



P K A C & COMPANY

CHARTERED ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MITCON SUN POWER LIMITED**

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of **MITCON SUN POWER LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2021, and the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement for the year then ended, and notes to the Consolidated Financial Statements, including a summary of significant accounting policies (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 (The 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at March 31, 2021, of consolidated loss, and its consolidated cash flows for the year then ended.

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. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI), and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to -

- a) Note 11 to the consolidated financial statements regarding non-current investment in equity shares of Shri Keshav Cements & Infra Limited. In the opinion of Board of Directors, the diminution amounting to Rs.66,08,074/- in the value of investment in Shri Keshav Cements & Infra Limited is temporary and no reduction in value thereof is required and consequently no provision for diminution in the value of long-term investment has been made in the financial statements.
- b) Note 32(2) to the Consolidated financial statements regarding issue of 0.10% optionally convertible debentures amounting to Rs.11,60,00,000/- to MITCON Consultancy Engineering Service Limited. In the opinion of Board of Directors, as the fair market value at the time of conversion / redemption of the debentures can't be estimated as on the date of financial statements as there is no basis to do so, it is impossible to calculate discount on the conversion / redemption and amortise the same over the life of the debentures. Further, estimating the discount on adhoc basis will give wrong picture in the financial statements. Accordingly, company has not calculated and amortised discount on conversion / redemption of debentures.



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- c) Note 32(3) to the Consolidated financial statements regarding issue of 0.10% optionally convertible debentures amounting to Rs. Rs.10,00,00,000/- to MITCON Trusteeship Services Private Limited. In the opinion of Board of Directors, as the fair market value at the time of conversion / redemption of the debentures cannot be estimated as on the date of financial statements as there is no basis to do so, it is impossible to calculate discount on the conversion / redemption and amortise the same over the life of the debentures. Further, estimating the discount on adhoc basis will give wrong picture in the financial statements. Accordingly, company has not calculated and amortised discount on conversion / redemption of debentures.
- d) Note 33 to the Consolidated financial statements regarding recoverability of the debtors. Company has exclusive arrangement for supply of power to M/s. Pudumjee Paper Products Ltd (PPPL). Due to lockdown, the operations of the said company were halted for the month of April 2020. During this period, the power generated amounting to Rs.37,27,986/- was supplied to the grid and remained to the credit of the company which shall be used by PPPL during FY 2021-22. The credit of power supplied during this period is not granted by the MSEB to PPPL, due to which PPPL has not made the payment for the said invoice to the company. This issue has arisen universally for many such suppliers for such period of lockdown. The company is following up this matter with MSEB to grant this credit to PPPL, consequent upon which the said amount shall be released by PPPL. As the company is been assured by MSEB about granting of the credit to PPPL and as the entire amount is recoverable, no provision for bad and doubtful debt is made during the year.

Our opinion is not modified in respect of these matters.

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the Board's Report including Annexures to Board's Report and Shareholder's Information, but does not include the Consolidated Financial Statements and our auditor's report thereon. The above documents are expected to be made available to us after the date of this auditor's report.

Our opinion on the consolidated financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the above documents, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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

accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

Other Matter

We did not audit the financial statements of the four subsidiaries whose financial statements reflect total assets of Rs.2,41,77,276 as at 31st March 2021, total revenue of Rs.NIL and net cash inflows amounting to Rs.25,64,676/- for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the consolidated financial statements insofar as it relates to the amounts and disclosures included in respect of the subsidiaries and associate companies and our report in terms of sub-sections (3) of Section 143 of the Act insofar as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) The matters described under Emphasis of Matter paragraph above may have an adverse effect on the functioning of the company.

- (f) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2021 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, incorporated in India, none of the directors of the Group companies, incorporated in India is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- (g) With respect to the adequacy of internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in 'Annexure A'.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
As the company has not paid any managerial remuneration to its directors, the provisions of section 197 relating to managerial remuneration are not applicable.
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There were no pending litigations which would impact the consolidated financial position of the Group.
 - ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies incorporated in India.

FOR P K A C & COMPANY
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No.154548W



A.U.CHAVAN
PARTNER
ICAI Membership No.168194
UDIN : 21168194AAAAAJ7178
DATE : 17.05.2021
PLACE : PUNE

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF MITCON SUN POWER LIMITED

Referred to in Paragraph 1(f) of the Independent Auditor's Report on the Consolidated Financial Statements of MITCON SUN POWER LIMITED (Company) for the year ended 31st March 2021.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting with reference to consolidated financial statements of **MITCON SUN POWER LIMITED** (hereinafter referred to as "the Holding Company") its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing, as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting with reference to consolidated financial statements included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained and the audit evidence obtained below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting with reference to consolidated financial statements.

Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the consolidated financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. Because of the inherent limitations of internal financial controls over financial reporting with reference to consolidated financial statements, 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 with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Holding Company, its two subsidiary companies (three subsidiary companies are exempt from the reporting requirements u/s 143(3)(i) of the Companies Act, 2013 as per audit reports provided by the other auditors) which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting with reference to consolidated financial statements and such internal financial controls over financial reporting with reference to consolidated financial statements were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matter

9. Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting with reference to Consolidated Financial Statements in so far as it relates to one subsidiary company (three subsidiary companies are exempt from the reporting requirements u/s 143(3)(i) of the Companies Act, 2013 as per audit reports provided by the other auditors), which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India. Our opinion is not modified in respect of this matter.

