

**K.P. Energy Limited**  
(A KP Group Company)



**KPEL/BM/MAY/2018/O-108**  
**May 30, 2018**

To,  
BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001

Ref: **Scrip Code: 539686**

Sub: **Outcome of the Board Meeting and Submission of the Audited Standalone and Consolidated Financial Results for the half year and year ended March 31, 2018.**

Dear Sir(s),

In continuation of our Letter dated May 18, 2018 and May 28, 2018, we wish to inform you that the Board of the Company at its meeting held today, commenced at 4:00 p.m. and concluded at 6:05 p.m., *inter alia* has:

- 1 Approved Standalone and Consolidated audited financial results of the Company for the half year and year ended March 31, 2018.

Pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulations, 2015, we are enclosing following:

- a. Statement showing the Audited financial results (Standalone and Consolidated) for the half year and year ended March 31, 2018.
  - b. Auditors Report on Standalone and Consolidated Audited Financial Results for the year ended March 31, 2018.
- 2 Approved migration of the Company from BSE SME Segment to the Main Board of BSE Limited. The Company will seek shareholders' approval through postal ballot and voting through electronic means. May 30, 2018 is fixed as the Cut-off date for e-voting purpose.
  - 3 Appointed Mr. Harsh Shaileshkumar Shah (Membership No. 165448) as Internal Auditor of the Company for FY 2018-19 to conduct the internal audit of the Company.
  - 4 Appointed Ms. Janki Shah, Prop. of SJV & Associates, Practicing Company Secretary (Membership No. 29657, C.P. No. 10836), as a secretarial Auditor for the FY 2018-19 to conduct the secretarial audit of the Company.

Kindly take the same on your records and acknowledge a receipt of the same.

Thanking You,  
Yours faithfully,  
For **K.P. Energy Limited**

**Ashish A Mithani**  
**Whole Time Director**  
**(DIN: 00152771)**



**Reg. Office:**  
A-1/2, Firdos Tower, Behind Fazal Shopping Center, Adajan Patia, Surat - 395009.  
**Phone:** +91-261-2764757, **Fax:** +91-261-2774757  
**E-mail:** info@kpenergy.in, **Website:** www.kpenergy.in  
**CIN Number :** L40100GJ2010PLC059169



**K.P. Energy Limited**  
(A KP Group Company)



May 30, 2018

To,  
The Bombay Stock Exchange Limited,  
P.J. Towers, Dalal Street,  
Fort, Mumbai – 400 001.

**Scrip Code: 539686**

**Sub: Declaration pursuant to Regulation 33 (3)(d) of the Securities & Exchange Board of India  
(Listing Obligations and Disclosure Requirements) Regulations, 2015.**

Dear Sir/Madam,

I, Ashish Ashwin Mithani, Whole Time Director of K.P. Energy Limited (CIN: L40100GJ2010PLC05969) having is registered office at A-1/2, Firdous Tower, Behind Fazal Shopping Centre, Adajan Patia, Surat 395009, Gujarat, India, hereby declare that, the statutory Auditors of the Company, K A Sanghvi & Co. LLP (FRN: 120846W) has issued an Audit Report with an unmodified opinion on the Annual Audited Financial Results of the Company (Standalone & Consolidated) for the year ended March 31, 2018.

This Declaration is given in compliance to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016, vide notification No. SEBI/LAD-NRO/GN/2016-17/001 dated May 25, 2016 and circular no. CIR/CFD/CMD/56/2016 dated May 27, 2016.

This is for your information and records.

Thanking you,

Yours faithfully,  
For K.P. Energy Limited

  
Ashish A Mithani  
Whole Time Director  
DIN: 00152771



**Reg. Office:**

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E-mail: info@kpenergy.in, Website: www.kpenergy.in

CIN Number : L40100GJ2010PLC059169







**INDEPENDENT AUDITORS' REPORT**

**TO  
THE MEMBERS OF  
K.P. ENERGY LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of K.P. ENERGY LIMITED ("the Company") for the year ended March 31, 2018 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as modified.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Standalone Financial Statements which has been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.

