

November 13, 2021

To
The Department of Corporate
Services
Bombay Stock Exchange Ltd. (BSE)
P.J. Towers, Dalal Street,
Mumbai - 400 001

Essar Power Limited
Essar House
11, K. K. Marg, Mahalaxmi,
Mumbai – 400 034
India

Corporate Identity Number
U40100GJ1991PLC064824

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www.essar.com

Ref: Script Code: 946734/946808/949336/949474

Sub : Submission of Unaudited Financial Results and other matters under Regulation 52 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir,

Pursuant to Regulation 52 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached the following documents with respect to the Unaudited Financial Results of the Company for the half year ended September 30, 2021, which have been approved by the Board of Directors at its Meeting held on Saturday, November 13, 2021.

1. Unaudited Financial Results of the Company;
2. Limited Review Report on the Financial Results of the Company from the Statutory Auditors of the Company;
3. Disclosures pursuant to Regulation 52(4) and 54(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
4. A statement showing impact of audit qualifications pursuant to Regulation 52(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
5. Related Party Transactions for the half year ended September 30, 2021.

Please note that the Unaudited Financial Results of the Company are submitted for the half year ended September 30, 2021. The Company shall be publishing financial results on quarterly basis from the next quarter.

Kindly take the same on record.

Thanking you.

Yours faithfully,
For Essar Power Limited



Prakash Khedekar
Company Secretary



CIN – U40100GJ1991PLC064824

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Independent Auditor's Limited Review Report on the Half Yearly Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
**The Board of Directors of
Essar Power Limited**

1. We have reviewed the accompanying statement of unaudited half yearly financial results of Essar Power Limited ('the Company') for the period ended September, 30, 2021, ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations).
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. Qualified Opinion

Based on our review conducted as above, except for the matters described in 'Basis of Qualified Opinion' paragraph below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Basis for Qualified Opinion

- i. As explained in Note 6 to the Statement, the Company has received a recall notice from one of the lenders for repayment of total outstanding and the lender has initiated legal proceedings in DRT-1, Mumbai for recovering the same. The Company's current liabilities exceeds its current assets by Rs. 5,369.15 crore for half year ended September, 30, 2021, and the Company has a

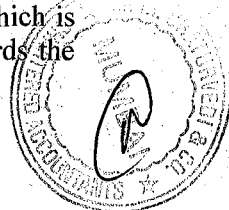


negative net worth of Rs. 2,365.95 Crore. Further, as mentioned in our qualification No. 2 below, the Company has a substantially material liability on account of corporate guarantees invoked by the lenders of the subsidiaries for which the Company has not made provisions in the Statement. The plant is in a state of shutdown and the Company has substantially impaired its plant to the extent of its realizable value based on prevailing conditions. Further, as explained in Footnotes 4(ii), 4(iii) and 4(iv) to the Statement, the Company has lost control over two subsidiaries under the Insolvency and Bankruptcy Code, 2016, and further, two subsidiaries have lost control over majority of their assets in terms of settlement of their outstanding dues to their lenders. The aforesaid situations indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern however the Statement has been prepared as a going concern. The impact of the same on the standalone financial statements of the Company is unascertainable.

- ii. As disclosed in Note 8 to the Statement, the corporate guarantees issued by the Company have been invoked by the lenders of the subsidiaries. Based on the developments explained in the note, the Company has substantially lowered the probability of its liability to Rs. 3,879 crore. This amount does not include corporate guarantees invoked by the lenders of Essar Power MP Limited of Rs. 10,678 crore which is under IBC process, on the ground that the lenders of EPMP have approved the resolution plan under which all corporate guarantees of the Company will be released. The resolution plan has been approved by the Hon'ble NCLT on 1st November, 2021, however, the Company is yet to receive release letters for the invoked corporate guarantees. The Company has not made any provision for corporate guarantees as it believes the possibility of economic outflow is remote. Since these developments are based on on-going discussions between the subsidiaries and their lenders, we are unable to ascertain the impact through any alternative means or confirmations.