FOR P K A C & COMPANY
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No.154548W



A.U.CHAVAN

PARTNER

ICAI Membership No.168194

UDIN : 21168194AAAAAJ7178

DATE : 17.05.2021

PLACE : PUNE

MITCON SUN POWER LIMITED
CIN - U74999PN2018PLC176220
CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021

Particulars		Note No.	As at 31st March, 2021 INR	As at 31st March, 2020 INR
I	EQUITY AND LIABILITIES			
(1)	Shareholders' Funds			
	(a) Share Capital	2	100,000	100,000
	(b) Reserves and Surplus	3	(10,733,085)	(12,484,098)
			(10,633,085)	(12,384,098)
(2)	Minority Interest		22,523,781	21,301,166
(3)	Non-Current Liabilities			
	(a) Long Term Borrowings	4	366,357,471	343,398,028
	(b) Other Long Term Liabilities	5	7,231,617	7,949,359
	(c) Long Term Provisions	6	95,163	124,504
			373,684,251	351,471,891
(4)	Current Liabilities			
	(a) Trade Payables	7		
	i) Total outstanding dues to Micro Enterprises and Small enterprises		-	-
	ii) Total outstanding dues to creditors other than Micro Enterprises and Small enterprises			
	-to related party		3,434,809	1,382,286
	-to others		722,651	214,084
	(b) Other Current Liabilities	8	16,748,793	16,025,850
	(c) Short-Term Provisions	9	1,944	-
			20,908,197	17,622,220
	Total		406,483,144	378,011,179
II	ASSETS			
(1)	Non-Current Assets			
	(a) Property, Plant & Equipment			
	(i) Tangible Assets	10	296,532,414	273,809,128
	(ii) Intangible Assets	10	26,498,985	27,655,385
			323,031,399	301,464,513
	(b) Non-Current Investments	11	40,637,934	40,637,934
	(c) Deferred Tax Assets (Net)	12	2,492,096	3,535,017
	(d) Long Term Loans and Advances	13	25,044,182	25,104,085
			68,174,212	69,277,036
(2)	Current Assets			
	(a) Trade Receivables	14	7,637,588	4,223,075
	(b) Cash and Bank Balances	15	7,431,592	2,816,727
	(c) Other Current Assets	16	208,353	229,828
			15,277,533	7,269,630
	Total		406,483,144	378,011,179

See Accompanying Notes (1 To 35) Forming Integral Part of The Financial Statements

In Terms of Our Report of Even Date attached
For P K A C & Company
Chartered Accountants
ICAI Firm Reg No, 154548W

A. U. Chavan
Partner
ICAI Membership No. 168194

Date: 17/05/2021
Place: Pune

For and on behalf of the Board

Dr. Pradeep Bavadekar

Dr. Pradeep Bavadekar
Director
DIN:00879747

Date: 17/05/2021
Place: Pune

Dr. Sandeep Jadhav

Dr. Sandeep Jadhav
Director
DIN 08117809

Date: 17/05/2021
Place: Pune




MITCON SUN POWER LIMITED
CIN - L74140PN1982PLC026933
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

Particulars	Note No.	For the year ended	For the year ended
		31st March, 2021	31st March, 2020
		INR	INR
Revenue from Operations	17	39,736,858	38,819,880
Other Income	18	252,660	-
Total Revenue		39,989,518	38,819,880
Expenses:			
Operating Costs	19	1,118,308	929,028
Employee Benefit Expense	20	1,120,762	1,122,861
Finance Costs	21	15,097,008	35,056,565
Depreciation Expense	10	12,426,744	12,198,650
Amortisation Expenses	10	1,156,400	1,156,400
Other Expenses	22	5,053,747	5,049,331
Total Expenses		35,972,969	55,512,835
Profit / (Loss) Before Tax		4,016,549	(16,692,955)
Tax Expense:			
Deferred Tax (Net)		1,042,921	3,132,814
		1,042,921	3,132,814
Profit / (Loss) after tax (before adjustment for minority interest)		2,973,628	(13,560,141)
Add: Share of (Profit)/ Loss of minority interest transferred		(1,222,615)	2,380,074
Profit / (Loss) after tax (after adjustment for minority interest)		1,751,013	(11,180,067)
Earnings per equity share (Face value INR. 10/-)			
Basic	28	175.10	(1,118.01)
Diluted	28	0.16	(1,118.01)


See Accompanying Notes (1 To 36) Forming Integral Part of The Financial Statements
In Terms of Our Report of Even Date attached
For P K A C & Company
Chartered Accountants
ICAI Firm Reg No. 154548W

For and on behalf of the Board


A. U. Chavan
Partner
ICAI Membership No. 168194

Date: 17/05/2021
Place: Pune




Dr. Pradeep Bavadekar
Director
DIN:00879747

Date: 17/05/2021
Place: Pune


Dr. Sandeep Jadhav
Director
DIN 08117809

Date: 17/05/2021
Place: Pune

MITCON SUN POWER LIMITED
CIN - U74999PN2018PLC176220
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED , 31ST MARCH, 2021

Particulars	Year ended 31ST March, 2021		Year ended 31st March, 2020	
	INR	INR	INR	INR
A CASH FLOW FROM OPERATING ACTIVITIES				
Profit / (Loss) before tax:		4,016,549		(16,692,955)
Adjustments for:				
Depreciation & Amortisation	13,583,144		13,355,050	
Finance Costs	15,097,008		35,056,565	
		28,680,152		48,411,615
Operating profit before Working Capital changes		32,696,701		31,718,660
Adjustments for changes in Working capital:				
Long term Loans and advances	59,903		(25,049,905)	
Trade Receivables	(3,414,513)		(729,388)	
Short term Loans and advances	21,475		-	
Other current assets	-		(206,125)	
Other long term liabilities	(717,742)		-	
Long term Provisions	(29,341)		-	
Trade Payables	2,561,090		761,972	
Other current liabilities	722,943		(11,545,617)	
Short term Provisions	1,944	(794,241)	-	(36,769,063)
Cash generated from operations		31,902,460		(5,050,403)
Net Cash flow from Operating Activities		31,902,460		(5,050,403)
B CASH FLOW FROM INVESTING ACTIVITIES				
<u>Fixed Assets:</u>				
Purchase of Fixed Assets	(35,150,030)		(6,696,597)	
<u>Investments:</u>				
Investment Made	-		(40,637,934)	
Net Cash from / (used) in investing activities		(35,150,030)		(47,334,531)
C CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Issue of shares to Minority shareholder at premium	-		24,000,000	
Long Term Borrowings	22,959,443		62,880,701	
Other Long term borrowings	-		2,347,882	
Finance Cost	(15,097,008)		(35,056,565)	
Net Cash flow from/(used) in financing activities		7,862,435		54,172,018
D NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		4,614,865		1,787,084
Cash and Cash Equivalents (Opening balance)		2,816,727		1,029,643
Cash and Cash Equivalents (Closing balance)		7,431,592		2,816,727

Notes :

1 Figures in brackets represent outflows of cash and cash equivalents.

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED , 31ST MARCH, 2021 (Continued...)

