

**INOX WIND INFRASTRUCTURE SERVICES
LIMITED**

ANNUAL ACCOUNTS

2015-2016

Independent Auditor's Report to the members of Inox Wind Infrastructure Services Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Inox Wind Infrastructure Services Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



Independent Auditor's Report to the members of Inox Wind Infrastructure Services Limited on the financial statements for the year ended 31st March 2016 (continued)

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by 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 state of affairs of the Company as at 31st March, 2016 and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure I a statement on the matters specified in paragraph 3 and 4 of the said Order.
2. As required by Section 143 (3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure II.



Independent Auditor's Report to the members of Inox Wind Infrastructure Services Limited on the financial statements for the year ended 31st March 2016 (continued)

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – see note no. 31 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Patankar & Associates
Chartered Accountants
Firm's Registration No. 107628W



S S Agrawal
Partner
Membership No. 049051

Place: Pune
Date: 6th May, 2016



Annexure I to Independent Auditor's Report to the Members of Inox Wind Infrastructure Services Limited on the financial statements for the year ended 31st March 2016 – referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date.

In term of the Companies (Auditor's Report) Order, 2016 ("the Order"), on the basis of information and explanation given to us and the books and records examined by us in the normal course of audit and such checks as we considered appropriate, to the best of our knowledge and belief, we state as under:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets. The fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies have been noticed on such verification. The title deeds of all immovable properties are held in the name of the Company.
2. The inventories were physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on physical verification of inventories as compared to book records.
3. The Company has granted unsecured loans, to five companies covered in the register maintained under section 189 of the Companies Act, 2013. The terms and conditions of the said loans are not, prima facie, prejudicial to the interest of the Company. The said parties are regular in repayment of principal and payment of interest, as stipulated, and there are no overdue amounts.
4. The Company has complied with the provisions of section 185 and section 186 of the Companies Act, 2013 in respect of loans given and investments made. The Company has not provided any guarantees or securities.
5. The Company has not accepted any deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 and the Rules framed thereunder and hence the provisions of clause 3(v) of the Order are not applicable to the Company.
6. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for maintenance of cost records under section 148(1) of the Companies Act, 2013 for activities of the Company to which the said Rules are made applicable, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained.



Annexure I to Independent Auditor's Report to the members of Inox Wind Infrastructure Services Limited on the Financial Statements for the year ended 31st March 2016 (continued)

7. The Company has not defaulted in repayment of loans and borrowings from financial institution or by way of debentures and the Company did not have any borrowings from bank or Government.
8. The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence the provisions of clause 3(ix) of the Order are not applicable to the Company.
9. No fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
10. The Company has complied with the provisions of section 197 of the Companies Act, 2013 regarding payment of managerial remuneration.
11. The Company is not a Nidhi Company and hence the provisions of clause 3(xii) of the Order are not applicable to the Company.
12. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards.
13. During the year, the Company has made private placement of optionally convertible debentures. The Company has complied with the requirement of section 42 of the Companies Act, 2013 and the amount raised have been used for the purposes for which the funds were raised.
14. The Company has not entered into any non-cash transactions with directors or persons connected with them and hence the provisions of clause 3(xv) of the Order are not applicable to the Company.
15. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence the provisions of clause 3(xvi) of the Order are not applicable to the Company.

For Patankar & Associates
Chartered Accountants
Firm's Registration No. 107628W



S S Agrawal
Partner
Membership No. 049051

Place: Pune
Date: 6th May, 2016



Annexure II to Independent Auditor's Report to the members of Inox Wind Infrastructure Services Limited on the financial statements for the year ended 31st March 2016 – referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date.

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

We have audited the internal financial controls with reference to financial statements over financial reporting of **Inox Wind Infrastructure Services Limited** ("the Company") as of 31st March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls 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 (the "Guidance Note") 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 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 Companies Act, 2013 ("the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting 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 financial statements, whether due to fraud or error.



Annexure II to Independent Auditor's Report to the members of Inox Wind Infrastructure Services Limited on the Financial Statements for the year ended 31st March 2016 (continued)

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to financial statements system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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 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 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 financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

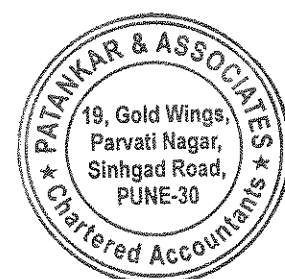
In our opinion, the Company has, in all material respects, an adequate internal financial control system with reference to financial statements system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2016, based on the 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 ICAI.

For Patankar & Associates
Chartered Accountants
Firm's Registration No. 107628W


S S Agrawal

Partner
Membership No. 049051

Place: Pune
Date: 6th May, 2016




INOX WIND INFRASTRUCTURE SERVICES LIMITED
Balance Sheet as at 31st March 2016

		(Rs. in Lakh)	
	Note No.	As at 31-Mar-2016	As at 31-Mar-2015
Equity & Liabilities			
1. Shareholders' funds			
(a) Share capital	4	5.00	5.00
(b) Reserves and surplus	5	(7,436.93)	(4,534.27)
		<u>(7,431.93)</u>	<u>(4,529.27)</u>
2. Non-current liabilities			
(a) Long-term borrowings	6	50,088.00	94.00
(b) Long-term provisions	7	151.84	53.87
		<u>50,239.84</u>	<u>147.87</u>
3. Current liabilities			
(a) Short-term borrowings	8	8,396.92	36,829.66
(b) Trade payables			
Dues to Micro and Small Enterprises	9	74.56	-
Dues to Others	9	26,487.50	16,557.27
(c) Other current liabilities	10	13,061.79	4,279.55
(d) Short-term provisions	11	41.45	30.42
		<u>48,062.22</u>	<u>57,696.90</u>
Total		<u>90,870.13</u>	<u>53,315.50</u>
Assets			
1. Non-current assets			
(a) Net fixed assets			
(i) Tangible assets	12	16,693.88	606.60
(ii) Intangible assets	12	31.77	37.80
(iii) Capital work-in-progress		<u>2,920.96</u>	<u>3,534.26</u>
		19,646.61	4,178.66
(b) Non current investments	13	1,756.13	191.21
(c) Deferred tax assets (net)	14	3,474.45	2,238.84
(d) Long-term loans and advances	15	1,428.47	841.54
(e) Other non-current assets	16	283.31	306.35
		<u>26,588.97</u>	<u>7,756.60</u>
2. Current assets			
(a) Inventories	17	31,741.07	29,022.37
(b) Trade receivables	18	23,881.05	11,689.59
(c) Cash and bank balances	19	772.92	71.33
(d) Short-term loans and advances	20	7,522.50	4,699.01
(e) Other current assets	21	363.62	76.60
		<u>64,281.16</u>	<u>45,558.90</u>
Total		<u>90,870.13</u>	<u>53,315.50</u>