2. We conducted our audit in accordance with the Standard on Auditing issued by the Institute of Chartered Accountants of India. Those Standards requires that we comply with ethical requirements and plan & perform the audit to obtain reasonable assurance about whether the Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedure selected depends on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement :
  - a. is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as modified; and
  - b. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the Net Profit and other financial information of the Company for the year ended March 31, 2018.





**K A SANGHAVI & CO LLP**  
CHARTERED ACCOUNTANTS

4. The statement includes the results for the half year ended March 31, 2018 being the balancing figure between audited figures in respect of full financial year and the published figures upto first half of the current financial year which were subject to limited review by us.

Place : SURAT  
Date : 30/05/2018



for **K A SANGHAVI AND CO LLP**  
Chartered Accountants  
FRN : 120846W/W100289

*Sanghavi*

**AMISH ASHVINBHAI SANGHAVI**  
M. NO. 101413  
1001, 1002, 1003, RAJHANS BONISTA,  
RAM CHOWK, GHOD DOD ROAD,  
SURAT- 395007 GUJARAT



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Reg. Office: A-1/2, Firdos Tower , Behind Fazal Shopping Center, Adajan Patia, Surat - 395009

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CIN NO: L40100GJ2010PLC059169

**FINANCIAL RESULTS FOR THE HALF YEAR ENDED ON 31.03.2018**

(Rs. in Lacs)

Particulars	Half Year Ended			For the Year Ended	For the Year Ended
	31.03.2018 Audited (CY H2)	30.09.2017 Unaudited (CY H1)	31.03.2017 Audited (LY H2)	31.03.2018 Audited FY 17-18	31.03.2017 Audited FY 16-17
1	2	3	4	5	6
I Revenue from Operations	2,337.73	3,671.71	7,894.39	6,009.44	11,298.36
(a) Net Sales/income from Operations (Net of excise duty)					
(i) Revenue from Infrastructure Development	2,099.50	3,533.05	7,806.59	5,632.55	11,128.84
(ii) Revenue from Sale of Power	204.81	113.46	83.61	318.27	165.33
(iii) Revenue from Operation & Maintenance Services	33.43	25.20	4.20	58.63	4.20
II Other Income	14.09	0.22	2.25	14.31	4.16
III Total Revenue (I + II)	2,351.82	3,671.93	7,896.64	6,023.75	11,302.52
IV Expenses:					
(a) Cost of Materials consumed	577.58	2,580.40	4,194.19	3,157.98	6,487.70
(b) Purchases of Stock-in-Trade	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-
(d) Employee benefits expense	373.40	178.30	260.55	551.70	369.48
(e) Finance Costs	264.20	78.34	133.86	342.54	199.80
(f) Depreciation and amortisation expense	189.97	97.98	68.49	287.95	123.51
(g) Other expenses	719.34	585.87	1,433.47	1,305.21	1,522.45
Total Expenses	2,124.48	3,520.89	6,090.56	5,645.37	8,702.94
V Profit before exceptional and extraordinary items and tax (III - IV)	227.34	151.04	1,806.08	378.38	2,599.58
VI Exceptional Items	-	-	-	-	-
VII Profit before extraordinary items/Prior Period Items and tax (V - VI)	227.34	151.04	1,806.08	378.38	2,599.58
VIII Extraordinary Items/Prior Period Items	0.22	-	(10.10)	0.22	(10.10)
IX Profit before tax (VII - VIII)	227.12	151.04	1,816.18	378.16	2,609.68
X Tax Expenses					
(1) Current tax(Net)	12.25	(12.25)	(305.45)	-	(471.61)
(2) Deferred tax	(152.78)	(37.55)	(341.20)	(190.33)	(448.62)
XI Profit / (Loss) for the period from continuing operations (VII - VIII)	86.59	101.24	1,169.53	187.83	1,689.45
XII Profit/(Loss) from discontinuing operations	-	-	855.00	-	-
XIII Tax expense of discontinuing operations	-	-	-	-	-
XIV Profit / (Loss) from Discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV Profit / (Loss) for the period (XI + XIV)	86.59	101.24	395.39	187.83	1,689.45
Paid-up equity share capital (Face Value: Rs. 10/- each )	855.00	855.00	342.00	855.00	855.00
XVI (a) Earnings Per Share (before extraordinary items)					
(i) Basic	1.01	1.18	13.44	2.20	19.76
(ii) Diluted	1.01	1.18	13.44	2.20	19.76
(b) Earnings Per Share (after extraordinary items)					
(i) Basic	1.01	1.18	13.44	2.20	19.76
(ii) Diluted	1.01	1.18	13.44	2.20	19.76
Investor Complaint Pending					
Pending at the beginning of the half year	NIL				
Received During The half year	NIL				
Disposed of During the half year	NIL				
Remaining unresolved at the end of the period	NIL				

**Notes:**

(1) The above Financial Results of the company for the half year ended on 31st March, 2018 as reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2018.