2 Cash and cash equivalents comprise of :

Particulars	As at 31st march, 2021 INR	As at 31st Mar, 2020 INR
Cash and cash equivalents		
Balances with banks	7,431,592	2,816,727
Total	7,431,592	2,816,727

See Accompanying Notes (1 To 34) Forming Integral Part of The Financial Statements
 In Terms of Our Report of Even Date attached
 For P K A C & Company
 Chartered Accountants
 ICAI Firm Reg No. 154548W

For and on behalf of the Board



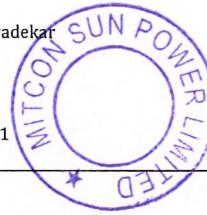
A. U. Chavan
 Partner
 ICAI Membership No. 168194

Date: 17.05.2021
 Place: Pune



Dr. Pradeep Bavadekar
 Director
 DIN:00879747

Date: 17.05.2021
 Place: Pune




Dr. Sandeep Jadhav
 Director
 DIN 08117809

Date: 17.05.2021
 Place: Pune

MITCON SUN POWER LIMITED
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 Note 10 - PROPERTY, PLANT AND EQUIPMENT

Particulars	TANGIBLE ASSETS										Total of Tangible & Intangible Assets		
	Land - Freehold	Building	Roads - Non Carpeted	Furniture & Fixture	Plant & Machinery	Electrical Installations & Equipments	Total	Total of Tangible Assets	INTANGIBLE ASSETS				
									Grid Connectivity Rights				
COST													
As at April 1, 2019	12,482,670	6,249,755	4,377,089	30,960	255,033,329	1,745,039	279,918,842	279,918,842	28,910,000		308,828,842		
Additions during the year	-	-	-	-	6,985,245	211,082	7,196,327	7,196,327	-	-	7,196,327		
Disposals / adjustments	-	-	-	-	-	-	-	-	-	-	-		
Balance as at March 31, 2020	12,482,670	6,249,755	4,377,089	30,960	262,018,574	1,956,121	287,115,169	287,115,169	28,910,000		316,025,169		
Additions during the year	35,140,000	-	-	-	10,030	-	35,150,030	35,150,030	-	-	35,150,030		
Disposals / adjustments	-	-	-	-	-	-	-	-	-	-	-		
Balance as at March 31, 2021	47,622,670	6,249,755	4,377,089	30,960	262,028,604	1,956,121	322,265,199	322,265,199	28,910,000		351,175,199		
ACCUMULATED DEPRECIATION AND IMPAIRMENT													
As at April 1, 2019	-	35,601	123,887	212	932,275	15,416	1,107,391	1,107,391	98,215		1,205,606		
Depreciation Charge for the year	-	392,612	1,458,589	3,096	10,165,317	179,036	12,198,650	12,198,650	1,156,400		13,355,050		
Disposals / adjustments	-	-	-	-	-	-	-	-	-	-	-		
Balance as at March 31, 2020	-	428,213	1,582,476	3,308	11,097,592	194,452	13,306,041	13,306,041	1,254,615		14,560,656		
Depreciation Charge for the year	-	392,615	1,458,589	3,095	10,376,123	196,322	12,426,744	12,426,744	1,156,400		13,583,144		
Disposals / adjustments	-	-	-	-	-	-	-	-	-	-	-		
Balance as at March 31, 2021	-	820,828	3,041,065	6,403	21,473,715	390,774	25,732,785	25,732,785	2,411,015		28,143,800		
NET BLOCK at March 31, 2021	47,622,670	5,428,927	1,336,024	24,557	240,554,889	1,565,347	296,532,414	296,532,414	26,498,985		323,031,399		
NET BLOCK at March 31, 2020	12,482,670	5,821,542	2,794,613	27,652	250,920,982	1,761,669	273,809,128	273,809,128	27,655,385		301,464,513		

Term loan from The Greater Bombay Co-operative Bank is secured by hypothecation by way of charge on entire project of 4.90 MV AC Solar Photovoltaic Power Project at village Sonalwadi, Taluka Sangola, District Solapur, Maharashtra along with (both present and future) building structure and non-carpeted roads, Plant & Machinery, Furniture & Fixtures, Electrical Installations & Equipment, Grid Connectivity Rights owned and belonging to the Company.

MITCON SUN POWER LIMITED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS
NOTE 2 - SHARE CAPITAL

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Authorised: 20,00,000 Equity Shares of INR 10/- each. (PY. 10,000 Equity Shares of INR 10/- each)	20,000,000	100,000
Issued, Subscribed and Paid up: 10,000 Equity Shares of INR 10/- each. (PY. 10,000 Equity Shares of INR 10/- each)	100,000	100,000
Total	100,000	100,000

During the year company increased authorised capital from INR 100,000/- (10,000 Equity Shares of INR10/- each) to INR 20,000,000/- (20,00,000 Equity Shares of INR10/- each vide board resolution dated 28/01/2021.

Notes:

a) Reconciliation of the no. of shares :

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	No of shares	Amount	No of shares	Amount
No of Equity shares outstanding at the beginning of the year (Face Value of INR 10/-)	10,000	100,000	10,000	100,000
No of Equity shares outstanding at the end of the year (Face value of INR 10/-)	10,000	100,000	10,000	100,000

b) Rights, preferences and restrictions attached to shares:

The company has one class of equity shares having a par value of INR 10/- per share. Each equity holder is entitled to one vote per share and have a right to receive dividend as recommended by Board of Directors subject to necessary approval from the shareholders.

