

**HELIOS PHOTO VOLTAIC LIMITED**  
(Formerly known as Moser Baer Photo Voltaic Limited)

Balance Sheet as at 31 March 2017

(All amounts in rupees unless otherwise stated)

Particulars	Notes	As at 31 March 2017	As at 31 March 2016
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	4	8,953,330,900	8,953,330,900
Reserves and surplus	5	(19,001,935,584)	(14,625,358,290)
		<b>(10,048,604,684)</b>	<b>(5,672,027,390)</b>
<b>Non-current liabilities</b>			
Long term borrowings	6	414,130,795	421,787,230
Other non-current liabilities	7	160,000	160,000
Long-term provisions	8	199,747,927	196,432,931
		<b>614,038,722</b>	<b>618,380,161</b>
<b>Current liabilities</b>			
Short term borrowings	9	2,396,498,568	2,135,699,216
Trade payables			
- Payable to micro, small and medium enterprises		464,938	464,938
- Other payables	10	1,724,017,328	1,355,236,938
Other current liabilities	11	11,079,650,018	9,955,691,729
Short-term provisions	12	549,536	528,989
		<b>15,201,180,389</b>	<b>13,447,621,810</b>
		<b>5,766,614,426</b>	<b>8,393,974,579</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
- Tangible assets	13	2,049,870,871	2,407,426,627
- Intangible assets	13	31,362	50,697
Intangible assets under development	13	3,065,000	-
Non-current investments	14	100,000	100,000
Long-term loans and advances	15	2,394,928,691	679,056,393
Other non current assets	16	3,518,155	490,867,326
		<b>4,451,514,079</b>	<b>3,577,501,043</b>
<b>Current assets</b>			
Inventory	17	256,774,838	214,593,710
Trade receivables	18	827,265,656	2,589,905,123
Cash and bank balances	19	21,211,436	29,382,348
Short-term loans and advances	20	191,014,020	1,962,087,721
Other current assets	21	18,834,396	20,504,634
		<b>1,315,100,346</b>	<b>4,816,473,536</b>
		<b>5,766,614,426</b>	<b>8,393,974,579</b>

Notes from 1 to 58 form an integral part of the financial statements.

This is the balance sheet referred to in our report of even date.

**For Walker Chandiok & Co LLP**  
(formerly known as Walker, Chandiok & Co)  
Chartered Accountants

**For and on behalf of board of directors of  
HELIOS PHOTO VOLTAIC LIMITED**

Sd/-  
per **Neeraj Goel**  
Partner

Sd/-  
**Deepak Puri**  
Managing Director  
DIN 00002189

Sd/-  
**Nita Puri**  
Director  
DIN 00002331

**Place:** New Delhi  
**Date:** 22 May 2017

Sd/-  
**Suresh Kumar Gupta**  
Chief Financial Officer  
M. No: 16729

Sd/-  
**Prabhjyot Kaur**  
Company Secretary  
M. No: ACS A28911

**HELIOS PHOTO VOLTAIC LIMITED**  
**(Formerly known as Moser Baer Photo Voltaic Limited)**  
**Statement of profit and loss for the year ended 31 March 2017**  
*(All amounts in rupees unless otherwise stated)*

<b>Particulars</b>	<b>Notes</b>	<b>Year ended 31 March 2017</b>	<b>Period ended 31 March 2016</b>
Revenue from operations	22	959,382,810	532,774,696
Other income	23	20,697,948	203,909,920
		<b>980,080,758</b>	<b>736,684,616</b>
Cost of materials consumed	24	556,095,478	197,570,779
Cost of traded goods	25	88,456,143	80,228,698
Changes in inventories of finished goods and work in progress	26	1,345,154	40,646,841
Employee benefit expenses	27	106,222,279	131,055,066
Finance costs	28	1,424,226,340	1,770,224,793
Depreciation and amortisation	13	338,196,801	341,821,733
Other expenses	29	394,415,483	678,524,919
		<b>2,908,957,676</b>	<b>3,240,072,829</b>
<b>Loss before exceptional and ordinary items and tax</b>		<b>(1,928,876,918)</b>	<b>(2,503,388,213)</b>
Exceptional items - income	31	(2,447,700,376)	-
<b>Net loss for the year/period</b>		<b>(4,376,577,294)</b>	<b>(2,503,388,213)</b>

Notes from 1 to 58 form an integral part of the financial statements.  
This is the statement of profit and loss referred to in our report of even date.

**For Walker Chandiok & Co LLP**  
*(formerly known as Walker, Chandiok & Co)*  
Chartered Accountants

Sd/-  
per **Neeraj Goel**  
Partner

Place: New Delhi  
Date: 22 May 2017

**For and on behalf of board of directors of  
HELIOS PHOTO VOLTAIC LIMITED**

Sd/-  
**Deepak Puri**  
Managing Director  
DIN 00002189

Sd/-  
**Nita Puri**  
Director  
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**HELIOS PHOTO VOLTAIC LIMITED**  
**(Formerly known as Moser Baer Photo Voltaic Limited)**  
**Cash flow statement for year ended 31 March 2017**  
*(All amounts in rupees unless otherwise stated)*