(2) Previous period/year figures have been re-grouped/re-classified wherever required.

Date: 30/05/2018  
Place: Surat



For & on behalf of Board  
For K.P. Energy Limited

Ashish A Mithani  
Whole Time Director  
(DIN: 00152771)

Farukh G Patel  
Managing Director  
(DIN: 00414045)



**K.P. ENERGY LIMITED**  
**STATEMENT OF ASSETS AND LIABILITIES**

(Rs. In Lacs)

Sr. No.	Particulars	Year Ended 31.03.2018	Previous Year Ended 31.03.2017
	<b>A. EQUITY AND LIABILITIES</b>		
1	<b>Shareholder's Funds</b>		
	(a) Share Capital	855.00	855.00
	(b) Reserves and Surplus	2,619.36	2,431.54
	(c) Money Received against share warrants	-	-
	<b>Total Shareholder's Funds</b>	<b>3,474.36</b>	<b>3,286.54</b>
2	<b>Share Application Money Pending Allotment</b>	-	-
3	<b>Non-Current Liabilities</b>		
	(a) Long-term borrowings	3,052.28	1,513.93
	(b) Deferred tax liabilities (Net)	853.96	663.63
	(c) Other Long term liabilities	1,044.34	1,760.45
	(d) Long term provisions	-	-
	<b>Sub-total Non-Current Liabilities</b>	<b>4,950.58</b>	<b>3,938.01</b>
4	<b>Current Liabilities</b>		
	(a) Short-term borrowings	587.97	243.01
	(b) Trade payables-		
	(i) total outstanding dues of micro enterprises and small enterprises; and	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	3,393.44	1,932.53
	(c) Other current liabilities	712.22	808.44
	(d) Short-term provisions	244.01	196.04
	<b>Sub-total Current Liabilities</b>	<b>4,937.64</b>	<b>3,180.02</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>13,362.58</b>	<b>10,404.57</b>
	<b>B. ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) <i>Fixed assets</i>		
	(i) Tangible assets	8,451.01	5,028.46
	(ii) Intangible assets	-	-
	(iii) Capital work-in-progress	24.14	1,785.00
	(iv) Intangible assets under development	-	-
	(b) Non-current investments	122.25	84.30
	(c) Deferred tax assets (net)	-	-
	(d) Long term loans and advances	18.80	18.47
	(e) Other non-current assets	-	-
	<b>Sub-total Non-Current Assets</b>	<b>8,616.20</b>	<b>6,916.23</b>
2	<b>Current assets</b>		
	(a) Current investments	-	-
	(b) Inventories	972.77	374.26
	(c) Trade receivables	2,340.99	2,562.67
	(d) Cash and cash equivalents	838.22	186.42
	(e) Short-term loans and advances	555.64	301.86
	(f) Other current assets	38.77	63.14
	<b>Sub-total Current Assets</b>	<b>4,746.38</b>	<b>3,488.34</b>
	<b>TOTAL-ASSETS</b>	<b>13,362.58</b>	<b>10,404.57</b>

*Benghai*

Date: 30/05/2018  
Place: Surat



For & on behalf of Board  
For K.P. Energy Limited

*Ashish A Mithani*  
Ashish A Mithani  
Whole Time Director  
(DIN: 00152771)

*Parukbhai G Patel*  
Parukbhai G Patel  
Managing Director  
(DIN: 00414045)