The accompanying notes are an integral part of the financial statements


As per our report of even date attached
For Patankar & Associates
Chartered Accountants


(S S Agrawal)
Partner

Place: Pune
Date: 6th May, 2016



For Inox Wind Infrastructure Services Limited


Director
Place: Noida
Date: 6th May, 2016



Director

INOX WIND INFRASTRUCTURE SERVICES LIMITED
Statement of Profit and Loss for the year ended 31st March 2016

		(Rs. in Lakh)	
	Note No.	Year ended 31-Mar-2016	Year ended 31-Mar-2015
Revenue			
Revenue from operations	22	59,166.81	22,171.21
Other income	23	682.49	87.92
Total Revenue		<u>59,849.30</u>	<u>22,259.13</u>
Expenses			
EPC, O&M and Common Infrastructure Facility expenses	24	52,140.27	36,077.87
Changes in work-in-progress	25	3,639.87	(14,206.85)
Employee benefits expense	26	2,786.53	1,561.61
Finance costs	27	3,741.86	2,664.86
Depreciation & amortization expense	12	478.98	164.69
Other expenses	28	719.45	1,173.43
Total Expenses		<u>63,506.96</u>	<u>27,435.61</u>
Loss before exceptional items and tax		(3,657.66)	(5,176.48)
Add: Exceptional items	29	(480.61)	-
Loss before tax		<u>(4,138.27)</u>	<u>(5,176.48)</u>
Tax expense			
- Deferred tax credit	14	(1,235.61)	(1,632.55)
		<u>(1,235.61)</u>	<u>(1,632.55)</u>
Loss for the year		<u>(2,902.66)</u>	<u>(3,543.93)</u>
Basic and diluted loss per equity share of Rs. 10 each (in Rs.)	39	(5,805.32)	(7,087.86)

The accompanying notes are an integral part of the financial statements


As per our report of even date attached
For Patankar & Associates
Chartered Accountants


(S S Agrawal)
Partner

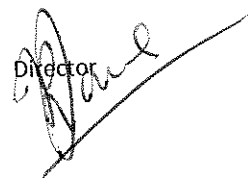
Place: Pune
Date: 6th May, 2016



For Inox Wind Infrastructure Services Limited


Director

Place: Noida
Date: 6th May, 2016


Director

INOX WIND INFRASTRUCTURE SERVICES LIMITED
Cash Flow Statement for the year ended 31st March 2016

	(Rs. in Lakh)	
	Year ended 31-Mar-2016	Year ended 31-Mar-2015
A. Cash flow from operating activities		
Loss before tax	(4,138.27)	(5,176.48)
Adjustments for :		
Depreciation & amortization expense	478.97	164.69
Interest income	(239.58)	(87.92)
Provision for diminution in value of investment	191.01	-
Provision for doubtful inter-corporate deposit	289.60	-
Finance costs	3,741.86	2,664.86
Operating profit/(loss) before working capital changes	323.59	(2,434.85)
Adjustments for :		
Inventories	(2,718.72)	(14,973.15)
Trade receivables	(12,191.46)	3,074.04
Long-term loans and advances	-	(0.15)
Short-term loans & advances	(1,532.02)	(1,471.71)
Other current assets	(171.44)	17.16
Trade payables	10,004.79	5,112.21
Long-term provisions	97.97	28.56
Short-term provisions	11.03	16.80
Other current liabilities	4,684.91	1,308.87
Cash used in operations	(1,491.35)	(9,322.22)
Income-tax paid	(979.65)	(68.93)
Net cash used in operating activities	(2,471.00)	(9,391.15)
B. Cash flow from investing activities		
Purchase of fixed assets (including changes in capital work-in-progress and capital advances)	(12,965.96)	(2,363.40)
Inter-corporate deposits given	(2,471.06)	(617.90)
Inter-corporate deposits received back	890.00	430.90
Interest received	115.03	97.13
Investment in subsidiary companies	(390.27)	-
Movement in bank deposits with original maturity of more than three months	(15.79)	(100.00)
Net cash used in investing activities	(14,838.05)	(2,553.27)




INOX WIND INFRASTRUCTURE SERVICES LIMITED
Cash Flow Statement for the year ended 31st March 2016

	(Rs. in Lakh)	
	Year ended 31-Mar-2016	Year ended 31-Mar-2015
C. Cash flow from financing activities		
Inter-corporate deposits received	44,510.75	31,702.05
Inter-corporate deposits repaid	(72,943.49)	(17,224.00)
Proceeds from long term loan	-	100.00
Repayment of long term loan	(6.00)	-
Proceeds from issue of Debentures	50,000.00	-
Finance costs	(3,598.42)	(2,637.76)
Net cash generated from financing activities	17,962.84	11,940.29
Net increase/(decrease) in cash and cash equivalents	653.79	(4.13)
Cash and cash equivalents at the beginning of the year	71.33	75.46
Cash and cash equivalents at the end of the year	725.12	71.33

Notes:

- Components of cash and cash equivalents are as per note no. 19.
- The above cash flow statement has been prepared and presented under 'Indirect Method'.
- The accompanying notes are an integral part of the financial statements.

As per our report of even date attached
For Patankar & Associates
Chartered Accountants


(S S Agrawal)
Partner

Place: Pune
Date: 6th May, 2016



For Inox Wind Infrastructure Services Limited


Director

Place: Noida
Date: 6th May, 2016


Director

INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

1. Corporate Information

Inox Wind Infrastructure Services Limited (the "Company") is engaged in the business of providing Erection, Procurement & Commissioning ("EPC"), Operations & Maintenance ("O&M") and Common Infrastructure Facilities services for Wind Turbine Generators. The Company is a wholly owned subsidiary of Inox Wind Limited. The area of operations of the Company is within India.

2. Basis of Preparation:

These financial statements have been prepared in accordance with the generally accepted accounting principles in India, under the historical cost convention and on accrual basis. These financial statements comply in all material respects with the applicable Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014.

Figures of previous year have been regrouped/reclassified wherever necessary, to confirm with the classification for the current year.

3. Significant Accounting Policies followed are as under-

a) Revenue Recognition:

Erection, Procurement & Commissioning (EPC): Revenue from EPC is recognized on completion of services, in terms of the contract.

Operations & Maintenance (O&M) Services and Common Infrastructure Facilities Services: Revenue from O&M and Common Infrastructure Facilities contracts is recognized prorata over the period of the contract, as per the terms of the contract.