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
<b>Cash flow from operating activities:</b>		
Net loss	(4,376,577,294)	(2,503,388,213)
<b>Adjustments for:</b>		
Depreciation, amortisation and impairment	338,196,801	341,821,733
Finance cost	1,424,226,340	1,770,224,793
Interest income	(2,878,166)	(9,479,922)
Provision for doubtful debts	-	5,279,541
Provision for doubtful advances	-	310,660,837
Provision for warranty	398,414	800,185
Provision for obsolete inventory	5,045,827	1,946,721
Unrealised foreign exchange (gain)	69,132,174	(164,416,413)
Provision no longer required written back	(17,507,764)	(28,506,661)
<b>Operating (loss)/profit before working capital changes</b>	<b>(2,559,963,671)</b>	<b>(275,057,399)</b>
<b>Adjustments for changes in working capital:</b>		
(Increase)/ decrease in trade receivables	1,727,744,541	(301,072,433)
Decrease/ (increase) in advances and other assets	536,718,765	94,551,651
Decrease in inventories	(47,226,954)	52,341,650
Increase/(decrease) in trade, current liability and other payables	340,560,896	514,859,367
<b>Cash generated from operations</b>	<b>(2,166,423)</b>	<b>85,622,836</b>
Income tax paid/(refund)	8,443,489	288,961
<b>Net cash generated from operating activities</b>	<b>A 6,277,066</b>	<b>85,911,797</b>
<b>Cash flow from investing activities:</b>		
Purchase of fixed assets/additions to capital work in progress	(5,821,759)	-
Net proceed from fixed deposits	6,310,183	50,579,783
Interest received	4,087,553	6,744,749
<b>Net cash generated from investing activities</b>	<b>B 4,575,977</b>	<b>57,324,532</b>
<b>Cash flow from financing activities:</b>		
Proceeds from issue of share capital	-	50,000,000
Repayments of long term loans	(13,047,702)	(38,305,149)
Proceeds from long term borrowings	-	35,400,000
Repayments of short term loans	-	(40,000,000)
Proceeds of short term loans	260,799,353	358,783,528
Interest/finance cost paid	(258,314,593)	(569,025,333)
<b>Net cash (used in)/from financing activities</b>	<b>C (10,562,942)</b>	<b>(203,146,954)</b>
<b>Net Increase/(decrease) in cash and cash equivalents</b>	<b>(A+B+C) 290,101</b>	<b>(59,910,625)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>3,853,667</b>	<b>63,764,292</b>
<b>Cash and cash equivalents at end of the period</b>	<b>4,143,767</b>	<b>3,853,667</b>
<b>Cash and cash equivalents comprise</b>		
Cash balance on hand	103,210	1,079,422
Balance with scheduled banks in-		
- current accounts	4,040,556	2,774,245
<b>Total cash and cash equivalents</b>	<b>4,143,767</b>	<b>3,853,667</b>

**For Walker Chandio & Co LLP**  
*(formerly known as Walker, Chandio & Co)*  
**Chartered Accountants**

Sd/-  
per **Neeraj Goel**  
Partner

Place: New Delhi  
Date: 22 May 2017

**For and on behalf of board of director of  
HELIOS PHOTO VOLTAIC LIMITED**

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## HELIOS PHOTO VOLTAIC LIMITED

(Formerly known as Moser Baer Photo Voltaic Limited)

Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

*(All amounts in rupees unless otherwise stated)*

### 1 Basis of preparation

The financial statements are prepared under historical cost convention on an accrual basis, in accordance with the generally accepted accounting principles in India and to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 .

All assets and liabilities have been classified as current or non-current, wherever applicable as per the operating cycle of the Company as per the guidance as set out in the Schedule III to the Companies Act, 2013.

### 2 Use of estimates

The preparation of financial statements in conformity with the principles generally accepted in India requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting year. Example of such estimates include provisions for doubtful debts/ advances, employee retirement benefit plans, warranty, provision for income taxes, useful life of fixed assets, diminution in value of investments, other probable obligations and inventory write downs. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in the current and future years.

### 3 Significant accounting policies

#### (a) Revenue recognition

##### *(i) Revenue from sale of goods*

Revenue from sale of goods is recognised upon transfer of significant risks and rewards incident to ownership and when no significant uncertainty exists regarding realisation of the consideration. Sales are recorded net of sales returns, rebates, trade discounts and price differences.

##### *(ii) Revenue from construction contracts*

Revenue in respect of construction contracts, which extend beyond an accounting year and where the outcome can be reliably estimated, is recognised on 'Percentage of Completion' method by calculating the portion that costs incurred upto the reporting date bear to the latest estimated total costs of each contract. In other cases, revenue is recognised only to the extent of contract costs incurred of which recovery is probable.

Revenue recognition is postponed where the outcome of the contract cannot be reliably estimated. Costs incurred during the course of the contract are accumulated and revenue is recognised only when the outcome of the contract can be reliably estimated or the contract is substantially completed, whichever is earlier. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised immediately.

Unbilled receivables represent revenue recognised based on 'Percentage of Completion Method' as per policy a(ii) above, which are not actually billed to customer as plan agreed with the customers.

##### *(iii) Revenue from sale of service*

Income from sale of services is recognised as and when services are rendered and when no significant uncertainty exists regarding realisation of the consideration.

Income from utility rentals are accounted for based on terms and conditions of the contract on time proportion basis.

##### *(iv) Other income*

Interest is accounted for based on a time proportion basis taking into account the amount invested and the rate of interest.

Dividend is recognised as and when the right of the Company to receive payment is established.

#### (b) Fixed assets

##### *(i) Tangible assets*

Tangible fixed assets are stated at cost less accumulated depreciation. Cost includes all expenses, direct and indirect, specifically attributable to its acquisition and bringing it to its working condition for its intended use.

Incidental expenditure pending allocation and attributable to the acquisition of fixed assets is allocated/ capitalised with the related fixed assets.

##### *(ii) Intangible assets*

Intangible assets represents computer softwares and are at their cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the taxing authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates.

## HELIOS PHOTO VOLTAIC LIMITED

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Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

(All amounts in rupees unless otherwise stated)

### (c) Depreciation, amortisation and impairment

#### (i) Tangible assets

Depreciation on tangible fixed assets is provided under straight-line method based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Leasehold improvements are being amortised over the primary lease period or useful lives of related fixed assets whichever is shorter.

Depreciation on additions is being provided on pro-rata basis from the date of such additions. Similarly, depreciation on assets sold/ disposed off during the period is being provided up to the date on which such assets are sold/ disposed off.

In case the historical cost of an asset undergoes a change due to an increase or decrease in related long term monetary liability on account of foreign exchange fluctuations, the depreciation on the revised unamortised depreciable amount is provided prospectively over the residual useful life of the asset.

#### (ii) Intangible assets

Intangible assets are being amortised on a straight line basis over the useful life, not exceeding 5 years, as estimated by management to be the economic life of the asset over which economic benefits are expected to flow.

Impairment, if any, in the carrying value of fixed assets is assessed at the end of each financial year in accordance with the accounting policy given below on "Impairment of Assets".

### (d) Investments

Long term investments are stated at cost of acquisition inclusive of expenditure incidental to acquisition. A provision for diminution is made to recognise a decline, other than temporary in the value of long term investments.