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

c) Number of Equity shares held by each shareholder holding more than 5% shares in the company are as follows:

Particulars	Number of shares as at 31st March, 2021 of INR10/-each	% of shares held	Number of shares as at 31st March, 2020 of INR10/-each	% of shares held
MITCON Consultancy & Engineering Services Limited & its nominees	10,000	100.00%	10,000	100.00%

MITCON SUN POWER LIMITED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS
NOTE 3 - RESERVES AND SURPLUS

Particulars	INR.	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Surplus in Statement of Profit & Loss			
Opening Balance	(12,484,098)		(1,622,791)
Add: Loss not recouped earlier from moniroty, now recovered	-		318,760
Add: Profit / (Loss) for the year	1,751,013		(11,180,067)
Closing Balance		(10,733,085)	(12,484,098)
Total		(10,733,085)	(12,484,098)

MITCON SUN POWER LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 4 - LONG TERM BORROWINGS

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
SECURED - FROM BANK		
The Greater Bombay Co-operative bank #	113,657,471	127,398,028
UNSECURED - FROM OTHER		
A) DEBENTURES TO RELATED PARTY		
CY - 1,16,00,000 (P.Y-NIL) 0.10% Optionally Convertible Debentures of INR 10/- each (Issued to related party) ##	116,000,000	-
CY - 1,00,00,000 (P.Y-NIL) 0.10% Optionally Convertible Debentures of INR 10/- each (Issued to related party) ###	100,000,000	-
B) LOAN FROM RELATED PARTY		
- from MITCON Consultancy & Engineering Services Limited ###	36,700,000	116,000,000
- from MITCON Trusteeship Services Private Limited##	-	100,000,000
Total	366,357,471	343,398,028

Term Loan - Nature of Security	Terms of Repayment
# - Term loan from The Greater Bombay Co-operative Bank - Balance outstanding amounting to INR 130,283,869/- as on March, 31 2021 (PY -INR 143,176,986/-) secured hypothecation of tariff receivable from M/s Pudumjee Papers Product Ltd. to be credited to the account with the bank and Corporate Guarantee of INR 150,000,000/- given by the Ultimate holding company i.e. M/s MITCON Consultancy & Engineering Services Limited. Further, hypothecation by way of charge on entire project of 4.90 MV AC Solar Photovoltaic Power Project at village Sonalwadi, Taluka Sangola, District Solapur, Maharashtra along with Building structure and non-carpeted road, Plant & Machinery, Furniture & Fixtures, Electrical installations & Equipment, Grid Connectivity Rights (both present and future) owned and belonging to the Company.	Repayment in 91 monthly instalments starting from 31st October, 2019 (date) last instalment due in March 2027 . Rate of interest 10.15% p.a
## - During the year the company converted Rs.11,60,00,000/- of loan received from MITCON Consultancy Engineering Service Limited into 1,16,00,000 optionally convertible debentures of Rs.10/- each within period of 10 Years with option of early conversion. The debentures carry 0.10% rate of interest.	
### - During the year the company converted Rs.10,00,00,000/- of loan received from MITCON Trusteeship Services Private Limited into 1,00,00,000 numbers of 0.10% optionally convertible debentures of Rs.10/- each at par for a period of 10 years with option of early conversion at the rate of 25% discount of fair market value at the time of conversion, subject to NAV at the time of conversion. In case debentures are not converted, the same are redeemable at the price as calculated above.	
#### - Terms of Repayment - In case of any cash surplus after meeting all operational expenses, the surplus shall be utilised for repayment of loan and interest thereon to MITCON Consultancy & Engineering Services Ltd. Rate of interest is 9.50% p.a.	

MITCON SUN POWER LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 5 - OTHER LONG TERM LIABILITIES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
INTEREST PAYABLE #		
on Loan	7,031,817	7,949,359
on Debentures	199,800	-
Total	7,231,617	7,949,359

(# Payable to related party)

NOTE 6 - LONG TERM PROVISIONS

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Provision for Gratuity	82,088	77,107
Provision for Leave Encashment	13,075	47,397
Total	95,163	124,504

NOTE 7 - TRADE PAYABLES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Trade Payables		
i) total outstanding dues to Micro Enterprises and Small enterprises	-	-
ii) total outstanding dues to creditors other than Micro Enterprises and Small enterprises		
-to related party	3,434,809	1,382,286
-to others	722,651	214,084
Total	4,157,460	1,596,370

MITCON SUN POWER LIMITED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS
NOTE 8 - OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Other Payables		
Current Maturities of other long term loans #	16,626,398	15,778,958
Statutory Dues Payable	122,395	246,892
Total	16,748,793	16,025,850

- Refer Note 4 for particulars of security and terms of repayment

NOTE 9 - SHORT-TERM PROVISIONS

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Provision for Leave Encashment	1,944	-
Total	1,944	-

NOTE 11 - NON CURRENT INVESTMENTS

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Investment in Others - (Trade, Quoted)		
978,974 (PY- 978,974) Equity Shares of INR 10/- each of Shri Keshav Cements & Infra Limited #	40,137,934	40,137,934
Investment in Others - Trade, Unquoted)		
20,000 (PY 20,000) Fully paid up Equity shares of INR 25/- each of Greater Mumbai Bank Ltd.	500,000	500,000
Total	40,637,934	40,637,934

Aggregate Value of unquoted investments INR 500,000/- (Previous Year INR 500,000/-)
Market Value of quoted investments INR 33,529,860/- (Previous Year INR 21,194,787/-)

In the opinion of Board of Directors, the diminution in the value of investment in Shri Keshav Cements & Infra Limited is temporary. Accordingly, no provision for diminution in the value of long-term investment is made in the financial statements.