Sale of goods: Revenue from sales is recognized when the significant risks and rewards of ownership of goods have passed on to the customers, which is generally on delivery of goods, as per the terms of the contract.

Revenue is net of taxes.

Other Income: Interest income is recognized on time proportion basis. Insurance claims are recognized, to the extent there is a reasonable certainty of the realisability of the claim amount.



INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

3. Significant Accounting Policies - continued

b) Fixed assets:

Fixed assets are carried at cost as reduced by accumulated depreciation, except Freehold Land which is carried at cost. Cost comprises of cost of acquisition/construction, including non-refundable taxes and levies, and other direct attributable costs of bringing the asset to its working condition for its intended use. Intangible assets are recorded at the cost of acquisition of such assets and are carried at cost less accumulated amortization. Borrowing costs directly attributable to acquisition or construction of qualifying fixed assets are capitalized.

c) Depreciation and amortization:

I. On tangible assets-

Depreciation on fixed assets, excluding freehold land, is provided on straight line method at the rates determined as per the useful lives prescribed in Schedule II to the Companies Act, 2013.

II. On intangible assets -

Cost of software is amortized equally over a period of six years.

d) Impairment of assets:

Consideration is given at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's assets and impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

e) Investments:

Long term investments are carried at cost. Provision for diminution is made to recognize a decline, other than temporary, in the values of investments.



INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

3. Significant Accounting Policies - continued

f) Inventories:

Inventories are valued at lower of cost and net realizable value. Cost is determined on weighted average basis.

g) Employee benefits:

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss in the year in which related services are rendered. Company's contributions towards Defined Contribution Plans viz. Government administered provident and pension schemes, paid / payable during the year are charged to the Statement of Profit and Loss. Defined Benefits Plans in the form of Gratuity and Leave Benefits are recognized as expenses in the Statement of Profit and Loss at the present value of the amounts payable, determined on the basis of actuarial valuation techniques, using the projected unit credit method. Actuarial gains and losses are recognized in the Statement of Profit and Loss.

h) Borrowing costs:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. All other borrowing costs are recognized as expenses in the Statement of Profit and Loss.

i) Taxes on income:

Income tax expense comprises of current tax and deferred tax charge. Deferred tax is recognized, subject to consideration of prudence, on timing differences, being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax in respect of business loss and unabsorbed depreciation is recognized as an asset if there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized.



INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

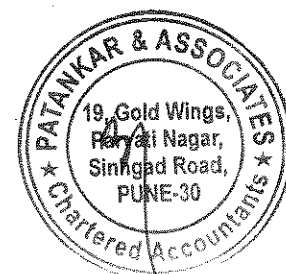
3. Significant Accounting Policies - continued

j) Provisions & contingent liabilities:

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is possible obligation or a present obligation in respect of which the likelihood of outflow of resource is remote, no provision or disclosure is made.

k) Use of estimates:

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgements, estimates and assumptions that affect the reported balances of assets and liabilities and disclosure of contingent liabilities, at the end of the accounting year and reported amounts of revenue and expenses during the year. Although these estimates are based on the management's knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	As at 31-Mar-2016	As at 31-Mar-2015
Note 4: Share capital		
Authorized capital 50,000 equity shares of Rs. 10 each	5.00	5.00
Issued, subscribed and fully paid up capital 50,000 equity shares of Rs. 10 each	5.00	5.00
Total	5.00	5.00

a) Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, in proportion of their shareholding.

b) Shares held by the holding company

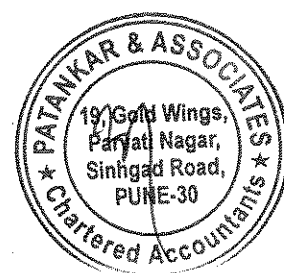
	As at 31-Mar-2016		As at 31-Mar-2015	
	Nos.	Rs. in Lakh	Nos.	Rs. in Lakh
Inox Wind Limited (*)	50,000	5.00	50,000	5.00

c) Number of shares held by each shareholder holding more than 5 % shares in the Company:

	As at 31-Mar-2016		As at 31-Mar-2015	
	Nos.	% of holding	Nos.	% of holding
Inox Wind Limited (*)	50,000	100%	50,000	100%

(*) Including shares held through nominee shareholders

d) For the terms of debentures convertible into equity shares and the earliest date of conversion, see note no. 6



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	As at 31-Mar-2016	As at 31-Mar-2015
Note 5: Reserves and surplus		
Deficit in the Statement of Profit and Loss		
(Deficit) as per last balance Sheet	(4,534.27)	(990.34)
Add: Loss for the year	(2,902.66)	(3,543.93)
	<u>(7,436.93)</u>	<u>(4,534.27)</u>
Deficit as at the end of the year		

Note 6: Long-term borrowings

A) Debentures (unsecured)		
Optionally convertible debentures	50,000.00	-
B) Rupee Term Loans (secured)		
From Other Parties	94.00	100.00
	<u>50,094.00</u>	<u>100.00</u>
Less: Current maturities disclosed under Note 10: Other current liabilities	6.00	6.00
Total	<u>50,088.00</u>	<u>94.00</u>

Nature of securities and terms of repayment etc. are as under:

A. Debentures :-

The debentures of Rs. 1,000 each, fully paid up, are issued to the holding company, at par, and carry interest @ 4% p.a. The entire amount of debentures is optionally convertible into fully paid up equity shares of Rs. 10 each, at the end of the term of the respective debentures. The equity shares will be issued at the price as per the valuation report to be obtained at each conversion date. If not converted, the debentures are redeemable at par. The maturity pattern of the debentures is as under:

Debenture Series	Date of allotment	Maturity Period	Number of Debentures	Amount (Rs. in Lakh)
Series E	17th Nov. 2015	7 years	1000000	10,000.00
Series D	5th Nov. 2015	6 years	1000000	10,000.00
Series C	3rd Nov. 2015	5 years	1000000	10,000.00
Series B	29th Oct. 2015	4 years	1000000	10,000.00
Series A	27th Oct. 2015	3 years	1000000	10,000.00
Total			5000000	50,000.00

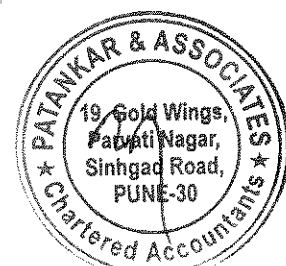
B. Rupee term loan :-

Secured by first pari-passu charge on the current assets, receivables, moveable fixed assets & carries interest @ 12.75% p.a. payable monthly. The loan is repayable in five years, starting from December 2015, with annual repayment of 12%, 20%, 32% & 36% respectively for each year, with quarterly rest.