Current investments are stated at lower of cost and fair value determined on an individual basis.

### (e) Inventories

(i) Inventories are valued as under:

Inventories are stated at lower of cost and net realisable value.

(ii) Cost of inventories is ascertained on the following basis:

Cost of raw materials, goods held for resale, packing materials and tools, stores and spares is determined on the basis of weighted average method.

Cost of work in progress and finished goods is determined by considering direct material costs, labour costs and appropriate portion of overheads and non-recoverable duties.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated cost to affect the sale.

(iii) Provision for obsolescence and slow moving inventory is made below cost based on management's best estimates of net realisable value.

### (f) Borrowing costs

Borrowing costs directly attributable to acquisition, construction or erection of fixed assets, which necessarily take a substantial period of time to be ready for the intended use, are capitalised. Capitalisation of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for their intended uses are complete.

Other borrowing costs are recognised as an expense in the statement of profit and loss in the year in which they are incurred.

### (g) Employee benefits

#### (i) Provident fund and Employees' state insurance

The Company makes contribution to statutory provident fund in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 which is a defined contribution plan. These funds are administered through Regional Provident Fund Commissioner and contribution paid or payable is recognised as an expense in the year in which the services are rendered by the employee. The Company has no legal or constructive obligations to pay further contributions after payment of the fixed contribution.

The Company's contribution to state plans namely Employee's State Insurance Fund and Employee's Pension Scheme 1995 is recognised as an expense in the year in which the services are rendered by the employee.

#### (ii) Gratuity

Gratuity is a post employment benefit and is in the nature of defined benefit plan. The liability recognised in the balance sheet in respect of gratuity is the present value of the defined benefit obligation as at the balance sheet date less the fair value of plan assets. Gratuity fund is administered through Life Insurance Corporation of India. The defined benefit obligation is calculated at the balance sheet date on the basis of actuarial valuation by an independent actuary using projected unit credit method. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recorded in the statement of profit and loss in the year in which such gains or losses arise.

## HELIOS PHOTO VOLTAIC LIMITED

(Formerly known as Moser Baer Photo Voltaic Limited)

### Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

(All amounts in rupees unless otherwise stated)

#### (iii) Unavailed leaves

The Company also provides benefit of compensated absences to its employees which are in the nature of long term benefit plan. The compensated absences comprises of vesting as well as non vesting benefit. Liability in respect of compensated absences becoming due and expected to be availed within one year from the balance sheet date is recognised on the basis of undiscounted value of estimated amount required to be paid or estimated value of benefits expected to be availed by the employees. Liability in respect of compensated absences becoming due and expected to be availed more than one year after the balance sheet date is estimated on the basis of an actuarial valuation performed by an independent actuary using the projected unit credit method as on

#### (iv) Other benefits

Liability for long term employee retention schemes is determined on the basis of actuarial valuation at the year end.

Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognised immediately in the statement of profit and loss as income or expense.

#### (v) Other short term benefits

Expense in respect of other short term benefits is recognised on the basis of amount paid or payable for the year during which services are rendered by the employees.

### (h) Foreign currency transactions

#### (i) Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount, the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

#### (ii) Subsequent recognition

Foreign currency monetary assets and liabilities are reported using the closing rate as at the reporting date.

Non-monetary items, which are carried in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.

#### (iii) Exchange differences

Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the year or reported in previous financial statements, are recognised as income or expense in the year in which they arise.

### (i) Taxation

Tax expense comprises current tax and deferred tax.

#### (i) Current tax:

Provision is made for current income tax liability based on the applicable provisions of the Income Tax Act, 1961 for the income chargeable under the said Act.

#### (ii) Deferred tax:

Deferred income taxes reflects the impact of current period timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In respect of carry forward losses and unabsorbed depreciation, deferred tax assets are recognised only to the extent there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such losses can be set off.

### (j) Leases

#### (i) Finance lease

Assets acquired under finance leases are recognised as an asset and a liability at the lower of the fair value of the leased assets at inception of the lease and the present value of minimum lease payments. Lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to periods during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability and charged in the statement of profit and

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets, are classified as 'Operating Leases'. Lease rentals in respect of assets taken under operating leases are charged to the statement of profit and loss on straight line basis over the term of lease.

## HELIOS PHOTO VOLTAIC LIMITED

(Formerly known as Moser Baer Photo Voltaic Limited)

Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

*(All amounts in rupees unless otherwise stated)*

### **(k) Impairment of assets**

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. Where there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased, the Company books a reversal of the impairment loss not exceeding the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior accounting periods.

### **(l) Provisions and contingent liabilities**

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

A disclosure is made for a contingent liability when there is a:

- possible obligation, the existence of which will be confirmed by the occurrence/non-occurrence of one or more uncertain events, not fully within the control of the Company;
- present obligation, where a reliable estimate cannot be made.

Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

### **(m) Earnings per share**

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

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares, except where results would be anti-dilutive.

**HELIOS PHOTO VOLTAIC LIMITED**
**(Formerly known as Moser Baer Photo Voltaic Limited)**
**Summary of significant accounting policies and other explanatory information to the financial statements for year ended 31 March 2017**
*(All amounts in rupees, unless otherwise stated)*
**4 Share capital**

Particulars	As at 31 March 2017		As at 31 March 2016	
	Number	Amount	Number	Amount
<b>Authorised</b>				
Equity shares of ₹ 10 each	301,079,980	3,010,799,800	301,079,980	3,010,799,800
Preference shares of ₹ 10 each	651,253,110	6,512,531,100	651,253,110	6,512,531,100
	<b>952,333,090</b>	<b>9,523,330,900</b>	<b>952,333,090</b>	<b>9,523,330,900</b>
<b>Issued, Subscribed &amp; Fully Paid up</b>				
Equity shares of ₹ 10 each fully paid	281,079,980	2,810,799,800	281,079,980	2,810,799,800
9% cumulative redeemable Series A Preference Shares of ₹ 10 each	86,500,000	865,000,000	86,500,000	865,000,000
9% cumulative redeemable Series B Preference Shares of ₹ 10 each	55,568,850	555,688,500	55,568,850	555,688,500
9% cumulative redeemable Series B-1 Preference Shares of ₹ 10 each	30,296,500	302,965,000	30,296,500	302,965,000
9% cumulative redeemable Series B-2 Preference Shares of ₹ 10 each	33,887,760	338,877,600	33,887,760	338,877,600
₹ 1 Dividend bearing non cumulative redeemable Series C Preference Shares of ₹ 10 each	393,000,000	3,930,000,000	393,000,000	3,930,000,000
₹ 1 Dividend bearing non cumulative redeemable Series D Preference Shares of ₹ 10 each	10,000,000	100,000,000	10,000,000	100,000,000
₹ 1 Dividend bearing non cumulative redeemable Series E Preference Shares of ₹ 10 each	5,000,000	50,000,000	5,000,000	50,000,000
<b>Total</b>	<b>895,333,090</b>	<b>8,953,330,900</b>	<b>895,333,090</b>	<b>8,953,330,900</b>

