



Corporate Office:  
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May 05, 2022

The Bombay Stock Exchange  
Phiroze Jeejeebhoy Towers  
Dalal Street, Fort  
Mumbai- 400001

Dear Sir/ Madam,

**Sub: Financial Statement under Clause 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**Ref: Company Code: 10776; Company: GMR Warora Energy Limited**

The Board of Director has, in its meeting concluded on May 05, 2022 at 10:00 PM(IST), approved the Annual Audited Financial Statements of the Company along with Annual Audit Report for the year ended March 31, 2022.

Please find enclosed the annual audited financial statements of the Company along with annual Audit Report for the year ended March 31, 2022.

Further we hereby declare that the Audit Report has no qualifications or adverse remarks and is an audit report with unmodified opinion.

This is for your information and records please.

Thanking you,

Yours Sincerely,  
**For GMR Warora Energy Limited**

**Company Secretary**  
M. No. F8649

Statement of assets and liabilities		(in Rs. millions)	
		March 31, 2022 (Audited)	March 31, 2021 (Audited)
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	Property, plant and equipment	29,459.81	30,575.92
	Capital work in progress	84.15	12.92
	Intangible assets	1.34	4.14
	Right-of-use assets	335.12	339.12
	Financial assets		
	Investments (Rs. 2,500 (March 31, 2021: Rs. 2,500))	0.00	0.00
	Other financial assets	992.76	250.38
	Non-current tax assets (net)	17.36	9.81
	Other non-current assets	7.26	20.59
	<b>Total non-current assets</b>	<b>30,897.80</b>	<b>31,212.88</b>
<b>2</b>	<b>Current assets</b>		
	Inventories	375.59	368.66
	Financial assets		
	Trade receivables	6,527.82	6,434.88
	Cash and cash equivalents	76.06	95.57
	Other financial assets	1,145.86	821.01
	Other current assets	1,014.37	244.22
	<b>Total current assets</b>	<b>9,139.70</b>	<b>7,964.34</b>
	<b>Total assets (1+2)</b>	<b>40,037.50</b>	<b>39,177.22</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>EQUITY</b>		
	Equity share capital	8,700.00	8,700.00
	Other equity	(5,413.19)	(4,921.11)
	<b>Total equity</b>	<b>3,286.81</b>	<b>3,778.89</b>
<b>2</b>	<b>LIABILITIES</b>		
	<b>Non-current liabilities</b>		
	Financial liabilities		
	Borrowings	23,369.47	25,480.07
	Net employee defined benefit liabilities	6.22	0.59
	Provisions	65.71	60.96
	Deferred tax liabilities (net)	-	195.30
	<b>Total non-current liabilities</b>	<b>23,441.40</b>	<b>25,736.92</b>
<b>3</b>	<b>Current liabilities</b>		
	Financial liabilities		
	Borrowings	7,823.07	6,782.59
	Trade payables		
	(a) Total outstanding dues of micro enterprises and small enterprises	97.64	55.27
	(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	790.46	1,122.47
	Other financial liabilities	4,229.97	1,326.77
	Other current liabilities	27.37	39.53
	Net employee defined benefit liabilities	6.53	4.24
	Provisions	59.09	55.38
	Liabilities for current tax (net)	275.16	275.16
	<b>Total current liabilities</b>	<b>13,309.29</b>	<b>9,661.41</b>
	<b>Total liabilities (2+3)</b>	<b>36,750.69</b>	<b>35,398.33</b>
	<b>Total equity and liabilities (1+2+3)</b>	<b>40,037.50</b>	<b>39,177.22</b>