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	As at 31-Mar-2016	As at 31-Mar-2015
Note 7: Long-term provisions		
Provision for employee Benefits (see note no. 33)		
- for gratuity	71.16	34.92
- for leave benefits	80.68	18.95
Total	151.84	53.87
Note 8: Short-term borrowings		
Loans and advances from related party - unsecured (see note no. 36)		
Inter-corporate deposit from the holding company	8,396.92	36,829.66
(Inter-corporate deposit is repayable on demand and carries interest @ 12% p.a.)		
Total	8,396.92	36,829.66
Note 9: Trade payables		
Dues to Micro and Small enterprises (see note no. 38)	74.56	-
Dues to others	26,487.50	16,557.27
Total	26,562.06	16,557.27
Note 10: Other current liabilities		
Current maturities of long term debts (from note no. 6)	6.00	6.00
Interest accrued and due on borrowings	1,124.62	981.18
Creditors for capital goods	3,613.14	1,024.91
Income received in advance	3,669.69	1,504.50
Dues to related parties (see note no. 36)	-	26.68
Dues to employees	303.96	136.14
Payable towards purchase of shares of subsidiaries	1,365.65	-
Statutory dues & taxes payable	2,504.08	431.06
Advance from customers	474.65	169.08
Total	13,061.79	4,279.55
Note 11: Short-term provisions		
Provision for employee benefits (see note no. 33)		
- For gratuity	0.69	0.11
- For leave benefits	40.76	30.31
Total	41.45	30.42



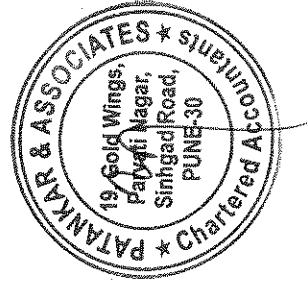
INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

(Rs. in Lakh)

Particulars	Gross Block			Depreciation/ Amortization			Net Block	
	As at 1-Apr-2015	Additions	Borrowing costs	As at 31-Mar-2016	As at 1-Apr-2015	For the Year	As at 31-Mar-2016	As at 31-Mar-2015
Tangible Assets								
Freehold Land	255.62	111.60		367.22	-	-	367.22	255.62
Roads (*)	297.62	343.10		640.72	156.05	186.21	298.46	141.57
Plant & equipments (**)	125.69	15,543.91	493.12	16,162.72	12.20	256.72	15,893.80	113.49
Furniture & fixtures	54.44	20.65		75.09	3.48	6.07	65.54	50.96
Vehicles	1.25	0.58		1.83	0.27	0.12	1.44	0.98
Office equipments	59.74	45.70		105.44	15.76	22.26	67.42	43.98
Sub Total (A)	794.36	16,065.54	493.12	17,353.02	187.76	471.38	16,693.88	606.60
Intangible Assets								
Software	45.19	1.57		46.76	7.39	7.60	31.77	37.80
Sub Total (B)	45.19	1.57	-	46.76	7.39	7.60	31.77	37.80
Grand Total (A+B)	839.55	16,067.11	493.12	17,399.78	195.15	478.98	16,725.65	644.40
Previous year	719.50	120.05	-	839.55	30.46	164.69	195.15	

(*) Includes roads constructed on land owned by a group company - gross block Rs. 297.62 Lakh (previous year Rs. 297.62 Lakh).

(**) Includes sub-stations constructed on land owned by a subsidiary company - gross block Rs. 5,582.56 Lakh (previous year Rs. Nil).



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	As at 31-Mar-2016	As at 31-Mar-2015
Notes 13: Non current investments		
(Long term, at cost and unquoted, unless otherwise stated)		
Investment in equity instruments		
In subsidiary companies (trade investment)		
6,11,070 equity shares of Rs.10 each of Marut Shakti Energy India Limited, fully paid-up	191.01	191.01
Less: Provision for diminution in value of investment	191.01	-
		191.01
10,000 (previous year Nil) equity shares of Rs.10 each of Sarayu Wind Power (Tallimadugula) Private Limited, fully paid-up	283.19	-
8,35,000 (previous year Nil) equity shares of Rs.10 each of Satviki Energy Private Limited fully paid-up	77.00	-
50,000 (previous year Nil) equity shares of Rs.10 each of Vinirrrmaa Energy Generation Private Limited, fully paid-up	455.07	-
10,000 (previous year Nil) equity shares of Rs.10 each of Sarayu Wind Power (Kondapuram) Private Limited, fully paid-up	940.67	-
Investment in Government Securities (non-trade)		
National Saving Certificates (Held in the name of a director of the holding company and pledged with Government authorities)	0.20	0.20
Total	1,756.13	191.21

Note 14: Deferred tax assets (net)

Deferred tax assets	3,188.38	2,153.72
Business loss	222.16	57.77
Unabsorbed depreciation (net)	63.91	27.35
Retirement benefits		
	3,474.45	2,238.84

The Company has recognized deferred tax asset of Rs. 3,410.54 Lakh as at 31st March 2016 (Rs. 2,211.49 Lakh as at 31st March 2015) in respect of business loss and unabsorbed depreciation. In view of the confirmed orders in hand and the revenue from the work to be completed in the subsequent year, in the opinion of the management there is virtual certainty that the Company will have sufficient future taxable income available against which such deferred tax asset can be realized and hence the Company has recognized such deferred tax asset.



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	As at 31-Mar-2016	As at 31-Mar-2015
Note 15: Long-term loans and advances (Unsecured, considered good)		
Advance for capital expenditure	34.98	427.71
Security deposits	0.60	0.60
Income-tax paid (net of provision)	1,392.89	413.23
Total	1,428.47	841.54
Note 16: Other non-current assets		
Non-current bank balances (from note no. 19)	247.99	280.00
Interest accrued-		
on long term investment	0.06	0.04
on non-current bank fixed deposits	35.26	26.31
Total	283.31	306.35
Note 17: Inventories (For basis of valuation, see note no. 3(f))		
Construction materials	10,140.53	3,781.96
Project Development, erection & commissioning work-in-progress	21,218.14	23,654.40
Common Infrastructure facilities work-in-progress	382.40	1,586.01
Total	31,741.07	29,022.37
Note 18: Trade receivables (unsecured, considered good)		
Outstanding for a period exceeding 6 months from the date they are due for payment	5,025.55	1,837.27
Others	18,855.50	9,852.32
Total	23,881.05	11,689.59