NOTE 12 - Deferred Tax Asset (Net)

(i) Break up of Deferred Tax Liability as at year end :

Nature of timing difference	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Provision for Depreciation	47,015,343	35,507,390
Total	47,015,343	35,507,390

MITCON SUN POWER LIMITED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(ii) Break up of Deferred Tax Asset as at year end:

Nature of timing difference	As at 31st March, 2021 INR	As at 31st March, 2020 INR
On carried forward losses	49,507,439	39,042,407
Total	49,507,439	39,042,407

(iii) Net Deferred Tax Asset	2,492,096	3,535,017
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NOTE 13 - LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Unsecured, Considered Good		
Capital Advances	1,000,000	1,000,000
Security Deposits	24,040,000	24,030,000
Prepaid Expenses	4,182	74,085
Total	25,044,182	25,104,085

NOTE 14 - TRADE RECEIVABLES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Unsecured considered good		
Outstanding for a period exceeding six months from the date they are due for payment #	3,727,986	-
Others	3,909,602	4,223,075
Total	7,637,588	4,223,075

Refer Note 32

NOTE 15 - CASH AND BANK BALANCES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Cash and Cash Equivalents		
Balance with Bank		
In current account	7,431,592	2,816,727
Total	7,431,592	2,816,727

MITCON SUN POWER LIMITED
NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS
NOTE 16 - OTHER CURRENT ASSETS

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Unsecured, Considered Good		
Prepaid Expenses	57,579	91,972
Advance to staff & others	150,774	137,856
Total	208,353	229,828

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

1 SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

a) These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention. The financial statements have been prepared to comply in all material respects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules 2016 and the relevant provisions of the Companies Act, 2013

b) The Company follows mercantile system of accounting and recognises income and expenditure on accrual basis except for those items with significant uncertainties

1.2 Principles of Consolidation

The consolidated financial statement relate to MITCON Sun Power Limited and its 5 subsidiaries.

The Subsidiary company considered in the Consolidated financial statement is

Name	Country of Incorporation	% of shareholding	Held by	Period of Financial Statements
Mitcon Solar Alliance Limited	India	73.28%	Mitcon Sun Power Limited	1st April 2020 to 31st March 2021
Mitcon Impact Asset Management Private Limited	India	100%	Mitcon Sun Power Limited	28th September 2020 to 31st March 2021
MSPL Unit 1 Limited	India	100%	Mitcon Sun Power Limited	19th December 2020 to 31st March 2021
MSPL Unit 2 Private Limited	India	100%	Mitcon Sun Power Limited	22nd December 2020 to 31st March 2021
MSPL Unit 3 Private Limited	India	100%	Mitcon Sun Power Limited	23rd December 2020 to 31st March 2021

The consolidated financial statements have been prepared on the following basis

1) The financial statements of the Company have been combined on line - by - line basis by adding together the book value of like items of assets, liabilities, income and expenses of the Subsidiary Company after fully eliminating intra-group balances, intra-group transactions and unrealised profit or loss as per Accounting Standard (AS-21) - Consolidated Financial Statements issued by The Institute of Chartered Accountants of India

2) The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible in the same manner, as the Company's Financial Statements

3) Minority Interest in the net Income and net Assets of the Consolidated Financial Statements is computed and shown separately. As per Para 26 of AS - 21 'Consolidated Financial Statements', the excess, and any further losses applicable to the minority, are adjusted against the majority interest except to the extent that the minority has a binding obligation to, and is able to, make good the losses. If the subsidiary subsequently reports profits, all such profits are allocated to the majority interest until the minority's share of losses previously absorbed by the majority has been recovered.

1.3 Revenue Recognition

a) Revenue from Solar Power generation is recognised based on units generated by the company and utilised by the customers.

b) Revenue from Consultancy Services is recognised as per the terms of the specific contracts / work orders.

c) Interest income is recognised on a time proportion basis.

1.4 Use of Estimates

Estimates and assumptions used in the preparation of the financial statements are based on management's evaluation of the relevant facts and circumstances as of date of the Financial Statements, which may differ from the actual results at a subsequent date. Any revision to accounting estimates is recognized prospectively in current and future period.

1.5 Property, Plant & Equipment and Intangible Assets

i) The company has adopted Cost Model to measure the gross carrying amount of fixed assets.

ii) Tangible Fixed assets are stated at cost of acquisition less accumulated depreciation. Cost includes the purchase price and all other attributable costs incurred for bringing the asset to its working condition for intended use.

iii) Intangible assets are stated at the consideration paid for acquisition and customisation thereof less accumulated amortisation. Grid Connectivity rights acquired by the company, the value of which is not expected to diminish in the foreseeable future are capitalized and recorded in the balance sheet at cost of acquisition.

iv) Cost of fixed assets not ready for use before the balance sheet date is disclosed as Capital Work in Progress

1.6 Depreciation / Amortisation

i) Depreciation on tangible fixed assets has been provided on straight line method over the estimated useful life of the asset in the manner prescribed in Schedule II of the Companies Act, 2013, except in the case of Solar generation plant which is depreciated over 25 years as per technical evaluation carried out by the management from expert and relied by the management

ii) Useful life of Intangible asset being Grid Connectivity Rights are determined based on the life of the underlying tangible asset being Solar Power Plant and the perpetual rights secured by the company for use of Grid Connectivity facility. Based on the above, these Rights are amortised on straight-line method over the useful life estimated at 25 years.

iii) Residual value for all tangible assets is considered @1% of cost

1.7 Impairment of Assets

An asset is treated as impaired when the carrying cost of an asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior period is reversed if there has been a change in the estimate of the recoverable amount.

1.8 Operating Lease

Operating lease payments are recognized as an expense in the Statement of Profit and Loss.

1.9 Income Tax

a) Current Taxation:

Provision for current tax is made on the basis of taxable profits computed for the current accounting period in accordance with the Income Tax Act, 1961

Provision is made for income Tax annually, based on the tax liability computed after considering tax allowances and exemptions.

b) Deferred Tax

Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. On consideration of prudence, deferred tax asset is recognised only in respect of accumulated depreciation allowable for tax.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantially enacted at the balance sheet date.

1.10 Earnings Per Share

Earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earning per equity share is computed by dividing adjusted net loss after tax by aggregate of weighted average number of equity shares and dilutive potential equity shares outstanding during the year

1.11 Provisions, Contingent Liabilities and Contingent Assets :

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- a) the Company has a present obligation as a result of a past event,
- b) a probable outflow of resources is expected to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in case of

- a) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligations;

- b) a present obligation arising from past events, when no reliable estimate is possible; and

- c) a possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent Assets are neither recognised , nor disclosed.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance sheet date.