GMR Warora Energy Limited						
Corporate Identification Number (CIN): U40100MH2005PLC155140						
Registered Office: 701/704, 7th Floor, Naman Centre, A-Wing, BKC, Bandra, Mumbai - 400 051						
Statement of Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022						
(in Rs. millions)						
Sr. No.	Particulars	Quarter ended			Year ended	
		March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
		(Refer note 13 below)	Unaudited	(Refer note 14 below)	Audited	Audited
1	<b>Revenue:</b>					
	(a) Revenue from operations (refer note 3)	4,167.83	3,824.61	4,027.61	12,994.04	14,773.27
	(b) Other income	53.45	311.96	14.88	1,088.32	60.25
	<b>Total revenue</b>	<b>4,221.28</b>	<b>4,136.57</b>	<b>4,042.49</b>	<b>14,082.36</b>	<b>14,833.52</b>
2	<b>Expenses</b>					
	(a) Consumption of fuel	2,348.04	2,322.68	2,308.26	7,733.11	8,442.92
	(b) Employee benefit expenses	104.26	122.72	104.38	441.19	407.38
	(c) Finance costs	956.57	970.29	949.52	3,827.77	3,905.85
	(d) Depreciation and amortization expenses	290.98	296.80	289.00	1,177.40	1,197.91
	(e) Transmission charges (refer note 6)	29.81	89.42	204.55	456.79	740.65
	(f) Other expenses	389.19	205.35	373.11	1,128.44	978.97
	<b>Total expenses</b>	<b>4,118.85</b>	<b>4,007.26</b>	<b>4,228.82</b>	<b>14,764.70</b>	<b>15,673.68</b>
3	<b>Profit / (loss) before tax (1 - 2)</b>	<b>102.43</b>	<b>129.31</b>	<b>(186.33)</b>	<b>(682.34)</b>	<b>(840.16)</b>
4	<b>Tax Expenses</b>					
	(a) Current tax	-	-	-	-	-
	(b) Deferred tax (credit) / charge	-	-	(44.28)	(195.39)	(206.88)
5	<b>Profit / (loss) after tax (3 ± 4)</b>	<b>102.43</b>	<b>129.31</b>	<b>(142.05)</b>	<b>(486.95)</b>	<b>(633.28)</b>
6	<b>Other comprehensive income/ (expenses) (net of tax)</b>					
	(A) (i) Items that will not be reclassified to profit or loss	(0.81)	(2.09)	1.88	(5.04)	3.05
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	(0.48)	(0.09)	(0.77)
	(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	-	-	-	-	-
7	<b>Total comprehensive income for the period / year (Comprising profit / (loss) and other comprehensive income / (expenses) (net of tax) for the period / year (5 ± 6))</b>	<b>101.62</b>	<b>127.22</b>	<b>(140.65)</b>	<b>(492.08)</b>	<b>(631.00)</b>
8	<b>Paid-up equity share capital (Face value of Rs.10 per share)</b>	8,700.00	8,700.00	8,700.00	8,700.00	8,700.00
9	<b>Paid up debt capital (refer note 10)</b>	750.00	750.00	748.24	750.00	748.24
10	<b>Debenture redemption reserve (refer note 11 below)</b>	187.50	187.50	187.50	187.50	187.50
11	<b>Earnings per share (EPS) (of Rs 10 each) (not annualised)</b>					
	(a) Basic EPS	0.10	0.12	(0.14)	(0.47)	(0.61)
	(b) Diluted EPS	0.10	0.12	(0.14)	(0.47)	(0.61)
12	<b>Weighted average number of equity shares for calculation of:</b>					
	Basic EPS	1,040,008,060	1,040,008,060	1,040,008,060	1,040,008,060	1,040,008,060
	Diluted EPS	1,040,008,060	1,040,008,060	1,040,008,060	1,040,008,060	1,040,008,060
13	<b>Net worth (refer note 12 below)</b>	3,286.81	3,185.19	3,778.89	3,286.81	3,778.89
14	<b>Ratios (refer note 12 below)</b>					
	Debt equity ratio	9.49	9.79	8.54	9.49	8.54
	Debt service coverage ratio (DSCR)	1.34	1.44	0.68	0.97	0.85
	Interest service coverage ratio (ISCR)	1.40	1.44	1.11	1.13	1.09
	Current ratio	0.69	0.73	0.82	0.69	0.82
	Long term debt to working capital	29.87	21.09	15.59	29.87	15.59
	Bad debts to Account receivable ratio*	0.01	0.00	0.01	0.03	0.01
	Current liability ratio	0.36	0.34	0.27	0.36	0.27
	Total debts to total assets	0.87	0.86	0.84	0.87	0.84
	Debtors turnover*	0.62	0.58	0.63	2.00	2.70
	Inventory turnover*	6.51	6.11	5.19	21.19	10.85
	Operating margin (%)	24.13%	20.59%	18.58%	15.83%	20.34%
	Net profit margin (%)	2.46%	3.38%	(3.53%)	(3.75%)	(4.29%)

\*Ratios for the quarter ended have not been annualised.