**(A) Terms and Rights attached to all class of shares**

- (i) The Company has two classes of shares referred to equity shares and preference shares having a par value of ₹ 10 each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any is subject to the approval of the shareholders in the ensuing annual general meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.
- (ii) **Series A preference shares**  
Series A preference shares are redeemable after 7 years from the date of allotment (29 March 2014 for 82,851,150 shares and 2 September 2014 for 3,648,850 shares) and optionally convertible into ordinary equity shares of the Company in case of erosion of net worth by 50% or more in any one financial year subject to the preference shares being compulsorily redeemed within 20 periods from the date of allotment thereof (29 March 2027 for 82,851,150 shares and 2 September 2027 for 3,648,850 shares). These shares are held by the Ultimate Holding Company, Moser Baer India Limited and same has not yet been converted .
- (iii) **Series B preference shares**  
Series B preference shares are redeemable preference shares subject to compulsory redemption within 20 years from the date of allotment thereof (Date of redemption: 29 March 2027, 2 September 2027, 15 August 2028 and 18 March 2028 for 55,568,850 'Series B' preference shares, 29,050,000 'Series B-1' preference shares, 1,246,500 'Series B-1' preference shares and 33,887,760 'Series B-2' preference shares, respectively).  
55,568,850 (previous year 55,568,850) 'Series B' preference shares and 4,275,034 (previous year 4,275,034) 'Series B-1' preference shares held by holding company, Moser Baer Solar Limited.  
26,021,466 (previous year 26,021,466) 'Series B-1' preference shares and 33,887,760 (previous year 33,887,760) 'Series B-2' preference shares are held by the Ultimate Holding Company, Moser Baer India Limited.
- (iv) **Series C preference shares**  
Series C preference shares are subject to compulsory redemption within 20 years from the date of allotment thereof (26 March 2030 for 296,000,000 shares and 31 March 2030 for 97,000,000 shares) at 9% premium compounded quarterly.  
393,000,000 (previous year 393,000,000) 'Series C' preference shares held by holding company, Moser Baer Solar Limited.
- (v) **Series D preference shares**  
Series D' preference shares are subject to compulsory redemption within 20 years from the date of allotment thereof (19 March 2033 for 10,000,000 shares ) These shares are held by the Mr. Deepak Puri.
- (vi) **Series E preference shares**  
Series E' preference shares are subject to compulsory redemption within 20 years from the date of allotment thereof (29 June 2045 for 5,000,000 shares) at 9% premium compounded quarterly.  
5,000,000 (previous year Nil) 'Series E' preference shares held by the Mr. Deepak Puri.

(B) No shares have been issued for consideration other than cash or as bonus shares in the current reporting period or in last five years immediately preceding the current reporting period.

**(C) Reconciliation of the number of shares outstanding at the beginning and end of reporting period:-**
**(i) Equity shares**

Particular	As at 31 March 2017		As at 31 March 2016	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the period	281,079,980	2,810,799,800	281,079,980	2,810,799,800
<b>Shares outstanding at the end of the period</b>	<b>281,079,980</b>	<b>2,810,799,800</b>	<b>281,079,980</b>	<b>2,810,799,800</b>

**(ii) Preference shares**

Particular	As at 31 March 2017		As at 31 March 2016	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the period	614,253,110	6,142,531,100	609,253,110	6,092,531,100
Shares issued during the period	-	-	5,000,000	50,000,000
<b>Shares outstanding at the end of the period</b>	<b>614,253,110</b>	<b>6,142,531,100</b>	<b>614,253,110</b>	<b>6,142,531,100</b>

**(D) Shareholders holding more than 5 % of Share Capital**

Name of Shareholder	As at 31 March 2017		As at 31 March 2016	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
<b>Equity Shares of ₹ 10 each</b>				
Moser Baer Solar Limited	281,079,980	100.00	281,079,980	100.00
<b>Series A convertible preference shares of ₹10 each</b>				
Moser Baer India Limited	86,500,000	100.00	86,500,000	100.00
<b>Series B redeemable preference shares of ₹10 each</b>				
Moser Baer Solar Limited	55,568,850	100.00	55,568,850	100.00
<b>Series B-1 redeemable preference shares of ₹10 each</b>				
Moser Baer Solar Limited	4,275,034	14.11	4,275,034	14.11
Moser Baer India Limited	26,021,466	85.89	26,021,466	85.89
<b>Series B-2 redeemable preference shares of ₹10 each</b>				
Moser Baer India Limited	33,887,760	100.00	33,887,760	100.00
<b>Series C redeemable preference shares of ₹10 each</b>				
Moser Baer Solar Limited	393,000,000	100.00	393,000,000	100.00
<b>Series D redeemable preference shares of ₹10 each</b>				
Deepak Puri	33,887,760	100.00	10,000,000	100.00
<b>Series E redeemable preference shares of ₹10 each</b>				
Deepak Puri	5,000,000	100.00	5,000,000	100.00