1.12 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 of past or future cash receipts and payments. The cash flows from regular operating, investing and financing activities of the company are segregated.

1.13 Employee Benefits

a) Short Term Employee Benefits:

All employee benefits payable within twelve months of rendering the service are classified as short term benefits. Such benefits include salaries, wages, bonus etc. and the same are recognised in the year in which the employee renders the related service.

b) Employment Benefits:

i) Defined Contribution Plans:

The Company have Defined Contribution Plan for post employment benefits in the form of Provident Fund/Pension Fund.

ii) Defined Benefit Plans:

1. Funded Plan: Company does not have any funded plan for Defined Benefit.

2. Non-Funded Plan: The Company has defined benefit plan for the employment / post Employment benefits in the form of Leave Encashment and gratuity for the employees respectively. Liability for the above Defined plan is determined using Projected Unit Credit Method with Actuarial Valuation carried out as at Balance Sheet date. Actuarial gains and losses are recognized in full in the Statement of Profit and Loss for the year in which they occur.

iii) Short term Employment Benefits:

The undiscounted amount of short term employment benefits expected to be paid in exchange for services rendered by employees is recognized during the year when the employee renders the services. These benefits include compensated absences.

1.14 Investments

Long term investments are stated at cost. Provision for diminution in the value of long-term investment is made only if such decline is other than temporary.

MITCON SUN POWER LTD
NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Notes on these Consolidated Financial Statements are intended to serve as means of informative disclosure and a guide to better understanding of the Consolidated position of the Companies. Recognising this purpose, the company has disclosed only such notes from the individual financial statements, which :

- a) are necessary for representing a true and fair view of the Consolidated Financial Statements
b) the notes involving items, which are considered to be material.

23 **Payments to Auditors (excluding GST)**

Particulars	Year ended	Year ended
	31st March, 2021	31st March, 2020
	INR	INR
For Audit	170,000.00	130,000.00
Total	170,000.00	130,000.00

24 The Company has entered into operating lease arrangements for office space. Lease arrangements provide for cancellation by either of the parties and also contain a clause for renewal of the lease agreement. Lease payments on cancellable operating lease arrangements debited to Statement of Profit and Loss are as under.

Particulars	Year ended	Year ended
	31st March, 2021	31st March, 2020
	INR	INR
Lease payments debited to the Statement of Profit and Loss		
Cancellable leases		
Lease rent for office (Net of GST)	240,000.00	292,500.00

25 Based on the documents / information available with the Company, there are no overdue payments to suppliers covered under The Micro, Small and Medium Enterprises Development Act 2006 (MSMED Act).

26 **Disclosure pursuant to Accounting Standard (AS 15) - Revised 2005 "Employee Benefits"**

A Defined contribution plans:

The company has recognized the following amounts in the Statement of Profit & Loss for the year :

Contribution to employees provident fund INR20,338/- (P.Y. NIL)

Contribution to employees family pension Fund INR14,232/- (P.Y. NIL)

B Defined benefit plans - Gratuity

The company has no funded defined benefit plan for post employment benefit in the form of gratuity for the employees. Gratuity liability has been provided for as per the provisions of the Gratuity Act, 1972. Company has carried out actuarial valuation as on 31/03/2021 the results are as follows.

Reconciliation of opening and closing balances of the Present Value of the defined benefit obligation:	Year ended	
	31st March, 2021	31st March, 2020
	INR	INR
Present Value of defined benefit obligation at the beginning of the year	77,107.00	-
Interest cost	4,781.00	-
Current service cost	67,237.00	27,139.00
past service cost	-	-
Actuarial losses / (gains)	(67,037.00)	49,968.00
Benefits paid	-	-
Present value of defined benefit obligation at the close of the year	82,088.00	77,107.00

Changes in the fair value of Plan Assets and the reconciliation thereof:	Year ended	
	31st March, 2021	31st March, 2020
	INR	INR
Fair value of plan assets at the beginning of the year	-	-
Add : expected return on plan assets	-	-
Add / (less) : actuarial (losses) / gains	-	-
Add : contributions by employer	-	-
Less: benefits paid	-	-
Less: mortality charges and taxes	-	-
Fair value of plan assets at the close of the year	-	-
Actual Return on Plan Assets	-	-

Amount recognized in the Balance Sheet:	Year ended	
	31st March, 2021 INR	31st March, 2020 INR
Present Value of Obligation as at the end of year	82,088.00	77,107.00
Fair Value of Plan Assets as at the end of year	-	-
Funded Status	(82,088.00)	(77,107.00)
Current Liability	-	-
Non - Current Liability	82,088.00	77,107.00
Unrecognised Actuarial (gains) / losses	-	-
Net Asset / (Liability)	(82,088.00)	(77,107.00)

Fair value of plan assets , in excess of present value of obligations, being adjustable against future contributions is recognised in the books of

Amounts recognised in the Statement of Profit and Loss are as follows:	Year ended	
	31st March, 2021 INR	31st March, 2020 INR
Current service cost	67,237.00	-
Past Service Cost	-	27,139.00
Interest cost	4,781.00	-
Expected return on plan assets	-	-
Curtailement cost / (Credit)	-	-
Settlement Cost / (Credit)	-	-
Net Actuarial (Gain) / Loss recognised in the year	(67,037.00)	49,968.00
Expenses Recognised in the Statement of Profit & Loss at the end of year	4,981.00	77,107.00

Amount for the current year:	Year ended	
	31st March, 2021 INR	31st March, 2020 INR
Present value of obligation	82,088.00	77,107.00
Plan assets	-	-
Surplus / (Deficit)	(82,088.00)	(77,107.00)

Broad categories of Plan Assets as a percentage of total assets as at	Year ended	
	31st March, 2021 Percentage (%)	31st March, 2020 Percentage (%)
Insurer managed funds	0.00%	0.00%
Total	0.00%	0.00%

Actuarial Assumptions :	Year ended	
	31st March, 2021 Percentage (%)	31st March, 2020 Percentage (%)
Discount rate	6.30%	6.20%
Rate of increase in Compensation levels	5.00%	9.50%
Rate of return on plan assets	0.00%	0.00%
Expected Average remaining working lives of employees (years)	9.26	9.40

B The company provides for accumulation of compensated absences by its employees. The employees can carry forward a portion of the unutilised compensated absences and utilise it in future periods to receive cash in lieu thereof as per company policy. The company records an obligation for compensated absences in the period in which the employee renders the service that increases this entitlement. The total liability recorded by the company towards this benefit as at 31 March, 2020 is INR 15,019/- (Previous Year INR 47,397/-).