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	As at 31-Mar-2016	As at 31-Mar-2015
Note 19: Cash and bank balances		
Cash and cash equivalents		
Balances with banks	707.12	71.09
In current accounts	18.00	0.24
Cash in hand	725.12	71.33
Total cash and cash equivalents		
Other Bank Balances	295.79	280.00
Deposit account with original maturity of more than 12 months	247.99	280.00
Less: Amount disclosed under Note 16 - 'Other non- current assets'	47.80	-
Total	772.92	71.33
Other bank balances include margin money deposits kept as security against bank guarantee as under:		
Deposit account with original maturity of more than 12 months	295.79	280.00
Note 20: Short-term loans and advances (Unsecured, considered good, unless otherwise stated)		
Loans and advances to related party (see note no. 36 and 37):		
- Inter- corporate deposit to subsidiary companies	2,146.46	855.00
Considered good	289.60	-
Considered doubtful	-	8.58
- Other dues	2,436.06	863.58
Less: Provision for doubtful inter-corporate deposit	289.60	-
Advances to suppliers	2,146.46	863.58
Advance for expenses	2,929.29	1,751.11
Security deposits	74.45	13.35
Prepaid expenses	1,033.62	1,083.40
Balances in Service tax, WCT & VAT accounts	667.45	740.67
	671.23	246.90
Total	7,522.50	4,699.01
Note 21: Other current assets		
Interest accrued on inter-corporate deposit	115.58	-
Interest accrued others	11.15	-
Insurance claims lodged	236.89	76.60
Total	363.62	76.60



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	Year ended 31-Mar-2016	Year ended 31-Mar-2015
Note 22: Revenue from operations		
Sale of services	59,148.24	22,159.43
Other Operating Income	18.57	11.78
Total	59,166.81	22,171.21
Details of sale of services		
Erection, Procurement & Commissioning services	55,428.70	20,549.58
Common infrastructure facility services	1,417.92	1,139.95
Operation & Maintenance Services	2,301.62	469.90
	59,148.24	22,159.43
Note 23: Other Income		
Interest Income	177.41	66.57
- On Inter-corporate deposits	27.12	21.33
- On bank fixed deposits	0.02	0.02
- On long term investments	35.03	-
- On Income tax refunds	442.91	-
Insurance claims		
Total	682.49	87.92
Note 24: EPC, O&M and Common Infrastructure Facility expenses		
Construction material consumed	19,307.47	15,905.11
Equipments & machinery hire charges	10,776.78	5,178.37
Subcontractor cost	12,535.64	9,358.46
Cost of lands	2,341.43	1,327.44
O&M repairs	990.76	183.62
Common infrastructure facility services purchased	-	561.04
Legal & professional fees and expenses	713.40	633.65
Stores and spares consumed	754.14	251.21
Rates & taxes and regulatory fees	303.58	182.80
Rent	228.53	136.70
Labour charges	56.88	14.67
Insurance	437.24	268.37
Security charges	1,137.26	570.38
Travelling and conveyance	1,608.37	880.04
Miscellaneous expenses	948.79	626.01
Total	52,140.27	36,077.87

Note: Construction materials consumed is net of sale of construction materials of Rs. Nil (previous year - Rs. 371.43 Lakh)



INOX WIND INFRASTRUCTURE SERVICES LIMITED
Notes to the financial statements for the year ended 31st March 2016

	(Rs. in Lakh)	
	Year ended 31-Mar-2016	Year ended 31-Mar-2015

Note 25: Changes in Work-in-Progress

Work-in-progress at the beginning of the year	23,654.40	9,375.41
- Project Development, erection & commissioning work	1,586.01	1,658.15
- Common infrastructure facilities	<u>25,240.41</u>	<u>11,033.56</u>
Work-in-progress at the end of the year	21,218.14	23,654.40
- Project Development, erection & commissioning work	382.40	1,586.01
- Common infrastructure facilities	<u>21,600.54</u>	<u>25,240.41</u>
(Increase)/Decrease in work-in-progress	<u>3,639.87</u>	<u>(14,206.85)</u>

Note 26: Employee benefits expense

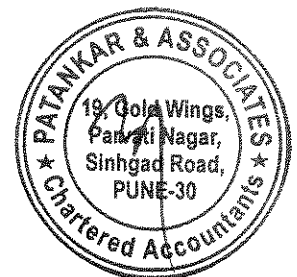
Salary and wages	2,332.17	1,316.96
Contribution to provident and other funds	83.30	42.85
Gratuity	36.82	21.83
Staff welfare expenses	334.24	179.97
Total	<u>2,786.53</u>	<u>1,561.61</u>

Note 27: Finance costs

Interest expenses	4,265.52	2,711.69
- On borrowings	7.36	6.82
- On Income tax	28.07	0.18
- Others	21.31	3.37
Other borrowing costs	<u>4,322.26</u>	<u>2,722.06</u>
Less: Capitalized	580.40	57.20
Total	<u>3,741.86</u>	<u>2,664.86</u>

Note 28: Other expenses

Rent	7.79	1.07
Communication expenses	51.32	25.60
Legal & professional fees and expenses	249.97	207.89
Directors' sitting fees	5.00	7.60
Sales commission	157.14	715.20
Miscellaneous expenses	248.23	216.07
Total	<u>719.45</u>	<u>1,173.43</u>



INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

29. Exceptional items:

Particulars	(Rs. in Lakh)	
	2015-2016	2014-2015
Provision for diminution in value of investment in a subsidiary	191.01	-
Provision for doubtful inter-corporate deposit to a subsidiary	289.60	-
Total	480.61	-

The management has reviewed the carrying amount of investment in, and inter-corporate deposits given to, Marut Shakti Energy India Limited ("MSEIL"), which is engaged in development of wind farm in Madhya Pradesh. After considering the position of losses of MSEIL and balance wind farm sites available for sale, provision is made for diminution in the value of investment and for doubtful inter-corporate deposits to the extent of accumulated losses of MSEIL.

30. Particulars of payment to Auditors :

Particulars	(Rs. in Lakh)	
	2015-2016	2014-2015
Statutory audit	3.00	2.50
Tax audit and other audits under Income-tax Act	2.00	1.75
Taxation matters	0.25	0.35
Certification fees	0.20	0.40
Other matters	-	0.30
Total	5.45	5.30

Note: Above amounts are exclusive of service tax.

31. Contingent Liabilities :

Claims against the Company not acknowledged as debts – Rs. 586.36 Lakh (previous year – Rs. 502.29 Lakh). This includes:

- Claim made by a contractor Rs. 502.29 Lakh (previous year Rs. 502.29 Lakh), pending in court.
- Claims made by contractors Rs. 84.07 Lakh (previous year Rs. Nil), which are under negotiations.