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<b>5 Reserves and surplus</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
<b>Deficit as per statement of profit and loss</b>		
Opening balance	(14,625,358,290)	(12,115,459,035)
Less: Adjustment on account of additional depreciation	-	(6,511,042)
Add: Net loss for the period	(4,376,577,294)	(2,503,388,213)
<b>Total</b>	<b>(19,001,935,584)</b>	<b>(14,625,358,290)</b>
<b>6 Long term borrowings</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
<b>Unsecured</b>		
<b>From other</b>		
Finance lease obligations	323,630,795	331,287,230
Loan from fellow subsidiary company	22,600,000	22,600,000
Loan from GMM Barter Private Limited	5,400,000	5,400,000
Loan from Microgreen Electronics Private Limited	62,500,000	62,500,000
<b>Total</b>	<b>414,130,795</b>	<b>421,787,230</b>
<b>7 Other non-current liabilities</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
Security deposits	160,000	160,000
<b>Total</b>	<b>160,000</b>	<b>160,000</b>
<b>8 Long term provisions</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
<b>(a) Provision for employee benefits</b>		
Gratuity	7,527,011	4,735,862
Unavailed leave	3,748,397	3,622,964
<b>(b) Others</b>		
Provision for warranty	188,472,519	188,074,105
<b>Total</b>	<b>199,747,927</b>	<b>196,432,931</b>
<b>Note:</b>		
(i) <b>The movement in provision for warranty from beginning to end of the reporting period is as follows:</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
Balance as at the beginning of the period	188,074,105	187,273,920
Add: Additions during the period	403,764	972,629
Less: Utilised/written back during the period	(5,350)	(172,444)
<b>Balance as at the end of the period</b>	<b>188,472,519</b>	<b>188,074,105</b>
Warranty provision relate to the estimated outflow in respect of warranty for products sold by the Company.		
<b>9 Short term borrowings</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
<b>Secured</b>		
<b>Working capital and cash credit facilities</b>		
Cash credit	2,396,498,568	2,135,699,216
<b>Total</b>	<b>2,396,498,568</b>	<b>2,135,699,216</b>
<b>10 Trade payables</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
<b>(a) Trade payables</b>		
- Other payables	1,670,727,169	1,306,537,856
<b>(b) Others</b>		
- Other accrued liabilities	53,290,159	48,699,082
<b>Total</b>	<b>1,724,017,328</b>	<b>1,355,236,938</b>
<b>11 Other current liabilities</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
Current maturities of long term borrowings	8,200,129,230	8,237,851,931
Current maturities of finance lease obligations	7,656,434	6,163,005
Interest accrued but not due on borrowings	18,382,584	11,012,235
Interest accrued and due on borrowings	2,808,245,048	1,649,703,650
Employee dues	16,874,376	19,682,642
Book overdraft	-	386,345
Creditors for capital purchases	7,422,055	8,945,882
Statutory dues	18,151,061	20,292,326
Others	2,789,230	1,653,713
<b>Total</b>	<b>11,079,650,018</b>	<b>9,955,691,729</b>
<b>12 Short term provisions</b>		
<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31 March 2017</b>	<b>31 March 2016</b>
<b>Provision for employee benefits</b>		
- Unavailed leaves	549,536	528,989
<b>Total</b>	<b>549,536</b>	<b>528,989</b>

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**6. Additional disclosures :**

**(a) Nature of security and terms of repayment for secured borrowings as at 31 March 2017 and 31 March 2016**

Particulars	As at 31 March 2017	As at 31 March 2016	Nature of security	Repayment terms
Term Loan	2,808,756,271	2,833,431,271	Refer Note (b) below	Refer Note (b) below
Working capital term loan	3,846,963,476	3,846,963,476	(i) First pari-passu charge by way of hypothecation on entire movable fixed assets of the Company.(pending approval from IFC- Washington) and second pari-passu charge on current assets of the Company (ii) Corporate guarantee of Moser Baer India Limited. (iii) Personal guarantee of Mr. Deepak Puri. (iv) First pari-passu charge by way of equitable mortgage of plot admeasuring 566.05 bigha has along with superstructure thereon, situated at village Tinwari, District Jodhpur, Rajasthan (pending NOC consent from IFC-Washington).	Repayable in 30 unequal quarterly installment from the end of moratorium period i.e 31 March 2014. First installment commencing from 30 June 2014.
Funded interest term loan	1,544,409,483	1,557,457,184	(i) First pari-passu charge by way of hypothecation on entire movable fixed assets of the Company.(pending approval from IFC- Washington) and second pari-passu charge on current assets of the Company (ii) Personal guarantee of Mr. Deepak Puri. (iii) First pari-passu charge by way of equitable mortgage of plot admeasuring 566.05 bigha has along with superstructure thereon, situated at village Tinwari, District Jodhpur, Rajasthan (pending receipt of no objection certificate(NOC) from Jodhpur Land Authority and consent from IFC-Washington).	Repayable in 20 unequal quarterly installment from the end of moratorium period i.e 31 March 2014. First installment commencing from 30 June 2014.
Total	8,200,129,230	8,237,851,931		
Less: Current Maturities of long term borrowings (refer note 11)	8,200,129,230	8,237,851,931		
<b>Net long term borrowings</b>	<b>-</b>	<b>-</b>		

Interest rate on long term borrowings varies from 10.25% to 12.75% p.a.(previous year 10.25% to 12.75% p.a.)

Interest rate on foreign currency term loan varies from 2.40% to 2.61% p.a.(previous year 2.40% to 2.61% p.a.)