27 Related Party Disclosures Under Accounting Standard 18 - "Related Party Disclosures", have been identified on the basis of representation made by the Management and taken on record by the Board of Directors and relied upon by the auditors. Disclosures of transactions with Related Parties are as under:

a Related Parties

Related Party Disclosures Under Accounting Standard 18 - "Related Party Disclosures", have been identified on the basis of representation made by the Management and taken on record by the Board of Directors and relied upon by the auditors. Disclosures of transactions with Related Parties are as under:

Parent Company	MITCON Consultancy & Engineering Services Limited
Subsidiary of Holding Company	MITCON Trusteeship Services Private Limited

Transactions with Related Party:

Sr. No.	Nature of transactions / relationship / Name of Related Party	2020-21 INR	2019-20 INR
1	Holding Company		
	MITCON Consultancy & Engineering Services Limited		
	- Inter corporate loan converted into Debentures	116,000,000	-
	- Interest expense on loan	74,959	16,190,962
	- Rent & other expense (Net of GST)	3,078,458	2,386,328
	- Interest on Debentures	116,000	-
2	Subsidiary of Holding Company		
	MITCON Trusteeship Services Private Limited		
	- Inter corporate loan converted into Debentures	100,000,000	-
	- Interest on Debentures	99,999	-
	- Interest on loan	-	6,016,437
	- Corporate Guarantees issued to The Greater Bombay Coop Bank	-	1,000,000
3	Outstanding as on 31st March, 2019		
	<u>Accounts Payable</u>		
	MITCON Consultancy & Engineering Services Limited		
	- Against Inter Corporate Loan availed	36,000,000	116,000,000
	- Against Interest on Loan	4,908,561	4,839,224
	- Against Rent & Reimbursement for expenses	1,494,180	1,382,286
4	MITCON Trusteeship Services Private Limited		
	- 0.10% Optionally Convertible Debentures	100,000,000	-
	- Against Inter Corporate Loan availed	-	100,000,000
	- Against Interest on Loan	2,110,135	3,110,135
	- Against Interest on Debentures	92,500	-
	- Corporate Guarantees issued to Bank for loan availed by the company	150,000,000	150,000,000

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Earnings Per Share (Basic and Diluted)

Particulars	Year ended	
	31/03/2021 INR	31/03/2020 INR
A Earnings for the year		
A.1 Net Profit / (loss) as per statement profit and loss	1,751,013	(11,180,067)
A.2 Adjustment on account of Interest cost on Convertible Debentures and tax thereon for the	159,839	-
A.3 Adjustment on account of dividend on preference share and tax thereon	-	-
A.4 Net adjusted loss for Diluted Earnings Per Share from operations	1,910,852	(11,180,067)
B Weighted average number of equity shares for Earnings Per Share computation		
B.1 Number of shares at the beginning of the year (nos)	10,000	10,000
B.2 Number of shares allotted during the year (nos)	-	-
B.3 Weighted Average Equity Shares allotted during the year	-	-
B.4 Number of Potential Equity Shares (nos) #	11,600,000	-
B.5 Weighted average Potential Equity Shares allotted during the year	11,600,000	-
Weighted average number of equity shares for		
B.5 (a) Basic Earnings Per Share (B1 + B3) (nos)	10,000	10,000
B.6 (b) diluted Earnings Per Share (B1 + B3 + B5) (nos)	11,610,000	10,000
C Earnings per share from operations		
C.1 i) Basic (A1 / B5)	175.10	(1,118.01)
C.2 ii) Diluted (A4 / B6)	0.16	(1,118.01)
D face value per share	10	10

Number of Potential equity shares depends upon the conversion ratio at the time of conversion of the debentures into equity shares on the basis of discounted fair market value of the shares at the time of conversion. As the same can not be estimated and calculated as on the date of financial statements, the company has taken ratio 1:1 for the calculation on diluted EPS.

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Segment Reporting

Based on the guiding principle given in the Accounting Standard-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, the company is engaged in only one primary segment of activity- generation of solar power, no separate reportable segment is identified.

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Balances of trade receivables and trade payables are subject to reconciliation and confirmation by respective parties.

31	Capital Commitment:	Year ended	
		31/03/2021	31/03/2020
	Estimated amount of contracts remaining to be executed and not provided for in these accounts (net of advance) in respect of purchase of:	INR	INR
	Tangible Fixed assets	11,000,000.00	40,400,000.00