6. **Emphasis of Matter**

- i. As disclosed in Note 5 to the Statement the Company has recognized exceptional loss of Rs. 828.59 crore which is majorly on account of provision of corporate guarantee of Rs. 815 crore the details of which are explained in Note 7 to the Statement.
- ii. As mentioned in Note 3 read with Note 4 to the Statement, the Company has changed its accounting policy for recording investments in its subsidiary from cost basis to fair value. For reasons given in the said note, the impact of change in policy has not been given retrospectively. The Company has relied on the fair valuation reports obtained as on 31st March, 2021 for the purpose of this Statement for reasons explained in Note 4(vi).
- iii. As mentioned in Note 4(i) to the Statement, a lender of Essar Power Gujarat Limited ('EPGL') has filed an application under Section 7 of Insolvency and Bankruptcy code, 2016. However, for reason given in the said note, the Company believes that the application will be withdrawn. As explained in the note, EPGL has proposed a debt restructuring to its lenders, pursuant to which the Company will hold 74% equity of EPGL in diluted basis. Fair value of investments in EPGL have accordingly been adjusted to reflect the post-restructuring holding. The Company has continued to show 100% investment in EPGL even though 51% of the shares of those subsidiary were invoked by the lenders of the subsidiary.
- iv. Note 9 to the Statement regarding status of litigation with the customer (GUVNL). Trade receivables of Rs. 1,066.86 Crore (including delayed interest and overdue interest thereon aggregating to Rs. 582.25 Crore) as at 30th September, 2021 from the said customer are unconfirmed and represent amounts withheld by GUVNL substantially on account of the disputed matters described in the note. Based on earlier favourable decision of GERC which is contested by GUVNL, no provision is considered necessary against the claim or towards the

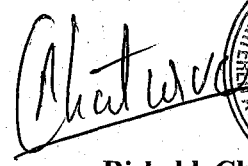
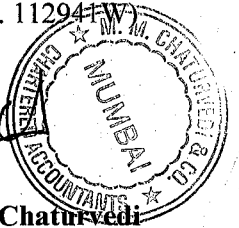


disputed receivables recorded in the books of account in accordance with the Power Purchase Agreement with GUVNL.

- v. Note 10 to the Statement regarding the Company's Non-Banking Finance Company ("NBFC") status. The Company has applied to the Reserve Bank of India seeking waiver from registration as NBFC for FY 2020-21 on 4th January 2021, and is awaiting reply on the same. The Company had filed a similar application for FY 2019-20, FY 2018-19, 2017-18 and FY 2016-17 as well, for which it is yet to receive any response.

Our opinion is not modified in respect of any of the above matters.

For **M.M.Chaturvedi & Co.**,
Chartered Accountants
(Firm Reg. No. 112941W)

Rishabh Chaturvedi

Partner

Membership No. 124465

UDIN: 21124465AAAAAI1935

Mumbai
13th November, 2021

ESSAR POWER LIMITED

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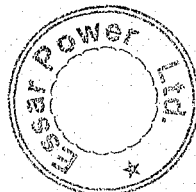
Corporate Office: Essar House, 11, K. K. Marg, Mahalaxmi, Mumbai 400 034, Maharashtra, India



