companies incorporated in India, will be based solely on the reports of the auditors of such companies.

This letter should be read in conjunction with our letter dated 26th April 2021 for the audit of the standalone financial statements of the Company under the Act.

We look forward to full cooperation from your staff during our audits.

Please sign and return the attached copy of this letter to indicate your acknowledgement of, and agreement with, the arrangements for our audit of the internal financial controls over financial reporting including our respective responsibilities.

Place: Hyderabad

Date: 26th April, 2021

E. Venkateswara

Acknowledged on behalf of
Sri Venkateswara Green Power Projects Limited

Director

Date: 26th April, 2021

For Deva & Co,
Chartered Accountants

P. Mohan Krishna
(P. Mohan Krishna)
Partner