### **Notes to the Financial Results**

1. Figures for the previous periods have been re-grouped/re-stated/re-arranged wherever necessary, to correspond with the current period's classification/ disclosure/ comparatives for ease of the investors or stakeholders analysis.
2. The figure for the half-year ended 31st March, 2018 are the balancing figures between audited result in respect of the full financial year ended 31st March, 2018 and the published year to date figures upto the half year of the financial year.
3. The said financial results for the half year and the year ended on 31<sup>ST</sup> March, 2018 have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors in their respective meetings held on May 30, 2018.
4. The above financial statements are extracted from the audited Indian GAAP standalone financial statements of the Company which are prepared in accordance with Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.
5. During half year ended on March 31, 2018, the Company had invested in three LLPs viz., Hajipir Renewable Energy LLP, Belampar Power Infra LLP and Vanki Renewable Energy LLP having the stake of the company @ 99% in each of the LLPs which are incorporated as project specific SPV in which the Company shall have 100% profit sharing and one private limited company viz., Evergreen Mahuva Windfarms Pvt Ltd having the stake of the company @ 51%.





**INDEPENDENT AUDITORS' REPORT**

**TO  
THE MEMBERS OF  
K.P. ENERGY LIMITED**

1. We have audited the accompanying Statement of Consolidated Financial Results of K.P. ENERGY LIMITED ("the Holding Company") and its Subsidiaries (the Holding Company and its Subsidiaries together referred to as "the Group") for the year ended March 31, 2018 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as modified.

This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been compiled from the related Consolidated Financial Statements which are in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.

2. We conducted our audit in accordance with the Standard on Auditing issued by the Institute of Chartered Accountants of India. Those Standards requires that we comply with ethical requirements and plan & perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedure selected depends on the auditor's judgement, including the assessment of the risks of material: misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Holding Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the Holding Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate financial statements and other financial information of subsidiaries referred to in paragraph 4 below, the Statement;

- a. Include the results of entities as given below:

List of Subsidiaries :

1. K P Energy Mahuva Windfarms Private Limited
2. Ungarn Renewable Energy Private Limited








**K A SANGHAVI & CO LLP**  
CHARTERED ACCOUNTANTS

3. Windfarm Developers Private Limited
  4. Evergreen Mahuva Windfarms Private Limited
  5. Miyani Power Infra LLP
  6. Manar Power Infra LLP
  7. Mahuva Power Infra LLP
  8. Hajipir Renewable Energy LLP
  9. Belampar Power Infra LLP
  10. Vanki Renewable Energy LLP
- b. is presented in accordance with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 as modified; and
- c. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the Consolidated Net Profit and other financial information of the Group for the year ended March 31, 2018.
4. We did not audit the financial statements of the subsidiaries companies and associates whose financial statements reflect total assets of Rs. 1555.14 Lakhs as at March 31, 2018, total revenues is NIL, and no profit and no loss for the year ended on that date, as considered in the consolidated financial results. 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 results, in so far as it related to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors. Our opinion on the Statement is not modified in respect of above matters with regard to our reliance on the work done and the reports of the other auditors and the financial statements certified by the management.
5. The statement includes the results for the half year ended March 31, 2018 being the balancing figure between audited figures in respect of full financial year and the published figures upto first half of the current financial year which were subject to limited review by us.

Place : SURAT  
Date : 30/05/2018



for **K A SANGHAVI AND CO LLP**  
Chartered Accountants  
FRN : 120846W/W100289

  
**AMISH ASHVINBHAI SANGHAVI**  
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RAM CHOWK, GHOD DOD ROAD,  
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CIN NO: L40100GJ2010PLC059169

**CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED ON 31.03.2018**

(Rs. in Lacs)