Rs. in Crore

Unaudited financial Results for the half year ended 30th September 2021			
Particulars	Half Year Ended 30.09.2021	Half Year Ended 30.09.2020	Year Ended 31.03.2021
	Unaudited	Unaudited	Audited
1. (a) Net Sales/Income from Operations	51.68	2.69	4.52
(b) Other Operating Income	2.30	0.77	2.77
1 Total for income from operation	53.98	3.46	7.29
2. Expenditure			
(a). Increase/decrease in stock in trade and work in progress			
(b). Consumption of raw materials			
(c). Purchase of traded goods			
(d). Employees cost	1.28	0.49	2.19
(f). Depreciation	4.83	0.03	4.83
(g). Other expenditure	42.79	1.70	5.80
2 Total Expenses	48.90	2.22	12.82
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	5.08	1.24	(5.53)
4. Other Income	-	-	-
5. Profit before Interest & Exceptional Items (3+4)	5.08	1.24	(5.53)
6. Interest	320.38	84.29	717.81
7. Exceptional items	828.59	(3,238.80)	(343.80)
8. Profit (+)/ Loss (-) from Ordinary Activities before tax (5) - (6+7)	(1,143.89)	3,155.75	(379.53)
9. Tax expense	-	-	-
10. Net Profit (+)/ Loss (-) from Ordinary Activities after tax (8-9)	(1,143.89)	3,155.75	(379.53)
11. Extraordinary Items (net of tax expense Rs.)			
12. Net Profit(+)/ Loss(-) for the period (8-9)	(1,143.89)	3,155.75	(379.53)
Other Comprehensive Income			
(i) Items that will not be reclassified to profit or loss			(0.31)
13. Total comprehensive income for the year, net of tax	(1,143.89)	3,155.75	(379.84)
14. Paid-up equity share capital & Preference share capital	7,671.14	6,926.16	7,671.14
15. Paid up Debt Capital	6,519.95	2,694.80	5,390.08
16. Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	(10,037.09)	(5,357.61)	(8,893.20)
17. Debenture Redemption Reserve	49.65	49.65	49.65
18. Earnings Per Share (EPS)	(0.94)	5.83	(0.31)
19. Debt Equity Ratio	(2.76)	1.72	(4.41)
20. Debt Service Coverage Ratio	0.09	0.11	(0.18)
21. Interest Service Coverage Ratio	0.02	0.01	(0.01)

Place :- Mumbai
Date :- 13th Nov 2021



For and on behalf of the Board of Directors

Vinod Jain
Vinod Jain
CFO & Director
DIN:07313473

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Statement of Asset & liabilities

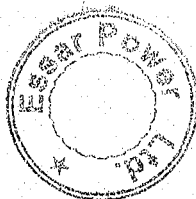
	As at 30/09/2021 (Unaudited)	As at 31/03/2021 (Audited)
Rs. in Crore		
ASSETS		
Non-current assets		
Property, plant and equipment	240.99	245.64
Intangible assets	0.03	0.03
Right of use asset	1.13	1.15
Financial assets:		
Investments	2,772.60	2,772.52
Loans	2.01	2.01
Other financial assets	0.31	0.31
Other non-current assets	0.50	0.50
	3,017.57	3,022.16
Current assets		
Inventories	8.95	8.93
Financial assets:		
Trade receivables	1,067.07	1,067.15
Cash and cash equivalents	0.83	0.52
Bank balances other than cash and cash equivalents	11.22	10.97
Loans	0.22	11.72
Other financial assets	0.26	0.26
Current tax assets (net)	25.04	24.03
Other current assets	27.75	28.33
	1,141.34	1,151.91
	4,158.91	4,174.07
EQUITY AND LIABILITIES		
EQUITY		
Equity share capital	4,874.54	4,874.54
Other equity		
Equity component of convertible preference shares	2,796.60	2,796.60
Reserve and surplus	(10,037.09)	(8,893.20)
Other reserves	@1	@1
	(2,365.95)	(1,222.06)
LIABILITIES		
Non-current liabilities		
Financial liabilities:		
Borrowings	14.37	14.24
	14.37	14.24
Current Liabilities		
Financial Liabilities:		
Lease Liabilities	0.16	0.16
Borrowings	1,192.46	1,111.46
Trade payables		
Total outstanding of micro and small enterprises	0.15	0.21
Others	4.31	4.95
Other financial liabilities	5,313.12	4,264.38
Other current liabilities	0.29	0.73
	6,510.49	5,381.89
	4,158.91	4,174.07

Place :- Mumbai
Date :- 13th Nov 2021

For and on behalf of the Board of Directors

Vinod Jain

Vinod Jain
CFO & Director
DIN:07313473



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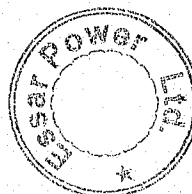