No provision is considered necessary as the Company expects favourable outcome. The advance paid against above matters is Rs. 52.26 Lakh (previous year Rs. 52.26 Lakh). It is not possible for the Company to estimate the timing of further cash outflows, if any, in respect of these matters.

32. Commitments :

Estimated amounts of contracts remaining to be executed on capital account, net of advances – Rs. 416.33 Lakh (previous year – Rs. 5,479.21 Lakh).



INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

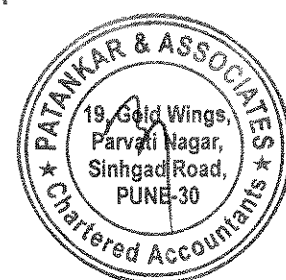
33. Employee Benefits:

- a) Defined Contribution Plans: Contribution to provident fund & other funds of Rs. 82.45 Lakh (Previous year 42.80 Lakh) is recognized as an expense and included in 'Contribution to provident and other funds' in the Statement of Profit and Loss.
- b) Defined Benefit Plans: The amounts recognized in respect of retirement benefits in the form of Gratuity and Leave Encashment – as per Actuarial valuation

(Rs. in Lakh)

Particulars	2015-16		2014-15	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
1. Change in Benefit Obligation				
Liability at the beginning of the year	35.03	20.38	13.20	13.14
Interest Cost	2.72	0.99	1.21	1.01
Current Service Cost	36.32	48.41	22.42	27.28
Benefits Paid	-	(15.32)	-	(4.32)
Actuarial (Gain)/Loss	(2.22)	5.40	(1.80)	(16.73)
Sub-total	71.85	59.86	35.03	20.38
Short term leave liability	-	61.58	-	28.88
Liability at the end of year	71.85	121.44	35.03	49.26
2. Expenses Recognized in the Statement of Profit and Loss				
Current Service Cost	36.32	48.41	22.42	27.28
Interest Cost	2.72	0.99	1.21	1.01
Actuarial (Gain) /Loss	(2.22)	5.40	(1.80)	(16.73)
Expenses Recognized in the Statement of Profit and Loss	36.82	54.80	21.83	11.56
3. Actuarial Assumptions				
Discount Rate	7.46%		7.77%	
Salary Escalation Rate	8.00%			
Retirement Age	60 years			
Withdrawal Rates	5.00%			
Mortality	IALM (2006-08) Ultimate Mortality Table			
4. Other Disclosures Experience adjustment				
	2015-16	2014-15	2013-14	2012-13
a) Gratuity				
Present value of defined benefit obligations	71.85	35.03	13.20	7.64
Experience (Gain)/Loss on obligation	(5.21)	(7.69)	(2.28)	1.70
b) Leave Benefits				
Present value of defined benefit obligations	59.86	20.38	13.14	6.19
Experience (Gain)/Loss on obligation	3.24	(19.90)	(0.95)	(0.11)

The above defined benefit plans are unfunded. The estimate of future salary increase considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.



INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

34. The Company's significant leasing arrangements are in respect of operating lease for office premises / residential premises. The lease agreements are for a period of 11 to 36 months. The aggregate lease rentals are charged as "Rent" in the Statement of Profit and Loss.
35. The Company is engaged in the business of providing Erection, Procurement & Commissioning ("EPC"), Operations & Maintenance ("O&M") and Common Infrastructure Facilities services for Wind Turbine Generators, including incidental supply of goods and materials, which is considered as a single business segment by the management. Hence there is only one reportable business segment as envisaged in Accounting Standard (AS 17): Segment Reporting. Further, all the activities of the Company are in India and hence there is a single geographical segment.
36. Related Party Disclosure:
- (i) Where control exists :
- Inox Wind Limited (IWL) – the holding company
 - Gujarat Fluorochemicals Limited (GFL) – holding company of IWL
 - Inox Leasing & Finance Limited – ultimate holding company
 - Marut Shakti Energy India Limited – subsidiary Company
 - Satviki Energy Private Limited – subsidiary Company (w.e.f. 19th November 2015)
 - Sarayu Wind Power (Tallimadugula) Private Limited – subsidiary Company (w.e.f. 9th December 2015)
 - Vinirmaa Energy Generation Private Limited – subsidiary Company (w.e.f. 23rd January 2016)
 - Sarayu Wind Power (Kondapuram) Private Limited – subsidiary Company (w.e.f. 25th March 2016)
- (ii) Other related parties with whom there are transactions during the year
- Fellow subsidiaries
- Inox Renewables Limited (IRL) – subsidiary of GFL
 - Inox Renewables (Jaisalmer) Limited – subsidiary of IRL
- Key Management Personnel (KMP)-
- Mr. Vineet Davis – whole time director
 - Mr. Manoj Dixit – whole time director



INOX WIND INFRASTRUCTURE SERVICES LIMITED

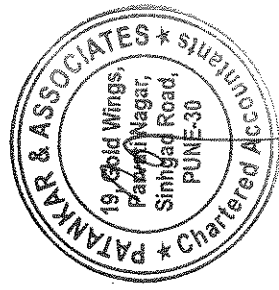
Notes to the financial statements for the year ended 31st March 2016

36. Related Party Disclosure continued:

(iii) Particulars of transactions

(Rs. in Lakh)

Particulars	Holding/subsidiary companies		Key Management Personnel		Fellow subsidiaries		Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
A) Transactions during the year								
a) Sale of goods and services								
Inox Wind Limited	6,639.52	390.00	-	-	-	-	6,639.52	390.00
Gujarat Fluorochemicals Limited	403.68	382.60	-	-	-	-	403.68	382.60
Marut Shakti Energy India Limited	187.06	-	-	-	-	-	187.06	-
Inox Renewables Limited	-	-	-	-	5,131.79	560.49	5,131.79	560.49
Inox Renewables (Jaisalmer) Limited	-	-	-	-	497.48	1.00	497.48	1.00
Total	7,230.26	772.60	-	-	5,629.27	561.49	12,859.53	1,334.09
b) Purchase of goods and services								
Inox Wind Limited	169.51	213.98	-	-	-	-	169.51	213.98
Gujarat Fluorochemicals Limited	4.44	-	-	-	-	-	4.44	-
Inox Renewables Limited	-	-	-	-	-	450.74	-	450.74
Marut Shakti Energy India Limited	360.47	16.02	-	-	-	-	360.47	16.02
Total	534.42	230.00	-	-	-	450.74	534.42	680.74
c) Inter-corporate deposits taken								
Inox Wind Limited	44,510.75	31,702.05	-	-	-	-	44,510.75	31,702.05
d) Inter-corporate deposits refunded								
Inox Wind Limited	72,943.49	17,224.00	-	-	-	-	72,943.49	17,224.00