<b>Statement of cash flows</b>		
<b>Particulars</b>	<b>(Rs. in millions)</b>	
	<b>March 31, 2022</b>	<b>March 31, 2021</b>
	<b>(Audited)</b>	<b>(Audited)</b>
<b>CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES</b>		
(Loss) / profit before tax	(682.34)	(840.16)
Non-cash adjustments to reconcile (loss) / profit before tax to net cash flows:		
Depreciation and amortisation expenses	1,177.40	1,197.91
Loss on disposal / sale of property, plant and equipment (net)	0.04	1.66
Impairment allowance (including trade advances written off)	209.06	124.78
Net foreign exchange differences	14.69	(14.71)
Net gain on de-recognition of right-of-use assets and lease liabilities	-	(8.39)
Provisions/liabilities no longer required, written back	(1.84)	(11.29)
Finance costs	3,827.77	3,905.85
Interest income on bank deposits	(10.07)	(5.89)
<b>Operating profit before working capital changes</b>	<b>4,534.71</b>	<b>4,349.76</b>
<b>Movements in working capital :</b>		
(Increase) / decrease in inventories	(6.93)	836.91
(Increase) / decrease in trade receivables	(258.18)	(1,980.75)
(Increase) / decrease in non-current and current other financial assets and other assets	(1,120.06)	519.74
(Decrease) / increase in trade payables	(287.80)	(558.00)
(Decrease) / increase in non-current and current other financial liabilities, other liabilities, net employee defined benefit liabilities and provisions	(43.20)	25.03
<b>Cash generated from operations</b>	<b>2,818.54</b>	<b>3,192.69</b>
Direct taxes (paid) / refund	(7.55)	5.78
<b>Net cash flow from / (used in) operating activities (A)</b>	<b>2,810.99</b>	<b>3,198.47</b>
<b>CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment, including capital work in progress, capital advances and intangible assets	(151.56)	(191.85)
Proceeds from sale of property, plant and equipment	-	4.70
Investment in bank deposits (having original maturity of more than three months) and other bank balances	(742.26)	(35.27)
Interest income received	4.09	6.26
<b>Net cash flow (used in) / from investing activities (B)</b>	<b>(889.73)</b>	<b>(216.16)</b>
<b>CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES</b>		
Proceeds from borrowings	59.20	-
Repayment of borrowings	(620.92)	(1,112.80)
Payment of lease liabilities	-	(9.50)
Proceeds from short-term borrowings (net of repayment)	(522.60)	157.76
Finance costs paid	(856.45)	(1,962.76)
<b>Net cash flow (used in) / from financing activities (C)</b>	<b>(1,940.77)</b>	<b>(2,927.30)</b>
<b>Net (decrease) / increase in cash and cash equivalents (A + B + C)</b>	<b>(19.51)</b>	<b>55.01</b>
Cash and cash equivalents as at the beginning of the year	95.57	40.56
<b>Cash and cash equivalents as at the end of the year*</b>	<b>76.06</b>	<b>95.57</b>
<b>*Components of cash and cash equivalents</b>		
<b>Particulars</b>	<b>March 31, 2022</b>	<b>March 31, 2021</b>
	<b>(Audited)</b>	<b>(Audited)</b>
Cash on hand	0.01	0.02
Balances with banks	76.05	95.55
<b>Total cash and cash equivalents</b>	<b>76.06</b>	<b>95.57</b>



## Notes to the Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022

1. GMR Warora Energy Limited ('GWEL' or 'the Company') is a public limited Company domiciled in India. The registered office of the Company is located at Naman Centre, Bandra Kurla Complex, Mumbai, India. The Company is engaged in the business of generation and sale of electricity energy from its 600 MW plant situated at Warora, Maharashtra, India.
2. The Ind AS financial results of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022 have been reviewed by the Audit Committee in their meeting on May 05, 2022 and approved by the Board of Directors in their meeting on May 05, 2022.
3. (a) The Company has claimed compensation for various "change in law" events including coal cost pass through, fly ash transportation, duties and taxes, carrying cost etc. from its customers under the Power Purchase Agreements ('PPA') and filed petitions with the regulatory authorities for settlement of such claims in favour of the Company. Based on certain interim favourable orders by Central Electricity Regulatory Commission ('CERC') the management is confident of settlement of claims (including interest thereon) made by the Company in its favour and has accordingly accounted Rs. 10,262.37 million till the period ended March 31, 2022 (including Rs. 1,035.28 million accounted during the year ended March 31, 2022). The Company has trade receivables and unbilled revenue of Rs. 7,621.39 million as at March 31, 2022. The management of the Company based on its internal assessment and certain interim favourable regulatory orders, is of the view that the aforesaid balances are fully recoverable as at March 31, 2022 and accordingly, has not made any adjustments in the Ind AS financial results of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