CASH FLOW STATEMENT FOR THE PERIOD ENDED SEPTEMBER 30, 2021

		Rs. in Crore	
		For the Period ended September 30, 2021	For the Period ended March 31, 2021
		Unaudited	Audited
A.	CASH FLOW FROM OPERATING ACTIVITIES:		
	Loss before tax for the year	(1,143.89)	(379.84)
	Adjustment for :		
	Depreciation/amortisation	4.83	4.83
	Finance cost and lease charges	320.38	717.81
	Interest income on bank deposit and others	(0.01)	(0.52)
	Bad debts / Sundry Balances written off	-	0.10
	Exceptional item	828.59	(354.68)
		1,153.79	367.53
	Operating loss before working capital changes	9.90	(12.31)
	Movement in working capital:		
	(Increase)/ Decrease in trade receivables	0.08	0.02
	(Increase)/ Decrease in inventories	(0.02)	0.20
	Decrease in loans, advances and deposits	0.32	7.92
	Increase / (Decrease) in trade payable, other liabilities and provisions	(1.03)	1.95
		(0.65)	10.09
	Cash generated from / (used in) operations	9.25	(2.22)
	Direct taxes paid	(1.01)	(0.29)
	Net cash from / (used in) operating activities	8.24	(2.51)
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of fixed assets, (increase) / decrease in capital work in progress	(0.16)	(0.62)
	Sale of fixed assets, (increase) / decrease in capital work in progress	0.01	-
	Investment in subsidiaries	(0.08)	-
	Fixed / margin deposits placed with banks	(0.25)	(1.12)
	Inter corporate deposit placed	(16.34)	(22.80)
	Refund of inter corporate deposit placed	14.30	70.29
	Interest received	0.01	0.52
	Net cash from investing activities	(2.51)	46.27
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from issue of share capital (including	-	393.94
	Proceeds from borrowings	75.23	175.00
	Repayment of borrowings	(55.70)	(22.86)
	Inter corporate deposits taken	38.29	94.93
	Inter corporate deposits repaid	(60.04)	(147.63)
	Finance and lease charges paid	(3.20)	(7.31)
	Guarantee expenses	-	(529.89)
	Net cash used in financing activities	(5.42)	(43.82)
	Net increase in cash and cash equivalents (A+B+C)	0.31	(0.06)
	Cash and cash equivalents at the beginning of the year	0.52	0.58
	Cash and cash equivalents at the end of the year	0.83	0.52
		0.31	(0.06)

Place :- Mumbai
Date :- 13th Nov 2021

For and on behalf of the Board of Directors



Vinod Jain

Vinod Jain
CFO & Director
DIN:07313473

ESSAR POWER LIMITED



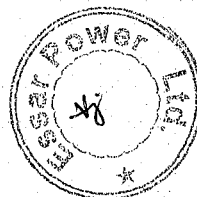
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Notes