Particulars	Half Year Ended			For the Year Ended	For the Year Ended
	31.03.2018 Audited (CY H2)	30.09.2017 Unaudited (CY H1)	31.03.2017 Audited (LY H2)	31.03.2018 Audited FY 17-18	31.03.2017 Audited FY 16-17
1	2	3	4	5	6
I Revenue from Operations	2,337.74	3,671.71	7,894.40	6,009.44	11,298.36
(a) Net Sales/income from Operations (Net of excise duty)					
(i) Revenue from Infrastructure Development	2,099.50	3,533.05	7,806.59	5,632.55	11,128.84
(ii) Revenue from Sale of Power	204.81	113.46	83.61	318.27	165.33
(iii) Revenue from Operation & Maintenance Services	33.43	25.20	4.20	58.63	4.20
II Other Income	14.09	0.22	2.25	14.31	4.16
III Total Revenue (I + II)	2,351.83	3,671.93	7,896.65	6,023.75	11,302.52
IV Expenses:					
(a) Cost of Materials consumed	461.73	2,577.01	4,194.19	3,038.74	6,487.70
(b) Purchases of Stock-in-Trade	-	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	-
(d) Employee benefits expense	373.40	178.30	260.55	551.70	369.48
(e) Finance Costs	264.24	78.35	133.86	342.59	199.80
(f) Depreciation and amortisation expense	189.98	97.97	68.49	287.95	123.51
(g) Other expenses	835.15	589.25	1,433.47	1,424.40	1,522.45
Total Expenses	2,124.50	3,520.88	6,090.57	5,645.38	8,702.94
V Profit before exceptional and extraordinary items and tax (III - IV)	227.33	151.05	1,806.08	378.37	2,599.58
VI Exceptional Items	-	-	-	-	-
VII Profit before extraordinary items/Prior Period Items and tax (V - VI)	227.33	151.05	1,806.08	378.37	2,599.58
VIII Extraordinary items/Prior Period Items	0.22	-	(10.10)	0.22	(10.10)
IX Profit before tax (VII - VIII)	227.11	151.05	1,816.18	378.15	2,609.68
X Tax Expenses					
(1) Current tax(Net)	12.25	(12.25)	(305.45)	-	(471.61)
(2) Deferred tax	(152.78)	(37.55)	(341.20)	(190.33)	(448.62)
XI Profit / (Loss) for the period from continuing operations (VII - VIII)	86.58	101.25	1,169.53	187.82	1,689.45
XII Profit/(Loss) from discontinuing operations	-	-	-	-	-
XIII Tax expense of discontinuing operations	-	-	-	-	-
XIV Profit / (Loss) from Discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV Profit / (Loss) for the period (XI + XIV)	86.58	101.25	1,169.53	187.82	1,689.45
Paid-up equity share capital (Face Value: Rs. 10/- each )	855.00	855.00	855.00	855.00	855.00
XVI (a) Earnings Per Share (before extraordinary items)					
(i) Basic	1.02	1.18	13.44	2.20	19.76
(ii) Diluted	1.02	1.18	13.44	2.20	19.76
(b) Earnings Per Share (after extraordinary items)					
(i) Basic	1.02	1.18	13.44	2.20	19.76
(ii) Diluted	1.02	1.18	13.44	2.20	19.76
Investor Complaint Pending					
Pending at the beginning of the half year	NIL				
Received During The half year	NIL				
Disposed of During the half year	NIL				
Remaining unresolved at the end of the period	NIL				

**Notes:**

- (1) The above Financial Results of the company for the half year ended on 31st March, 2018 as reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2018.
- (2) Previous period/year figures have been re-grouped/re-classified wherever required.

Date: 30/05/2018  
Place: Surat



For & on behalf of Board  
For K.P. Energy Limited

Ashish A Mithani  
Whole Time Director  
(DIN: 00152771)



Farukbhai G Patel  
Managing Director  
(DIN: 00414045)



**K.P. ENERGY LIMITED**  
**CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES**

(Rs. in Lacs)