(b) The Company received notices from one of its customer disputing payment of capacity charges of Rs 1,320.06 million for the period March 23, 2020 to June 30, 2020 as the customer had not availed power during the said period sighting force majeure on account of COVID 19 pandemic. The Company responded and clarified that the said situation is not covered under force majeure clause in view of the clarification by the Ministry of Power stating that Discoms will have to comply with the obligation to pay fixed capacity charges as per PPA. The customer was of the view that the aforesaid clarification by the Ministry of Power cannot override the terms of the PPA and continue to dispute the payment thereof. Also, the PPA with the customer expired in June 2020. Further, during the year ended March 31, 2021, the Company filed petition with CERC for settlement of the dispute. During the quarter ended March 31, 2022, the said petition was decided in favour of the Company vide CERC order dated January 20, 2022 wherein CERC directed the customer to pay the aforesaid outstanding capacity charges along with delayed payment surcharge within 60 days from the date of the aforesaid order. The customer has filed an appeal against the said CERC order with Appellate Tribunal for Electricity ('APTEL') and the matter is pending conclusion. The management of the Company based on its internal assessment, legal expert advice, petition filed with CERC and favourable order received thereof, is of the view that the aforesaid capacity charges are fully recoverable and accordingly has not made any adjustments in the Ind AS financial results of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

The statutory auditors of the Company have drawn an Emphasis of Matter in their Independent Auditor's Report in this regard.

4. The Company has incurred loss during the current year and has accumulated losses of Rs. 7,530.69 million as at March 31, 2022 which has resulted in substantial erosion of the net worth of the Company and its current liabilities exceed current assets by Rs. 4,169.59 million as at March 31, 2022. There have been delays in repayment of dues to the lenders on account of the delay in the receipt of receivables from its customers as detailed in note 3 above, thereby resulting in lowering of credit ratings for the Company's borrowings. Further on account of expiry of PPA with one of the customers availing 200 MW of power in June 2020 and a consequent cancellation of Fuel Supply Agreement, there could be impact on the future business operations, financial position and future cashflows of the Company. However, the Company has made profits before taxes for the year ended March 31, 2020 and March 31, 2019 and have favourable interim orders towards the aforementioned claims. Also during the quarter ended December 31, 2021,



## Notes to the Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022

the Company entered into a new PPA with Gujarat Urja Vikas Nigam Limited ('GUVNL') for the supply of 150 MW of power from October 2021 to July 2023. Further as detailed in note 9, most of the borrowing facilities of the Company became Special Mention Account-2/Non-Performing Assets, accordingly resolution process under Prudential Framework for Resolution of Stressed Assets, as prescribed by the Reserve Bank of India ('RBI') on June 07, 2019 was invoked on June 29, 2021 by default and Inter Creditors Agreement ('ICA') by majority of lenders was executed on July 27, 2021. Accordingly, the management of the Company based on the future business plans and forecasted cash flows is of the opinion that the Company will generate sufficient profits in the future years, realise its receivables and meet its debt obligations as per the Resolution Framework. Accordingly, the Ind AS financial results of the Company continue to be prepared on a going concern basis which contemplates realisation of current assets and settlement of current liabilities in an orderly manner.

The statutory auditors of the Company have drawn a 'Material Uncertainty Related to Going Concern' in their Independent Auditor's Report in this regard.