\*Refer note 46 for details of default in repayment of loan and interest

**(b) Secured-term loan from banks**

Particulars	As at 31 March 2017	As at 31 March 2016	Security	Terms of repayment
Punjab National Bank	251,193,000	251,193,000	(i) First pari-passu charge by way of mortgage on the immoveable properties acquired on sublease from MBIL comprising of 19,736 square meters of land at plot 66B, Udyog Vihar, Greater Noida, Uttar Pradesh, together with all buildings and structures thereon and all plant and machinery attached to the earth or permanently fastened by anything attached to the earth, both present and future and hypothecation on entire movable fixed assets. (ii) Personal guarantee of Mr. Deepak Puri (iii) Corporate guarantee of Moser Baer India Limited.	Repayable in 30 unequal installment from end of moratorium period i.e. 31 March 2014. First installment commenced from 30 June, 2014.
Oriental Bank Commerecc	200,000,271	200,000,271	(iv) First pari-passu charge by way of equitable mortgage of plot admeasuring 566.05 bigha has along with superstructure thereon, situated at village Tinwari , District Jodhpur, Rajasthan.	
UCO Bank	458,396,000	458,396,000	(i) First pari-passu charge by way of hypothecation of the existing and future current assets of the Company and second pari-passu charge by way of hypothecation on movable fixed assets of the Company. (ii) Personal guarantee of Mr. Deepak Puri (iii) Corporate guarantee of Moser Baer India Limited.	
State Bank of Bikaner and Jaipur	514,892,000	514,892,000	(iv) Second pari-passu charge by way of equitable mortgage of plot admeasuring 566.05 bigha has along with superstructure thereon, situated at village Tinwari, District Jodhpur, Rajasthan. (v)The said loan is additionally secured by assignment of Bank guarantee.	
Canara Bank	119,400,000	119,400,000	(i) First pari-passu charge by way of hypothecation of the existing and future current assets of the Company and second pari-passu charge by way of hypothecation on movable fixed assets of the Company. (ii) Personal guarantee of Mr. Deepak Puri (iii) Corporate guarantee of Moser Baer India Limited.	
United Bank of India	130,000,000	130,000,000	(iv) Second pari-passu charge by way of equitable mortgage of plot admeasuring 566.05 big has along with superstructure thereon, situated at village Tinwari, District Jodhpur, Rajasthan.	
International Finance Corporation	1,134,875,000	1,159,550,000	(i) First pari-passu charge by way of mortgage on the immoveable properties acquired on sublease from MBIL comprising of 19,736 square meters of land at plot 66B, Udyog Vihar, Greater Noida, Uttar Pradesh, together with all buildings and structures thereon and all plant and machinery attached to the earth or permanently fastened by anything attached to the earth, both present and future and hypothecation on entire movable fixed assets. (ii) Corporate guarantee of Moser Baer India Limited. (iii) First pari-passu charge by way of equitable mortgage of plot admeasuring 566.05 bigha has along with superstructure thereon, situated at village Tinwari , District Jodhpur, Rajasthan.	
<b>Total</b>	<b>2,808,756,271</b>	<b>2,833,431,271</b>		

**HELIOS PHOTO VOLTAIC LIMITED**

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**Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017***(All amounts in rupees, unless otherwise stated)***(c) Terms of repayment for unsecured borrowings:**

<b>Borrowings</b>	<b>As at 31 March 2017</b>	<b>As at 31 March 2016</b>	<b>Terms of repayment</b>
Finance lease obligations	331,287,228	337,450,233	Asset acquired under the finance lease comprises of building developed in the special economic zone by Moser Baer India Limited, the ultimate holding company. The assets under finance lease are for a term of 20 years, with effect from 23 June, 2008. The lease may be renewed on mutually agreed terms between the parties. Finance lease obligation carries an interest rate ranging from 12.00% to 16.66% p.a. The Company has paid an interest free security deposit of ₹ 330,000,000 which is refundable at the end of lease term.
Total	331,287,228	337,450,233	
Less: Current Maturities of finance lease obligation (refer note 11)	7,656,434	6,163,005	
<b>Net long term finance lease obligation</b>	<b>323,630,794</b>	<b>331,287,228</b>	

(d) Represent amount received under CDR scheme towards promoter contributions. These loan are interestfree in nature and are repayable on demand.

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(All amounts in rupees, unless otherwise stated)

**13. Fixed assets**

Particulars	Gross block				Accumulated depreciation				Impairment		Net block	
	Balance as at 1 April 2016	Additions	Other adjustment	Balance as at 31 March 2017	Balance as at 1 April 2016	Charge for the period	Adjustment	Balance as at 31 March 2017	Balance as at 1 April 2016	Balance as at 31 March 2017	Balance as at 31 March 2017	Balance as at 31 March 2016
<b>Tangible Assets</b>												
Leasehold land	1,279,725	-	-	1,279,725	258,661	44,405	-	303,066	-	-	976,659	1,021,064
Buildings-												
- under finance lease	358,150,948	-	-	358,150,949	138,885,767	17,940,325	-	156,826,092	-	-	201,324,856	219,265,181
- others	27,131,836	-	-	27,131,836	3,328,538	403,479	-	3,732,017	-	-	23,399,819	23,803,298
Plant and equipment	4,184,531,116	2,756,759	(22,135,050)	4,165,152,825	2,016,472,773	317,287,052	-	2,333,759,825	9,672,571	9,672,571	1,821,720,430	2,158,385,772
Furniture and fixtures	15,067,250	-	-	15,067,250	10,550,986	2,242,833	-	12,793,819	261,346	261,346	2,012,084	4,254,918
Vehicles	3,967,438	-	-	3,967,438	3,428,397	122,195	-	3,550,592	-	-	416,846	539,041
Office equipment	8,893,971	-	-	8,893,971	7,964,559	104,123	-	8,068,682	810,178	810,178	15,111	119,234
Computer equipment	18,766,229	-	-	18,766,229	18,658,721	33,053	-	18,691,774	69,389	69,389	5,066	38,119
<b>Sub Total</b>	<b>4,617,788,513</b>	<b>2,756,759</b>	<b>(22,135,050)</b>	<b>4,598,410,223</b>	<b>2,199,548,402</b>	<b>338,177,465</b>	<b>-</b>	<b>2,537,725,867</b>	<b>10,813,484</b>	<b>10,813,484</b>	<b>2,049,870,871</b>	<b>2,407,426,627</b>
previous year	4,567,073,512	-	50,715,000	4,617,788,513	1,851,239,783	341,797,577	6,511,042	2,199,548,402	10,813,484	10,813,484	2,407,426,627	2,705,020,246
<b>Intangible Assets</b>												
Computer software	1,110,000	-	-	1,110,000	1,059,303	19,336	-	1,078,638	-	-	31,362	50,697
<b>Sub Total</b>	<b>1,110,000</b>	<b>-</b>	<b>-</b>	<b>1,110,000</b>	<b>1,059,303</b>	<b>19,336</b>	<b>-</b>	<b>1,078,638</b>	<b>-</b>	<b>-</b>	<b>31,362</b>	<b>50,697</b>
previous year	1,110,000	-	-	1,110,000	1,035,146	24,157	-	1,059,303	-	-	50,697	74,854
<b>Others</b>												
Intangible assets under development	-	3,065,001	-	3,065,001	-	-	-	-	-	-	3,065,001	-
<b>Previous period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Note :**

i) Other adjustment includes

- exchange loss arising on restatement of long term foreign currency monetary liabilities.
- classification changes as per schedule II to the Companies Act 2013