Sr. No.	Particulars	Year Ended 31.03.2018	Year Ended 31.03.217
	<b>A. EQUITY AND LIABILITIES</b>		
1	<b>Shareholder's Funds</b>		
	(a) Share Capital	855.00	855.00
	(b) Reserves and Surplus	2,619.36	2,431.53
	(c) Money Received against share warrants	-	-
	<b>Total Shareholder's Funds</b>	<b>3,474.36</b>	<b>3,286.53</b>
2	<b>Share Application Money Pending Allotment</b>	-	-
3	<b>Minority Interest</b>	<b>2.02</b>	<b>1.50</b>
3	<b>Non-Current Liabilities</b>		
	(a) Long-term borrowings	3,094.13	1,515.79
	(b) Deferred tax liabilities (Net)	853.96	663.63
	(c) Other Long term liabilities	1,432.85	1,760.45
	(d) Long term provisions	-	-
	<b>Sub-total Non-Current Liabilities</b>	<b>5,380.94</b>	<b>3,939.86</b>
4	<b>Current Liabilities</b>		
	(a) Short-term borrowings	587.97	243.01
	(b) Trade payables -		
	(i) total outstanding dues of micro enterprises and small enterprises; and	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	3,393.44	1,932.53
	(c) Other current liabilities	728.32	808.44
	(d) Short-term provisions	244.01	196.05
	<b>Sub-total Current Liabilities</b>	<b>4,953.74</b>	<b>3,180.03</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>13,811.06</b>	<b>10,407.92</b>
	<b>B. ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) <i>Fixed assets</i>		
	(i) Tangible assets	8,450.97	5,028.46
	(ii) Intangible assets	-	-
	(iii) Capital work-in-progress	829.64	1,785.00
	(iv) Intangible assets under development	-	-
	(b) Non-current investments	-	-
	(c) Deferred tax assets (net)	-	-
	(d) Long term loans and advances	18.81	18.47
	(e) Other non-current assets	-	-
	<b>Sub-total Non-Current Assets</b>	<b>9,299.42</b>	<b>6,831.93</b>
2	<b>Current assets</b>		
	(a) Current investments	-	-
	(b) Inventories	1,172.65	454.90
	(c) Trade receivables	1,514.05	2,562.67
	(d) Cash and cash equivalents	853.22	196.65
	(e) Short-term loans and advances	926.76	293.09
	(f) Other current assets	44.96	68.68
	<b>Sub-total Current Assets</b>	<b>4,511.64</b>	<b>3,575.99</b>
	<b>TOTAL-ASSETS</b>	<b>13,811.06</b>	<b>10,407.92</b>

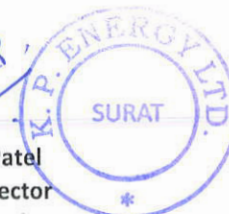
Date: 30/05/2018  
Place: Surat



For & on behalf of Board  
For K.P. Energy Limited

Ashish A Mithani  
Whole Time Director  
(DIN: 00152771)

Farukbhai G Patel  
Managing Director  
(DIN: 00414045)



### **Notes to the Financial Results**

1. Figures for the previous periods have been re-grouped/re-stated/re-arranged wherever necessary, to correspond with the current period's classification/disclosure/ comparatives for ease of the investors or stakeholders analysis.
2. The figure for the half-year ended 31st March, 2018 are the balancing figures between audited result in respect of the full financial year ended 31st March, 2018 and the published year to date figures upto the half year of the financial year.
3. The said financial results for the half year and the year ended on 31<sup>st</sup> March, 2018 have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors in their respective meetings held on May 30, 2018.
4. The above financial statements are extracted from the audited Indian GAAP consolidated financial statements of the Group which are prepared in accordance with Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.
5. During half year ended on March 31, 2018, the Holding Company had invested in 3 LLPs viz., Hajipir Renewable Energy LLP, Belampar Power Infra LLP and Vanki Renewable Energy LLP having the stake of the company @ 99% in each of the LLPs which are incorporated as project specific SPV in which the Company shall have 100% profit sharing and 1 private limited company viz., Evergreen Mahuva Windfarms Pvt Ltd having the stake of the company @ 51%.
6. The holding Company has other subsidiaries viz., KP Energy Mahuva Windfarms Private Limited, Ungarn Renewable Energy Private Limited, Wind farm Developers Private Limited, Mahuva Power Infra LLP, Manar Power Infra LLP and Miyani Power Infra LLP .
7. The consolidated financial results have been prepared in accordance with Accounting Standard-21 on "Consolidated Financial Statements" and AS-23 on "Accounting for Investments in Associates in Consolidated Financial Statements".





**A Brief Note on Performance & Business Prospects of the Company  
As compared to Last Financial Year for benefit of Stake Holders**

The Wind Industry in India since inception was a policy driven & regulator backed segment like all other Renewables. Its nature of not being RTC (round the clock) power, infirm, higher tariff compared with conventional resources, low PLF, location specific, highly skewed generation, trivial contribution on overall power mix historically lead it to be *push mode* power purchase for Discoms. Again, only few States are windy and power being state subject, progress have been restrained as there were many India within India! Resultant, it was not on radar of big investment syndicates, banks or Large Capital Houses, FIIs or Portfolio Investors. Stake holders within Industry too were quite cosy with Regulator decided *Cost Plus* or ROI based pre-decided Feed in Tariff (FiT).