5. The management of the Company carried out a valuation assessment of its Property, Plant and Equipment ('PPE') during the year ended March 31, 2022 by an external expert. The valuation assessment includes certain key assumptions such as fully utilizing the capacity of 200 MW after expiry of new PPA with one of the customers in July 2023, conclusion and timely realisation of claims with Discoms currently under dispute for various change in law events as detailed in note 3(a) above, enhancement in the operational performance of the plant including ramp up in generation and availability of coal with higher gross calorific value at competitive rates, decline in interest rates, restructuring of loans as detailed in note 9 below etc., which the management believes reasonably reflect the future expectations and is of the view that the carrying value of the PPE as at March 31, 2022 is appropriate and accordingly has not made any adjustments to the carrying values of PPE as at March 31, 2022.
6. The Company has a PPA with Maharashtra State Electricity Distribution Company Limited ('MSEDCL') for sale of power for an aggregate contracted capacity of 200 MW. MSEDCL disputed place of evacuation of power with Maharashtra Electricity Regulatory Commission ('MERC'), wherein MERC has directed the Company to construct separate lines for evacuation of power through State Transmission Utility ('STU') though the Company was connected to Central Transmission Utility ('CTU'). Aggrieved by the MERC Order, the Company preferred an appeal with Appellate Tribunal for Electricity ('APTEL'). APTEL vide its interim Order dated February 11, 2014 directed the Company to start scheduling the power from the Company's bus bar and bear transmission charges of inter-state transmission system towards supply of power. The Company in terms of the interim order scheduled the power from its bus bar from March 17, 2014 and paid inter-state transmission charges. APTEL vide its final Order dated May 8, 2015 upheld the Company's contention of scheduling the power from bus bar and directed MSEDCL to reimburse the inter-state transmission charges hitherto borne by the Company as per its interim order. Accordingly, as at March 31, 2022, the Company has raised claim of Rs 6,163.31 million towards reimbursement of transmission charges from March 17, 2014 till March 31, 2022. MSEDCL preferred an appeal with Hon'ble Supreme Court of India and the matter is pending conclusion. Pursuant to notification No. L-1/250/2019/CERC, the transmission charges is being directly billed to the respective customers (DISCOMS) by Power Grid Corporation of India Limited and accordingly the Company has not received transmission charges related invoices for the period December'2020 to March'2022. Though there is a change in the invoicing mechanism, the final obligation towards the transmission charges will be decided based on the order of the Hon'ble Supreme Court of India as stated above.

In view of the favourable Order from APTEL, rejection of stay petition of MSEDCL by the Hon'ble Supreme Court of India, receipt of substantial amounts towards reimbursement of transmission charges and legal expert advice, the Company has recognized the reimbursement of transmission charges of Rs. 6,163.31 million from March 17, 2014 to March 31, 2022 (including Rs. 47.52 million for the year ended March 31, 2022) as reduction in the cost of transmission in the Statement of profit and loss. Further the cost of transmission charges as stated with effect from December 2020 is directly invoiced by Power Grid Corporation of India Limited to DISCOMS and has been disclosed as contingent liability pending the final outcome of the matter in the Hon'ble Supreme Court of India.



## Notes to the Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022

The statutory auditors of the Company have drawn an Emphasis of Matter in their Independent Auditor's Report in this regard.

7. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/ interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
8. As at March 31, 2022 the amount payable in foreign currency to certain vendors of USD 5.25 million is outstanding for more than 3 years. The Company is in the process of filing necessary documents with the RBI and is confident that such delays will not require any adjustments to the Ind AS financial results of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

The statutory auditors of the Company have drawn an Emphasis of Matter in their Independent Auditor's Report in this regard.

9. The RBI had issued the Resolution Framework for COVID-19 related stress vide its Circular dated August 6, 2020 "Resolution Framework for COVID-19 related stress". The Company has been facing financial stress due to COVID- 19 pandemic and other factors as detailed in notes 3 and 4 and accordingly had invoked the aforesaid Resolution Framework by obtaining requisite approvals of majority of lenders as per the guidelines issued by the RBI on December 30, 2020 in respect of all the borrowing facilities (including fund based, non-fund based and investment in non-convertible debentures) availed by the Company as on the invocation date. In this regard, all the lenders of the Company had entered into an Inter Creditors Agreement ('ICA') on January 21, 2021 and a resolution plan was to be implemented within 180 days from the invocation date in accordance with the framework issued by RBI. Considering that the proposed resolution plan did not meet certain minimum rating criteria under Resolution Framework for COVID-19 related stress, the said resolution process failed during the quarter ended June 30, 2021. Further most of the borrowing facilities of the Company had become Special Mention Account-2/Non Performing Assets, accordingly resolution process under Prudential Framework for Resolution of Stressed Assets, as prescribed by the RBI on June 07, 2019 was invoked on June 29, 2021 by default and Inter Creditors Agreement by majority of lenders was executed on July 27, 2021.