- 1 The above financial results were reviewed and recommended by the Board of Directors at their meeting held on 13.11.2021.
- 2 The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] as amended from time to time and other relevant provision of the Act.
- 3 During the financial year 20-21, the Company had changed its accounting policy for Investments in Equity and Compulsory convertible preference shares in its Subsidiaries from Cost to Fair Value in accordance with IND-AS-109. The management believes that the change results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the entity's financial position, financial performance or cash flows. Since the data have not been collected in the prior period(s) in a way that allows retrospective application of the change in accounting policy, the Company has applied the change in accounting policy to the carrying amounts of assets and liabilities as at 31st March 2021.
- 4 Investments:
 - (i) Essar Power Gujarat Limited (EPGL) the subsidiary , is working with is lenders to restructure the debt at a sustainable level. Meanwhile, one of the lenders has filed an application under Section 7 of the Insolvency and Bankruptcy Code, 2016. EPGL management has had various discussions with that lender for withdrawal of the NCLT application and expects the same to be withdrawn pursuant to meeting certain requirements of the lender. The Company has changed fair valuation of investments by Rs. 1599.72 crore. This is based on valuation report obtained from an investment valuer wherein, pursuant to a proposed restructuring, the fair value of investment in EPGL is Rs. 259.74 Cr, i.e. 74 % of EPGL equity value on diluted basis.
 - (ii) EPMPPL was admitted for CIRP under the Insolvency and Bankruptcy Code, 2016 by the NCLT on 29th September, 2020. Under the IBC proceedings, the Company received a successful bid by a Resolution Applicant. The bid was approved unanimously by the Committee of Creditors and NCLT has approved resolution plan vide its order dated 1st November 2021. With the change of control to the successful Resolution Applicant, the investment in EPMPPL has been recategorized to Other Investment and 100% provision has been made for diminution in value of investments. The company has not got the fair valuation done since company does not expect to recover anything , fair value is considered as Nil. Accordingly the diminution in the value of investments is now being renamed as change in fair value of investments due to change in accounting policy.
 - (iii) Essar Power Jharkhand Limited has been admitted for liquidation under the IBC process on 3rd January, 2020, and all the assets of the subsidiary vest with the liquidator. The Company has made 100% provision has been made for diminution in value of investment. The company has not got the fair valuation done since company does not expect to recover anything , fair value is considered as Nil. Accordingly the diminution in the value of investments is now being renamed as change in fair value of investments due to change in accounting policy.
 - (iv) In financial year 20-21, Power plants and substantial assets of Essar Power (Orissa) Limited and Bhandar Power Limited had been transferred by the lenders of these subsidiaries under the SARFAESI Act, 2002, in order to settle their outstanding dues. The Company has made 100% provision for diminution in value of investment. The company has not got the fair valuation done since company does not expect to recover anything , fair value is considered as Nil. Accordingly the diminution in the value of investments is now being renamed as change in fair value of investments due to change in accounting policy.
 - (v) In financial year 20-21, Essar Power Hazira Limited and Essar Power Transmission Company Limited , both subsidiaries, have been fair valued by an independent valuer by DCF method of income approach. Fair valuation gains of Rs. 1844.42 crore has been recognized in the Statement.
 - (vi) As represented to us by the managements of the subsidiaries, there are no significant developments in those companies during the period starting 1st April, 2021 to the date of signing this Statement. The Company had obtained valuation reports as on 31st March, 2021, from a valuation expert, and believes there would be no material changes in those values as on date. Accordingly, the investments have been continued at the same value.
- 5 In Current period Exceptional Item of Rs.828.59 Cr includes Rs.815 Cr recognised as Gurantee expenses for lenders of EPJHL & Rs.13.59 Cr Provision for doubtful deposit.



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Notes

- 6 12.50% debentures of Rs. 1000 crore have been recalled by the holders thereof and legal proceedings have been initiated in the DRT-I, Mumbai during May 2017 in respect of the claim. The Company is contesting the claim and is taking appropriate steps to defend the proceedings before the DRT –I, Mumbai. The matter is being heard by DRT from time to time.

In FY 2017-18 the debenture holder had filed two interim applications preventing the company from disposing off its certain assets. The DRT had passed an interim relief order directing the company not to dispose off its certain assets. The Company has submitted to the tribunal that it will comply with the interim relief order except for the assets that have been disposed prior to the date of the order. The matter is presently sub-judice.

- 7 Based on the insolvency proceedings against Essar Power Jharkhand Ltd (Subsidiary of EPOL) before the National Company Law Tribunal, New Delhi ("NCLT"), liquidation order has been passed by the NCLT on 3rd Jan 2020. EGFL, EEL & EPL are the guarantors of EPJHL facilities. During the previous year settlement deed was signed with ICICI bank wherein an one time settlement amount (OTS) of Rs.1215 cr has been arrived for liabilities in respect of the EPJHL Guarantees. As per settlement deed, the amount is payable by any of the guarantor. EGFL has paid the first & second instalment amounting to Rs.400 cr and upon paying the balance amount of Rs.815 cr, all the guarantees provided for EPJHL will be released. In view of the same, the company has recognised as Liability of Rs.815 Cr towards Guarantee Expenses.