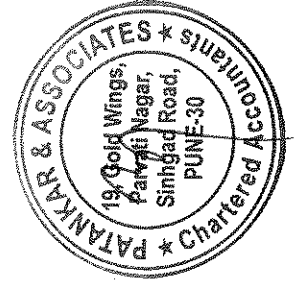
INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

36. Related Party Disclosure continued:

(Rs. in Lakh)

Particulars of transactions - continued	Holding/subsidiary companies		Key Management Personnel		Fellow subsidiaries			Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	
e) Debentures issued									
Inox Wind Limited	50,000.00	-	-	-	-	-	50,000.00	-	-
f) Inter-corporate deposit given									
Marut Shakti Energy India Limited	1,994.83	617.90	-	-	-	-	1,994.83	617.90	
Sarayu Wind Power (Tallimadugula) Private Limited	274.76	-	-	-	-	-	274.76	-	
Sarayu Wind Power (Kondapuram) Private Limited	107.87	-	-	-	-	-	107.87	-	
Satviki Energy Private Limited	0.60	-	-	-	-	-	0.60	-	
Vinirrrmaa Energy Generation Private Limited	93.00	-	-	-	-	-	93.00	-	
Total	2,471.06	617.90					2,471.06	617.90	
g) Inter-corporate deposits received back									
Marut Shakti Energy India Limited	890.00	430.90	-	-	-	-	890.00	430.90	
h) Equity shares subscribed									
Satviki Energy Private Limited	10.50	-	-	-	-	-	10.50	-	



INOX WIND INFRASTRUCTURE SERVICES LIMITED

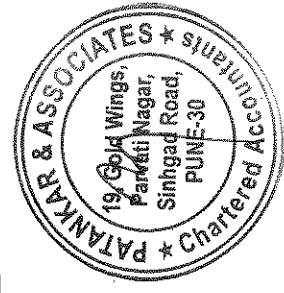
Notes to the financial statements for the year ended 31st March 2016

36. Related Party Disclosure continued:

(Rs. in Lakh)

Particulars of transactions - continued	Holding/subsidiary companies		Key Management Personnel		Fellow subsidiaries		Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
i) Interest paid								
Inox Wind Limited								
-On inter-corporate deposit	3,435.75	2,695.35	-	-	-	-	3,435.75	2,695.35
-On debentures	817.53	-	-	-	-	-	817.53	-
Total	4,253.28	2,695.35					4,253.28	2,695.35
j) Interest received								
Marut Shakti Energy India Limited	166.28	66.57	-	-	-	-	166.28	66.57
Sarayu Wind Power (Tallimadugula) Private Limited	9.06	-	-	-	-	-	9.06	-
Sarayu Wind Power (Kondapuram) Private Limited	0.14	-	-	-	-	-	0.14	-
Satviki Energy Private Limited	*	-	-	-	-	-	*	-
Vinirmaa Energy Generation Private Limited	1.93	-	-	-	-	-	1.93	-
Total	177.41	66.57					177.41	66.57
k) Reimbursement of expenses received / payments made on behalf by the Company								
Inox Wind Limited	95.11	22.49	-	-	-	-	95.11	22.49
Inox Renewables Limited	-	-	-	-	477.36	100.50	477.36	100.50
Marut Shakti Energy India Limited	-	16.11	-	-	-	-	-	16.11
Total	95.11	38.60			477.36	100.50	572.47	139.10

* Amount is less than Rs. 0.01 Lakh – Rs. 256.



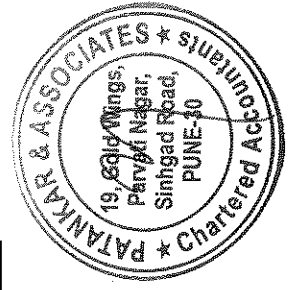
INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

36. Related Party Disclosure continued:

(Rs. in Lakh)

Particulars of transactions - continued	Holding/subsidiary companies		Key Management Personnel		Fellow subsidiaries			Total	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15	
l) Reimbursement of expenses paid / payments made on behalf of the Company									
Inox Wind Limited	3,170.85	1,093.30	-	-	-	-	3,170.85	1,093.30	
Inox Renewables Limited	-	-	-	-	173.41	31.10	173.41	31.10	
Inox Renewables (Jaisalmer) Limited	-	-	-	-	18.57	-	18.57	-	
Marut Shakti Energy India Limited	67.72	42.36	-	-	-	-	67.72	42.36	
Total	3,238.57	1,135.66	-	-	191.98	31.10	3,430.55	1,166.76	
m) Managerial remuneration									
Mr. Vineet Davis	-	-	36.27	44.68	-	-	36.27	44.68	
Mr. Manoj Dixit	-	-	21.78	14.03	-	-	21.78	14.03	
Total	-	-	58.05	58.71	-	-	58.05	58.71	
n) Provision for diminution in value of investments									
Marut Shakti Energy India Limited	191.01	-	-	-	-	-	191.01	-	
o) Provision for doubtful inter-corporate deposit									
Marut Shakti Energy India Limited	289.60	-	-	-	-	-	289.60	-	



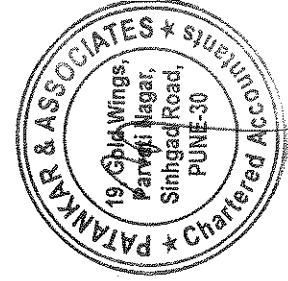
INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

36. Related Party Disclosure continued:

(Rs. in Lakh)

Particulars of transactions - continued	Holding/subsidiary companies		Key Management Personnel		Fellow subsidiaries		Total	
	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015
B) Outstanding balances as at the end of the year								
a) Amounts payable								
Trade and other payable								926.48
Inox Wind Limited	-	926.48	-	-	-	-	-	-
Inox Renewables Limited	-	-	-	-	-	430.06	-	430.06
Marut Shakti Energy India Limited	-	26.68	-	-	-	-	-	26.68
Total	-	953.16	-	-	-	430.06	-	1,383.22
Inter-corporate deposit								
Inox Wind Limited	8,396.92	36,829.66	-	-	-	-	8,396.92	36,829.66
Debentures								
Inox Wind Limited	50,000.00	-	-	-	-	-	50,000.00	-
Interest payable on Inter corporate deposit								
Inox Wind Limited	388.84	981.18	-	-	-	-	388.84	981.18
Interest payable on debentures								
Inox Wind Limited	735.78	-	-	-	-	-	735.78	-
Managerial Remuneration payable								
Mr. Vineet Davis	-	-	3.40	2.58	-	-	3.40	2.58
Mr. Manoj Dixit	-	-	2.11	1.27	-	-	2.11	1.27
Total	-	-	5.51	3.85	-	-	5.51	3.85