On February 23, 2017 and thereafter; when auctions have replaced feed in tariff, all of these above have gone through series of jolts to redefine the basics and have now started becoming a *pull mode* power purchase for Discoms of entire country.

Tariffs are now derived through transparent bids and stretched to rock bottom through e-reverse auctions. From FiT of Rs. 4.19 in Gujarat, new low now is Rs. 2.43 per unit bringing wind a cheapest mode of power purchase for Discom at constant rate till 25 years through fixed price PPA. With compulsory power scheduling and forecasting norms, the wind power's infirm nature & skew is comfortably adjusted to optimise power management through information technology at Load Despatch Centre of State Transmission network. Tariff reduction itself has become catalyst to welcome more wind power in power mix and have indirectly given a pull for wind power vis-à-vis conventional power sources.

Also, major show is driven by Central Government backed SECI (Solar Energy Corporation of India) auctions (Tranche T1-1000MW, T2-1000MW, T3-2000MW and T4-2000MW) of 6000MW. These auctions has washed off resistance & regional state hurdles in inviting more renewables and also brought in all non-windy States on the bee line to purchase lower cost fixed price PPA backed long term power supply at a very economical rate from SECI.

And these auctions have evinced interest for large Corporate Houses, Foreign Banks, Utilities, Institutions, FIIs and body corporates to pump money and enjoy the benefits of long term & relatively less risk investments propositions. Technology Change is inevitable since tariff has gone down by 45%. Today, PLF of 37 to 42% is new benchmark for wind industry to be economically viable project investment which was erstwhile between 23 to 27%.

However, these transformational changes have come at a cost, though of temporary nature, have badly impacted the financials of year 2018 of KP Energy (and all industry players). Indian industry which had seen 5500MW commissioning in 2017 could energize only 1766 MW in 2018. Impact is briefly explained as under:

- New project development EPC revenue was stand still as PPA window closed since Feb'17 and routine project investments is no longer possible. No new Retail Investments as well. Therefore topline EPC revenue have reduced from Rs. 111.28 cr to Rs. 56.32 cr. However, in current year, projects won under bid and tied-up by KP Energy for BoP Contracts would now give manifold growth in topline as well as bottomline from this year. Value of contracts & business pipeline indicates about 5 times increase in volume in current year and would further grow in coming years in executing about 1200MW projects in due course.
- State Wind Power Policy announced for last year had restricted captive investments by putting a cap on adding captive generation capacity upto 50% of contract demand. These artificial restrictions lead to Nil revenue from Captive customers' EPC business last year. These capacity restrictions have been recently removed by State for RPO (Renewable Power Purchase Obligation) Industries. Hence, again, captive market would improve as compared to last year.
- Power Sale options now for retail investment is only Open Access bilateral arrangement – which is very complex and procedures are framed to make it as grim as possible to discourage third party sale. Hence, against expected revenue of about Rs. 4.8 cr, actual revenue of three newly installed turbines is just Rs. 1.8 cr during last year. Company have now firm PPA for all three newly added wind turbines from beginning of current financial year. Capital employed, bank interest and efforts to sale power under third party mechanism and compliances will bring a phenomenal jump in revenues from power generation in FY 2019.

KP Energy is expected to grow exponentially from 2019 due to regulatory changes of auctions driven tariff mechanism as elaborated above. The major change is large size projects under SECI providing economies to scale for resource utilisation. This will also enable KP Energy to further improve its bottom-line numbers.

### **Safe Harbor**

Certain statements in this this document and future growth prospects are forward-looking statements regarding our future business expectations intended to qualify for the 'safe harbor' under the Private Securities Litigation Reform Act of 1995, which involve a number of risks and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding fluctuations in earnings, our ability to manage growth, competition in services including those factors which may affect our cost advantage, wage increases in India, our ability to attract and retain highly skilled professionals, time and cost overruns on fixed-price, fixed-time frame contracts, Industry segment concentration, In addition, please note that any forward-looking statements contained herein are based on assumptions that we believe to be reasonable as of the date of this information. The company does not undertake to update any forward-looking statements that may be made from time to time by or on behalf of the company unless it is required by law.