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**14 Non-current investments**

Particulars	As at 31 March 2017	As at 31 March 2016
<b>Trade (unquoted)</b>		
Investment in equity instruments	722,773,484	722,773,484
Less : Provision for diminution in the value of investments	(722,673,484)	(722,673,484)
<b>Total</b>	<b>100,000</b>	<b>100,000</b>

**Details of investment in equity instruments**

Particulars	As at 31 March 2017	As at 31 March 2016
<b>Investments in subsidiaries</b>		
<b>Perafly Limited</b>		
7,271,731 (previous year 7,271,731) ordinary shares of ₹ 1.71 each (fully paid up)	722,673,484	722,673,484
Less : Provision for diminution in the value of investments	(722,673,484)	(722,673,484)
<b>Competent Solar Energy Private Limited</b>		
10,000 (previous year 10,000) equity shares of ₹ 10 each (fully paid up)	100,000	100,000
<b>Total</b>	<b>100,000</b>	<b>100,000</b>

**15 Long term loans and advances**

Particulars	As at 31 March 2017	As at 31 March 2016
<i>Unsecured, considered good (unless otherwise stated)</i>		
Advances to suppliers	1,738,763,873	-
Loans and advances to related parties	243,054,929	243,054,929
Security deposit		
- to ultimate holding company, Moser Baer India Limited	380,000,000	380,000,000
- to others	2,374,254	16,268,211
Balance with government authorities	17,620,958	18,175,086
Prepaid taxes	13,114,678	21,558,167
<i>Unsecured, considered doubtful</i>		
Capital advances	27,464,346	27,464,346
Less: Provision for doubtful advances	(27,464,346)	(27,464,346)
<b>Total</b>	<b>2,394,928,691</b>	<b>679,056,393</b>

**16 Other non current assets**

Particulars	As at 31 March 2017	As at 31 March 2016
<b>Long term trade receivables</b>		
Unsecured, considered good	391,600,000	489,500,000
Less: Provision for doubtful debts	(391,600,000)	-
	<b>-</b>	<b>489,500,000</b>
<b>Fixed deposits</b>		
Fixed deposits under lien	3,518,155	1,367,326
<b>Total</b>	<b>3,518,155</b>	<b>490,867,326</b>

**17 Inventories**

Particulars	As at 31 March 2017	As at 31 March 2016
Raw materials	75,573,134	48,276,489
Goods-in transit	25,473,400	-
Finished goods	25,760,077	30,266,762
Work in progress	4,619,581	1,458,050
Stock-in-trade	9,635,008	8,070,869
Stores and spares	109,003,398	117,592,241
Goods-in transit	222,058	-
Loose tools	1,090,059	1,381,752
Packing material	5,398,122	7,547,547
<b>Total</b>	<b>256,774,838</b>	<b>214,593,710</b>

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**18 Trade receivables**

Particulars	As at 31 March 2017	As at 31 March 2016
<b>Trade receivables outstanding for a period exceeding six months from the date they are due for payment</b>		
Unsecured, considered good	386,431,137	2,417,657,740
Unsecured, considered doubtful	2,082,092,911	34,053,882
Less: Provision for doubtful debts	(2,082,092,911)	(34,053,882)
[A]	<b>386,431,137</b>	<b>2,417,657,740</b>
<b>Others</b>		
Unsecured, considered good	440,834,519	172,247,383
[B]	<b>440,834,519</b>	<b>172,247,383</b>
<b>Total</b>	<b>827,265,656</b>	<b>2,589,905,123</b>

**19 Cash and bank balances**

Particulars	As at 31 March 2017	As at 31 March 2016
<b>Cash and cash equivalents</b>		
Cash in hand	103,210	1,079,422
Bank balances in:		
- Current accounts	4,040,556	2,774,245
	<b>4,143,767</b>	<b>3,853,667</b>
<b>Other bank balances</b>		
Fixed deposit under lien	17,067,669	25,528,681
	<b>17,067,669</b>	<b>25,528,681</b>
<b>Total</b>	<b>21,211,436</b>	<b>29,382,348</b>

**20 Short- term loans and advances**

Particulars	As at 31 March 2017	As at 31 March 2016
<b>Loans and advances to related parties</b>		
Unsecured, considered good	167,338,122	164,946,958
Unsecured, considered doubtful	17,507,002	17,507,002
Less: Provision for doubtful advances	(17,507,002)	(17,507,002)
<b>Others</b>		
Unsecured, considered good		
- Advances to suppliers	17,511,045	1,790,587,974
- Security deposits	1,793,898	2,363,800
- Balance with government authorities	1,881,494	1,806,814
- Advances to employees	219,579	277,687
- Others	2,269,882	2,104,488
Unsecured, considered doubtful		
- Advance to suppliers	510,923,322	889,356,930
Less: Provision for doubtful advances	(510,923,322)	(889,356,930)
- Security deposits	2,002,408	1,678,508
Less: Provision for doubtful security deposits	(2,002,408)	(1,678,508)
- Others	25,000,000	25,000,000
Less: Provision for doubtful advances	(25,000,000)	(25,000,000)
<b>Total</b>	<b>191,014,020</b>	<b>1,962,087,721</b>

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**21 Other current assets**

Particulars	As at 31 March 2017	As at 31 March 2016
Interest accrued on fixed deposits	4,213,290	5,422,677
Unbilled revenue	14,621,106	15,081,957
<b>Total</b>	<b>18,834,396</b>	<b>20,504,634</b>

**22 Revenue from operations**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Sale of products	797,035,128	331,783,606
Sale of services	160,225,545	196,116,379
Other operating revenues	2,122,137	4,874,711
<b>Total</b>	<b>959,382,810</b>	<b>532,774,696</b>