The initial timeline for implementation of Resolution plan had expired on January 24, 2022. However, the lenders in the consortium meeting dated February 24, 2022 principally agreed to proceed with the Resolution Plan. The Lead lender issued a sanction letter dated April 05, 2022 for restructuring of loan facilities. As per the RBI circular as stated above, a minimum approval of lenders representing 75% by value of total outstanding loan facilities and 60% of Lenders by number is required for approval of Resolution Plan. The management confirms that the lenders are in advanced stage of implementation of Resolution Plan and the process of obtaining internal approval by majority of the lenders are currently in progress and hence the Company has not made any adjustments to the Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022 with regard to the said Prudential Framework for resolution of stressed assets.

10. Paid-up debt capital represents outstanding non-convertible debentures issued by the Company (excluding provision for redemption) as at the period / year end.
11. The Company has created Debenture Redemption Reserve of Rs.187.50 million as per the provisions of Section 71 of the Companies Act, 2013.



**Notes to the Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022**

12. (a) Debt equity ratio represents total borrowings (long-term borrowings and short-term borrowings) / total equity (equity share capital + other equity).
  - (b) Debt service coverage ratio (DSCR) represents earnings before interest, tax, depreciation and amortization expenses (net of finance income) / debt service (finance costs plus principal repayments of long-term borrowings made during the period). Finance income includes only interest on bank deposits.
  - (c) Interest service coverage ratio (ISCR) represents earnings before interest, tax, depreciation and amortization expenses (net of finance income) / finance costs.
  - (d) Current ratio represents current assets / current liabilities.
  - (e) Long term debt to working capital represents long-term borrowings (including current maturities of long-term borrowings) / current assets less current liabilities (excluding current maturities of long-term borrowings).
  - (f) Bad debts to Account receivable ratio represents allowance for bad and doubtful debts / average of opening and closing balances of trade receivables.
  - (g) Current liability ratio represents current liabilities / total liabilities.
  - (h) Total debts to total assets represents total borrowings (long-term borrowings, short-term borrowings and interest due on borrowings) / total assets.
  - (i) Debtors turnover represents revenue from operations / average of opening and closing balances of trade receivables.
  - (j) Inventory turnover represents consumption of fuel plus consumption of stores and spares/ average of opening and closing balances of inventory.
  - (k) Operating margin (%) represents earnings before interest, tax (net of other income and finance income) / revenue from operations.
  - (l) Net profit margin (%) represents profit/ (loss) after tax / revenue from operations.
  - (m) Net worth represents total equity (equity share capital + other equity).
13. The figures of the last quarter are the balancing figure between the audited figures in respect of the full financial year upto March 31, 2022 and the unaudited published year to date figures upto December 31, 2021, being the date of the end of the third quarter of the financial year which were subjected to limited review.
  14. The figures for the corresponding quarter ended March 31, 2021, as reported in these Ind AS financial results have been approved by the Company's Board of Directors, but have not been subjected to audit.
  15. Listed Non-Convertible Debentures are secured and asset cover is more than one hundred percent of the Principal outstanding as on March 31, 2022.
  16. Previous period / year's figures have been regrouped / reclassified, wherever necessary to confirm to current period's classification.

**For and on behalf of the board of Directors of GMR Warora Energy Limited**

**DHANANJAY VASANTRAO DESHPANDE**  
Digitally signed by DHANANJAY VASANTRAO DESHPANDE  
 DN: cn=Dhananjay Vasant Rao Deshpande, o=GMR Warora Energy Limited, ou=Warora Energy Limited, email=deshpande@waroraenergy.com, c=IN  
**Dhananjay Deshpande**  
 Whole Time Director  
 DIN : 07663196

**Sanjay Narayan Barde**  
Digitally signed by Sanjay Narayan Barde  
 DN: cn=Sanjay Narayan Barde, o=GMR Warora Energy Limited, ou=Warora Energy Limited, email=sanjaybarde@waroraenergy.com, c=IN  
**Sanjay Barde Narayan**  
 Director  
 DIN: 03140784

**ASHISH VINAY DESHPANDE**  
Digitally signed by ASHISH VINAY DESHPANDE  
 DN: cn=Ashish Vinay Deshpande, o=GMR Warora Energy Limited, ou=Warora Energy Limited, email=ashish@waroraenergy.com, c=IN  
**Ashish Deshpande**  
 Chief Financial Officer  
 Membership no. – 110081