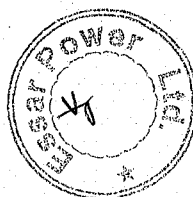
- 8 The Company has issued corporate guarantees of Rs. 3879 crore (PY Rs. 4802 crore) to lenders of various subsidiaries which have been invoked. However, on account of various developments at subsidiary level, such as restructuring of loans by the lenders of the subsidiaries, repayment of overdue liabilities by the subsidiary, settlement of liability under SARFAESI and IBC processes, and discharge of corporate guarantees by holding company of EPOL, the Company is of the view that possibility of an outflow of resources embodying economic benefits is remote.

- 9 The Company has shown receivables of Rs. 1,066.86 crore (including delay payment charges of Rs. 582.25 crore) from GUVNL. There are two matters presently under litigation with GUVNL, as explained below, broadly termed as wrongful deduction and alleged diversion. Based on the favourable orders in these matters the management believes that the claims by GUVNL would not be tenable and hence is confident of realizing the total amount of Rs 1,066.86 crores (including delayed payment charges of Rs.582.25 Crores).

Wrongful Deduction: GUVNL has deducted a large sum of principal amount aggregating to Rs.234 Crores from the monthly invoices of Essar Power Limited over a period of 2003 to 2013 for various reasons. GERC has, vide its Orders dated 22nd October 2014 and 21st November 2014, approved EPOL's claim of Rs.234 Crores towards principal amount along with interest of Rs.447 Crores from 2004 to 2014. Further interest shall be payable till the date of actual payment. GUVNL has filed an appeal before APTEL, while the Company has filed an affidavit stating that the order of GERC is correct. The Company has filed written submissions before APTEL with claim of Rs. 1171 crore. The matter is listed for urgent hearing.

Wrongful Allocation: The Company had signed separate Power Purchase Agreement with Gujarat Urja Vikas Nigam Limited (GUVNL) and Essar Steel India Limited (now known as ArcelorMittal Nippon Steel India Limited) (ESIL) for 300 MW and 215 MW capacity respectively. In the matter, Hon'ble Supreme Court, vide its order dated 9th August 2016, has set aside the APTEL order and restore the order dated 18th February 2009 of GERC. The Company had filed claim of Rs.437 Crores receivable from GUVNL while GUVNL has filed a revised claim of Rs. 789 Crores as receivable from the Company. GERC analysed the calculations and vide its order dated 27th December 2019 directed the Company to pay Rs.201.18 Crores (including interest amount of Rs.137.14 Crores). In view of some of the apparent errors in the order like arithmetic calculation, calculations on half-hourly basis instead of hourly basis, delayed payment charges etc, a review petition has been filed by the Company in GERC praying for rectification in the order and stay on its impugned order dated 27th December 2019. The Company has also been filed an appeal in APTEL against the impugned order of GERC. GUVNL has also filed execution petition in GERC and an appeal in APTEL in the matter. Next date of hearing is not scheduled in the petition and appeals.

- 10 As the company was unable to carry its main business activity of power generation due to higher gas prices rendering the operations unviable and the plant being un-operational throughout the year, it resulted in the interest income (before waiver) on amounts extended to its SPVs involved in power generation business becoming along with the gain generated from the sale of its investments, higher than the operational income, triggering the requirement for registration as Non Banking Financial Company (NBFC). Since the company never carried on the business of NBFC, it applied for and is awaiting the RBI exemption from registration as a NBFC for FY 2016-17, FY 2017-18 , FY 2018-19 , FY 2019-20 , FY 2020-21. The company had earlier received similar exemption from RBI for the FY 2015-16.



ESSAR POWER LIMITED



Regd Office: 27th Km, Surat Hazira Road, Hazira, Dist Surat, Gujarat 394270, India
CIN: U40100GJ1991PLC064824

Tel: +91 261 668 2055/2400| Fax:+91 261 668 2747| E-mail: powersec@essarpower.co.in| Website: www.essar.com

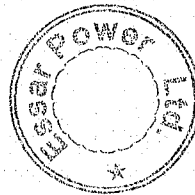
Corporate Office: Essar House, 11, K. K. Marg, Mahalaxmi, Mumbai 400 034, Maharashtra, India