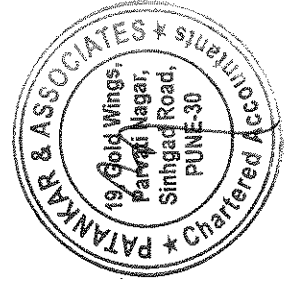
INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

36. Related Party Disclosure continued:

(Rs. in Lakh)

Particulars of transactions - continued	Holding/subsidiary companies		Key Management Personnel		Fellow subsidiaries		Total	
	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015
b) Amounts receivable								
Trade receivable								
Inox Renewables Limited	-	-	-	-	237.39	602.81	237.39	602.81
Inox Wind Limited	1,690.05	-	-	-	-	-	1,690.05	-
Marut Shakti Energy India Ltd	23.33	-	-	-	-	-	23.33	-
Inox Renewables (Jaisalmer) Limited	-	-	-	-	152.52	-	152.52	-
Gujarat Fluorochemicals Limited	-	11.51	-	-	-	-	-	11.51
Total	1,713.38	11.51	-	-	389.91	602.81	2,103.29	614.32
Inter-corporate deposit								
Marut Shakti Energy India Limited	1,959.83	855.00	-	-	-	-	1,959.83	855.00
Sarayu Wind Power (Tallimadugula) Private Limited	274.76	-	-	-	-	-	274.76	-
Sarayu Wind Power (Kondapuram) Private Limited	107.87	-	-	-	-	-	107.87	-
Satviki Energy Private Limited	0.60	-	-	-	-	-	0.60	-
Vinirmaa Energy Generation Private Limited	93.00	-	-	-	-	-	93.00	-
Total	2,436.06	855.00	-	-	-	-	2,436.06	855.00



INOX WIND INFRASTRUCTURE SERVICES LIMITED

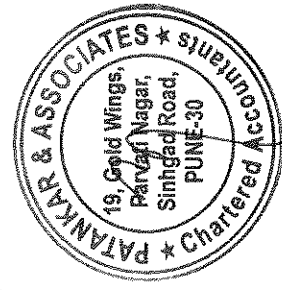
Notes to the financial statements for the year ended 31st March 2016

36. Related Party Disclosure continued:

(Rs. in Lakh)

Particulars of transactions - continued	Holding/subsidiary companies		Key Management Personnel		Fellow subsidiaries		Total	
	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015	31 st Mar 2016	31 st Mar 2015
Interest on inter-corporate deposit receivable								
Marut Shakti Energy India Limited	105.55	-	-	-	-	-	105.55	-
Sarayu Wind Power (Tallimadugula) Private Limited	8.16						8.16	
Sarayu Wind Power (Kondapuram) Private Limited	0.13						0.13	
Satviki Energy Private Limited	*						*	
Vinirmaa Energy Generation Private Limited	1.74						1.74	
Total	115.58						115.58	
Other dues								
Gujarat Fluorochemicals Limited	-	8.58					-	8.58

* Amount is less than Rs. 0.01 Lakh – Rs. 256.



INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

37. (a) Additional disclosure in respect of loans given, as required by the Listing Agreement:

(Rs. in Lakh)

Name of the loanee	Amount of loans at the year end	Maximum balance during the year	Investment by the loanee in shares of the company
Marut Shakti Energy India Limited	1,959.83 (855.00)	2,220.50 (950.00)	Nil (Nil)
Sarayu Wind Power (Tallimadugula) Private Limited	274.76 (Nil)	274.76 (Nil)	Nil (Nil)
Sarayu Wind Power (Kondapuram) Private Limited	107.87 (Nil)	107.87 (Nil)	Nil (Nil)
Satviki Energy Private Limited	0.60 (Nil)	0.60 (Nil)	Nil (Nil)
Vinirrrmaa Energy Generation Private Limited	93.00 (Nil)	93.00 (Nil)	Nil (Nil)

Note: figures in brackets pertain to previous year.

(b) Disclosure required under section 186(4) of the Companies Act, 2013

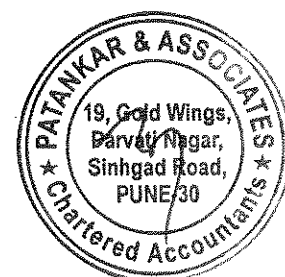
The above loans are unsecured, repayable on demand, and carry interest @ 12%. These loans are given for general business purposes.

38. The Particulars of dues to Micro , Small and medium Enterprises under Micro, Small and Medium Enterprises Development Act 2006 ("MSMED Act");

(Rs. in Lakh)

Particulars	2015-2016	2014-2015
Principal amount due to suppliers under MSMED Act at the year end	61.11	-
Interest accrued and due to suppliers under MSMED Act above amount, unpaid at the year end	9.81	-
Payment made to suppliers (other than interest) beyond the appointed date during the year	126.71	-
Interest paid to supplier under section 16 of MSMED Act during the year	-	-
Interest due and payable to suppliers under MSMED Act for payments already made	3.64	-
Interest accrued and not paid to suppliers under MSMED Act up to the year end	13.45	-

The above information has been disclosed in respect of parties which have been identified on the basis of the information available with the Company.




INOX WIND INFRASTRUCTURE SERVICES LIMITED

Notes to the financial statements for the year ended 31st March 2016

39. Calculation of Earnings/(Loss) per Share (EPS):

Particulars	2015-16	2014-15
Loss after tax as per Statement of Profit and Loss– numerator for calculating basic EPS (Rs. in Lakh)	(2,902.66)	(3,543.93)
Equity shares outstanding at the beginning and at the end of the year (nos.)	50,000	50,000
Basic and Diluted Loss per share – nominal value Rs. 10/- per share (Rs.)	(5,805.32)	(7,087.86)

As per our report of even date attached
For Patankar & Associates
Chartered Accountants


S S Agrawal
Partner

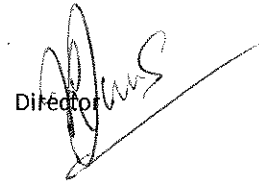
Place: Pune
Dated: 6th May, 2016



For Inox Wind Infrastructure Services Limited


Director

Place: Noida
Dated: 6th May, 2016


Director