Place: Warora, Maharashtra  
 Date: May 05, 2022



**Independent Auditor's Report on the Quarterly and Year to date Audited Ind AS Financial Results of the Company Pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
**The Board of Directors of  
GMR Warora Energy Limited**

**Report on the audit of the Ind AS Financial Results****Opinion**

We have audited the accompanying statement of quarterly and year to date Ind AS financial results of GMR Warora Energy Limited (the "Company") for the quarter ended March 31, 2022 and for the year ended March 31, 2022 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit for the quarter ended March 31, 2022 and net loss for the year ended March 31, 2022 and other comprehensive loss and other financial information of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Ind AS Financial Results" 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Material Uncertainty Related to Going Concern**

We draw attention to Note 4 to the accompanying Ind AS financial results as at and for the quarter ended March 31, 2022 and for the year ended March 31, 2022, which indicate that the Company has incurred losses during the current year, has accumulated losses of Rs. 7,530.69 million, its net worth has been substantially eroded and its current liabilities exceed current assets by Rs. 4,169.59 million as at March 31, 2022. These conditions, together with the impact of COVID-19 pandemic, invocation of the Prudential Framework for Resolution of Stressed Assets in respect of the borrowing facilities availed by the Company as per the guidelines issued by the Reserve Bank of India ('RBI') as explained in note 9, non-renewal of long term power purchase agreement with one of its key customer which expired during June 2020 and significant delays in the realization of outstanding receivables as detailed in note 3 indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.



**Emphasis of Matters**

We draw attention to the following matters in the notes to the accompanying Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022:

- (i) Note 3 in connection with the realization of trade receivables and unbilled revenue (including claims towards change in law events, increased coal cost pass through and carrying costs thereof and capacity charges outstanding from one of its customers during the period of lockdown based on declared capacity) of Rs. 7,621.39 million of the Company, which are pending settlement/ realization as on March 31, 2022. The management of the Company based on its internal assessment as detailed in note 3 to the accompanying Ind AS financial results and certain interim favourable regulatory orders for claims made by the Company is of the view that the aforesaid balances are fully recoverable as at March 31, 2022.
- (ii) Note 6 in connection with the dispute pertaining to transmission charges with Maharashtra State Electricity Distribution Company Limited ('MSEDCL'). The Company has disputed the contention of MSEDCL that the cost of transmission charges are to be paid by the Company. Accordingly, the Company has not accounted the aforesaid transmission charges in the accompanying Ind AS financial results for the years from March 17, 2014 up to March 31, 2022 based on a favourable Order received by the Company from APTEL. MSEDCL have preferred an appeal with Hon'ble Supreme Court of India against the aforesaid APTEL order and the matter is pending conclusion.
- (iii) Note 8 in connection with the amounts due to certain vendors which are outstanding beyond permissible time period under the Foreign Exchange Management Act ('FEMA'). Pending filing for condonation of delay with competent authority no adjustments are made to the accompanying Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022.
- (iv) Note 9 in connection with the ongoing resolution process under Prudential Framework for Resolution of Stressed Assets as per the guidelines issued by Reserve Bank of India ('RBI') in respect of the borrowing facilities availed by the Company, subject to requisite approvals from the lenders as more fully detailed in the aforesaid note. Pending receipt of such requisite approvals from the lenders as on date, no adjustments are made to the accompanying Ind AS financial results for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

Our opinion is not modified in respect of these matters.

**Management's Responsibilities for the Ind AS Financial Results**

The Statement has been prepared on the basis of the annual Ind AS financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit for the quarter ended March 31, 2022 and net loss for the year ended March 31, 2022 and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.



**Auditor's Responsibilities for the Audit of the Ind AS Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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 Statement, 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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Ind AS financial statements 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 the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 Ind AS financial results 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 Statement, including the disclosures, and whether the Statement represents 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.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

## **Other Matter**

- (i) The figures for the corresponding quarter ended March 31, 2021, as reported in these Ind AS financial results have been approved by the Company's Board of Directors, but have not been subjected to an audit.
- (ii) The Statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & ASSOCIATES LLP  
Chartered Accountants  
ICAI Firm registration number: 101049W/E300004

**Sandeep** Digitally signed by  
**Karnani** Sandeep Karnani  
Date: 2022.05.05  
21:23:07 +05'30'

per Sandeep Karnani  
Partner  
Membership No.: 061207



UDIN: 22061207AILWKO2475  
Place: Bengaluru  
Date: May 05, 2022