- 32 1 During the year ended 31st March, 2021, Company has incorporated wholly owned subsidiary companies viz.
- MITCON Impact Asset Management Pvt Limited (Paid up Capital of INR 100,000/-)
 - MSPL Unit 1 Limited (Paid up Capital of INR 100,000/-)
 - MSPL Unit 2 Private Limited (Paid up Capital of INR 100,000/-)
 - MSPL Unit 3 Private Limited (Paid up Capital of INR 100,000/-)
- 2 During the year the company converted INR11,60,00,000/- of its loan availed from MITCON Consultancy Engineering Service Limited into 1,16,00,000 0.10% optionally convertible debentures of INR.10/- at par fully paid for period of 10 Years with option of early conversion for consideration other than cash. There is no payment schedule specified in respect of interest due on debentures. The debentures are convertible at 25% discount to fair market value at the time of conversion subject to NAV at that time. In case the option of conversion is not exercised by the debenture holders, the debentures are redeemable at the value as calculated above.
- As the fair market value at the time of conversion / redemption can not be estimated as on the date of financial statements and as there is no basis to do so, it is impossible to calculate discount on the conversion / redemption and amortise the same over the life of the debentures. Further, estimating the discount on adhoc basis will give wrong picture in the financial statements. Accordingly, company has not calculated and amortised discount on conversion / redemption of debentures.
- 3 During the year, the company has converted existing loan from MITCON Trusteeship Services Private Limited into 0.10% Optionally Convertible debentures (OCD) amounting to Rs.10,00,00,000/- vide board resolution dated 1st April,2020 and shareholder's resolution dated 6th March, 2020. The tenure of the debentures is 10 years with option to early conversion bearing interest rate at 0.10%. The company does not expect the debenture holder to exercise the option of early conversion in the next financial year. There is no payment schedule specified in respect of interest due on debentures. The debentures are convertible at 25% discount to fair market value at the time of conversion subject to NAV at that time. In case the option of conversion is not exercised by the debenture holders, the debentures are redeemable at the value as calculated above.
- As the fair market value at the time of conversion / redemption can not be estimated as on the date of financial statements and as there is no basis to do so, it is impossible to calculate discount on the conversion / redemption and amortise the same over the life of the debentures. Further, estimating the discount on adhoc basis will give wrong picture in the financial statements. Accordingly, company has not calculated and amortised discount on conversion / redemption of debentures.
- 33 The Company has exclusive arrangement for supply of power to M/s. Pudumjee Paper Products Ltd (PPPL). Due to lockdown, the operations of the said company were halted for the month of April 2020. During this period, the power generated amounting to Rs.37,27,986/- was supplied to the grid and remained to the credit of the company which shall be used by PPPL during FY 2021-22. The credit of power supplied during this period is not granted by the MSEB to PPPL due to which PPPL has not made the payment for the said invoice to the company. This issue has arisen universally for many such suppliers for such period of lockdown. The company is continuously following up this matter with MSEB to grant this credit to PPPL consequent upon which the said amount shall be released by PPPL. As the company is been assured by MSEB about granting of the credit to PPPL. As the entire amount is recoverable, no provision for bad and doubtful debt is made during the year.
- 34 The Company has considered the possible effects of the COVID-19 pandemic on the carrying amounts of property, plant and equipment, Investments, receivables and other current assets. Based on the assessment, the company is of the view that carrying amounts of all the assets are realizable. Management believes that it has taken into account all the possible impact of known events arising from COVID 19 pandemic in the preparation of the standalone financial results. However, the impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration. The Company has also evaluated the impact of the same on the aforementioned risks i.e. credit risk, liquidity risk, market risk and does not foresee any material impact on account of the same.
- 35 On September 20, 2019, the Government of India vide the Taxation Laws (Amendment) Ordinance 2019, inserted Section 115BAA in the Income Tax Act, 1961, which provides domestic companies an option to pay Income tax at reduced rate effective April 1, 2019 subject to certain conditions. Considering the impact of reduced tax rate and conditions to be fulfilled, the company had decided as on the date of financial statements not to opt the option to pay income tax at reduced rate and to continue with the existing option. The company has continued with the same option as on the date of Financial Statements. Accordingly, the tax expenses for the year ended March 31, 2021 have been provided for at existing tax rate.
- 36 Previous years figures have been re-grouped , reclassified wherever necessary to make them comparable with current year's figures.

Signatures to the Notes 1 to 36, forming part of the Financial Statements.

For and on behalf of the Board
of MITCON Sun Power Ltd



Pradeep Bavadekar
Director
DIN 00879747

Date:
Place: Pune




Dr. Sandeep Jadhav
Director
DIN 08117809

Form AOC-1
(Pursuant to first proviso to Subsection (3) of Section 129 read with rule 5 of Companies (Accounts) Rules, 2014
Statement containing salient features of the financial statements of Subsidiaries or Associate Companies or Joint Ventures

Part A - Subsidiaries

Sr. No	Name of the subsidiary	Reporting Period for the subsidiary	Reporting Currency	Share Capital	Reserves & Surplus	Total Assets	Total Liabilities	Investment	Turnover	Profit / (Loss) before Taxation	Provision for Taxation	Profit / (Loss) after Taxation	Proposed dividend
1	MITCON SOLAR ALLIANCE LIMITED	1st April 2020 to 31st March 2021	INR	45,100,000	39,287,517	317,664,374	233,276,857	500,000	38,727,502	6,182,696	1,607,040	4,575,656	-
2	Mitcon Impact Asset Management Pvt. Ltd	28th September 2020 to 31st March 2021	INR	100,000	(500,875)	340,659	741,534	-	-	(676,858)	(175,983)	(500,875)	-
3	MSPL Unit 1 Ltd	18th December 2020 to 31st March 2021	INR	100,000	(322,784)	7,947,411	8,170,195	-	-	(436,195)	(113,411)	(322,784)	-
4	MSPL Unit 2 Pvt. Ltd	22nd December 2020 to 31st March 2021	INR	100,000	(314,792)	7,944,603	8,159,395	-	-	(425,395)	(110,603)	(314,792)	-
5	MSPL Unit 3 Pvt. Ltd	23rd December 2020 to 31st March 2021	INR	100,000	(314,792)	7,944,603	8,159,395	-	-	(425,395)	(110,603)	(314,792)	-

Name of the Subsidiary which yet to commence operations	Nil
Name of the Subsidiary which have been liquidated or sold during the year	Nil

Part B - Associate and Joint Ventures
Statement pursuant to Section 129 (3) of the Companies Act, 2013
related to Associate Companies and Joint Ventures

Sr No	Particulars
1	Latest audited Balance Sheet Date
2	Date on which the Associate was associated
3	Shares of Associate held by the Company on the year end
	Nos
	Amount of Investment in Associates
	Extent of Holding
4	Description of how there is significant influence
5	Reason why the Associate is not consolidated
6	Networth attributable to Shareholding as per latest audited Balance Sheet
7	Profit / (Loss) for the year / period
8	Considered in Consolidation
9	Not Considered in Consolidation
10	Name of the Associates which yet to commence operations
11	Name of the Associates which have been liquidated or sold during the year

N.A.