Notes

- 11 Material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, the company has taken certain steps that will ensure continuous operations and the Company will be able to meet all its operational liabilities and financial liabilities. Therefore, the management has concluded to prepare financials results on a going concern basis.
- 12 Covid-19 has impacted businesses globally and in India. The Company has considered the possible effect that may result from the pandemic relating to Covid-19 on the carrying amounts of receivable and other assets. The management believes that there is not much of impact likely on its operations and results due to this pandemic. The Company expects to fully recover the carrying amount of these assets. However, the management will continue to closely monitor the performance of the Company. As the situation is still continuously evolving, the eventual impact may be different from the estimates made as of the date of approval of these financial statements
- 13 Formulae for computation of ratios are as follows:
 - (a) Debt Equity ratio: Debt represent borrowing, Equity includes share capital and other Equity excluding revaluation reserve.
 - (b) Debt service coverage ratio: Profit / (loss) before Interest and tax / Interest expenses + principal repayment borrowing of borrowing made during the period / year.
 - (c) Interest service coverage ratio: Profit / (loss) before Interest and tax / Interest expenses
 - (d) Net worth: Total equity excluding other comprehensive income, Revaluation reserve and reserve created out of amalgamation.
- 14 Figures for the previous periods/ years have been regrouped/reclassified, wherever necessary to correspond with the current period / years classification / disclosure. The figures of last six months are the balancing figure between audited figure in respect of full financial year and the year to date figured up to first six months of the respective financial year.
- 15 The operations of the Company are limited to one segment, namely power generation. All the assets and revenue earned by the Company are in India. The Company has earned more than 10% of its revenues from a single customer.

Place :- Mumbai
Date :- 13th Nov 2021

For and on behalf of the Board of Directors



Vinod Jain

Vinod Jain
CFO & Director
DIN:07313473

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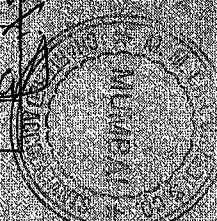
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Rs. in crores

Statement on Impact of Audit Qualifications for the Period ended Sept 30, 2021 (Regulation 52 of the SEBI (LODR) (Amendment) Regulations, 2016)				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications:- No impact of qualifications)
	1.	Turnover / Total Income	63.98	53.98
	2.	Total Expenditure	(1,197.87)	(1,197.87)
	3.	Net Profit/(Loss)	(1,143.89)	(1,143.89)
	4.	Earnings Per Share	(0.94)	(0.94)
	5.	Total Assets	4,158.91	4,158.91
	6.	Total Liabilities	(4,158.91)	(4,158.91)
	7.	Net Worth	(2,365.95)	(2,365.95)
II. Audit Qualification (each audit qualification separately):				
Details of Audit Qualification: 1. Going Concern: Material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern however the Statement has been prepared as a going concern. The impact of the same on the standalone financial results of the Company is unascertainable. 2. Corporate guarantees issued by the Company have been invoked by the lenders of the certain subsidiaries. As matters are in various stages of discussion between the management of the subsidiaries and the lenders, the financial impact of the invoked corporate guarantees is unascertainable through alternate means of confirmations.				
III. Signatories:				
	CEO :- Kush			
	CFO :- Vinod Jain			
	Audit Committee Chairman :- Birendra Mohapatra			
	Statutory Auditor :- Rishabh Chaturvedi			
	Place: Mumbai			
	Date: 13th Nov, 2021			



Essar Power Limited

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Additional disclosure as per Clause 52(4) of SEBI (LODR) Regulations, 2015

Sr. No.	Particulars	Half Year ended sept 30, 2021
1	Debenture Redemption Reserve (Amount in crore)	49.65
2	Net Worth Amount in Crore (Note 1)	(2,365.95)
3	Net Profit After Tax Amount in Crore	(1,143.89)
4	Earnings Per Share (Face value of 4/- per share)	(0.94)
5	Debt-Equity ratio (Note 2)	(2.76)
6	Debt Service Coverage Ratio (Note 3)	0.09
7	Interest Service Coverage Ratio (Note 4)	0.02
8	Current Ratio (Note 5)	0.18
9	Long Term Debt to Working Capital (Note 6)	(1.21)
10	Bad Debts to Account Receivable Ratio (Note 7)	NA
11	Current Liability Ratio (Note 8)	0.99
12	Total Debts to Total Assets (Note 9)	1.57
13	Debtors Turnover (Note 10)	0.05
14	Inventory Turnover (Note 11)	5.77
15	Net Profit Margin (Note 12)	(21.19)

Disclosure under as per Clause 54(2) of SEBI (LODR) Regulations, 2015

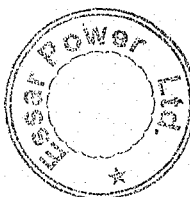
<p>The Company shall maintain 100% asset cover or higher asset cover as per the terms of offer document/Information Memorandum and/or Debenture Trust Deed sufficient to discharge the principal amount at all times for the non-convertible debt securities issued. The extent and nature of security created and maintained with respect to its secured listed non-convertible debt securities</p>	<ul style="list-style-type: none"> - First charge on fixed assets of the Company - Pledge on shares of the Company - Deed of Hypothecation on residual cash flow available on sale of investments in subsidiary
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Note

1. Net worth = Equity Share Capital + other Equity – Deferred revenue expenditure –Revaluation Reserve.
2. Debt Equity ratio = (Non-convertible debentures + Subordinated Liabilities + Bank borrowings) / (Equity share Capital +Other Equity).
3. Debt service coverage ratio: Profit / (loss) before Interest and tax / Interest expenses + principal repayment borrowing of borrowing made during the period / year.
4. Interest service coverage ratio: Profit / (loss) before Interest and tax / Interest expenses
5. Current Ratio = Current assets/current liabilities. (Based on the maturity of assets/liabilities).
6. Long term debt to working capital = (Non-convertible debentures + Subordinated Liabilities + Term Loan from Bank)/ (Current assets - current liabilities).
7. Bad debts to Account receivable ratio = Bad debts / Gross AUM.
8. Current liability ratio = current liabilities/ Total liabilities.
9. Total debts to total assets = (Non-convertible debentures + Subordinated Liabilities +Bank borrowings)/ total assets.
10. Debtor Turnover ratio = Revenue from opeations/ Debtors
11. Inventory Turnover ratio = Revenue from opeations/ Inventory
12. Net profit margin = Profit after tax/Total income.

Place :- Mumbai

Date :- 13th Nov 2021



Vinod Jain

Vinod Jain
CFO & Director
DIN:07313473

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Related Party Transactions

Amount in Cr

S.N.	Party Name	Nature of Transactions	For the Half Hear ended September 30,2021	For the Half Hear ended September 30,2020
1	Essar Power Gujarat Limited	Intercompany deposit Given	13.59	51.22
		Provision created for Intercompany deposit Given	13.59	97.20
2	Essar Electric Power Development Corporation Ltd	Refund of Intercompany deposit	11.54	5.80
		Assignment of Intercompany deposit	1.20	7.00
3	Essar Power Hazira Limited	Intercompany deposit Taken	23.45	-
		Income from operations and other income	-	2.10
		Refund of Intercompany deposit Taken	5.51	-
4	Bhandar Power Limited	Intercompany deposit Taken	5.49	-
		Intercompany deposit Assigned	-	70.00
		Written off of Receivable	-	70.00
		Refund of Intercompany deposit Taken	5.39	-
5	Essar Power Orissa Limited	Intercompany deposit Taken	2.10	-
		Assignment of Intercompany deposit	-	92.15
		Income from operations and other income	-	1.80
		Refund of Intercompany deposit Taken	1.68	-
6	Clean Joules International Limited	Intercompany deposit Taken	6.06	-
7	Essar Steel Metal Trading Limited	Refund of Intercompany deposit Taken	47.47	-
		Assignment of Intercompany deposit	0.21	44.83
8	Edwell Infrastructure Hazira Limited	Assignment of Intercompany deposit	1.20	-
9	Essar Constructions India Limited	Operation and maintenance charges	50.84	-

Place :- Mumbai
Date :- 13th Nov 2021

For and on behalf of the Board of Directors

Vinod Jain

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CFO & Director
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