**Note:**

**(a) Details of sales of major products are as follows:**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Modules	43,623,233	150,998,201
Cell	671,510,444	172,048,175
Thin film	4,875,235	663,478
Others	77,026,216	8,073,752
<b>Total</b>	<b>797,035,128</b>	<b>331,783,606</b>

**(b) Details of sales of services are as follows:**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Electricity	159,610,545	195,899,706
Service sales	615,000	216,673
<b>Total</b>	<b>160,225,545</b>	<b>196,116,379</b>

**23 Other income**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
<b>Interest income</b>		
- from banks	1,598,825	9,410,777
- from others	1,279,341	69,145
Net gain on foreign currency translation	-	163,934,229
Other non-operating income	312,017	17,795,451
Excess provision no longer required written back	17,507,764	12,700,318
<b>Total</b>	<b>20,697,948</b>	<b>203,909,920</b>

**HELIOS PHOTO VOLTAIC LIMITED**

(Formerly known as Moser Baer Photo Voltaic Limited)

Summary of significant accounting policies and other explanatory information to the financial statements for year ended 31 March 2017

*(All amounts in rupees, unless otherwise stated)*

**24 Cost of material consumed**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Raw materials	549,740,427	193,567,446
Packing material	6,355,051	4,003,333
<b>Total</b>	<b>556,095,478</b>	<b>197,570,779</b>

**Note:**

Detail of major components of raw material consumption are as follows:

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
<b>For Cell</b>		
Silicon wafers	426,854,585	130,685,627
Metallic pastes	73,573,013	23,723,226
Others	23,276,775	7,822,766
<b>For Module</b>		
Multi cells	13,456,938	16,544,860
Back sheet	2,039,909	2,990,383
Aluminum frames	3,365,007	3,912,159
Others	7,174,200	7,888,425
<b>Total</b>	<b>549,740,427</b>	<b>193,567,446</b>

**25 Cost of traded goods**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Wafers	61,534	12,063,557
Thin film	5,638,127	6,235,476
Module	80,457,463	59,765,500
Balance of systems	977,453	2,125,103
Others	1,321,566	39,062
<b>Total</b>	<b>88,456,143</b>	<b>80,228,698</b>



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**Summary of significant accounting policies and other explanatory information to the financial statements for year ended 31 March 2017**

*(All amounts in rupees, unless otherwise stated)*

**26 Change in inventory of finished goods and work in progress**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Opening stock of finished goods and work in progress	31,724,812	72,371,653
Less: Closing stock of finished goods and work in progress	(30,379,658)	(31,724,812)
<b>Total</b>	<b>1,345,154</b>	<b>40,646,841</b>

**27 Employee benefits expenses**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Salaries, wages and bonus	93,537,475	117,973,866
Contribution to-		
- Provident and other funds	4,706,795	5,696,136
- Gratuity fund	2,951,151	2,309,367
Staff welfare	5,026,857	5,075,697
<b>Total</b>	<b>106,222,279</b>	<b>131,055,066</b>

**28 Finance costs**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Interest expense on-		
- term loans	1,127,371,811	1,261,160,889
- working capital facilities	295,502,428	497,978,875
- finance lease obligations	1,036,994	2,958,177
- other borrowings	315,107	564,352
Other borrowing cost	-	7,562,500
<b>Total</b>	<b>1,424,226,340</b>	<b>1,770,224,793</b>

**29 Other expenses**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Consumption of stores and spare parts	44,096,218	19,641,705
Power and fuel	182,420,679	181,093,081
Freight and forwarding	1,698,605	3,205,570
Installation, commissioning and other services	1,974,124	4,528,515
Commission on sales	389,615	409,390
Rent	9,475,000	11,873,288
Repair and maintenance		
- to machinery	373,741	781,763
-to others	2,491,590	2,725,116
Insurance	3,722,371	5,656,501
Rates and taxes	12,417,802	14,157,610
Remuneration to auditors	2,972,940	4,739,520
Travelling and conveyance	608,284	1,328,219
Legal and professional	22,067,408	72,932,946
Warranty expenses	403,764	972,629
Bad debts	14,147,998	15,807,712
Provision for doubtful advances	-	310,660,837
Provision for doubtful debts	-	5,279,541
Loss on foreign currency transaction	69,474,921	-
Provision for doubtful security deposit	323,900	-
Others	25,356,524	22,730,976
<b>Total</b>	<b>394,415,483</b>	<b>678,524,919</b>

**31 Exceptional items**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Provision for doubtful debtors	(2,447,700,376)	-
	<b>(2,447,700,376)</b>	<b>-</b>

**HELIOS PHOTO VOLTAIC LIMITED**
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**Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017**

(All amounts in rupees, unless otherwise stated)

**31 Contingent liabilities and commitments (to the extent not provided for):**
**(a) Contingent liabilities**

In respect of:-

- (i) Bank guarantees ₹ 2,221,662 (previous year ₹ 4,300,142)
- (ii) Compensation payable in lieu of bank sacrifice ₹ Nil (previous year ₹ 659,043,016)
- (iii) Disputed tax demands in respect of:-

Particulars	As at 31 March 2017	As at 31 March 2016
Central sales tax (financial year 2007-08)	-	50,559
Value added tax/Entry tax (financial year 2008-09)	275,506	275,506
Value added tax/Entry tax (financial year 2009-10)	3,709,922	3,709,922
Central sales tax (financial year 2010-11)	7,068,455	7,068,455
Central sales tax (financial year 2011-12)	-	331,795
Value added tax (financial year 2008-09 & 2009-10)	3,677,443	3,677,443
<b>Total</b>	<b>14,731,326</b>	<b>15,113,680</b>

(iv) Surety given by Company jointly with Moser Baer Entertainment Limited (fellow subsidiary) on behalf of Moser Baer Solar Limited (holding company) to UP government in lieu of VAT demand imposed u/s 28 (2) of UP VAT Act 2008 on Moser Baer Solar Limited for non payment of tax for AY 2009-10 – ₹ Nil (Previous Year ₹ 7,299,288)

(v) Surety given by Company jointly with Moser Baer Entertainment Limited (fellow subsidiary) on behalf of Moser Baer Solar Limited (holding company) to UP government in lieu of CST demand imposed under UP VAT Act 2008 on Moser Baer Solar Limited for non submission of form for AY 2011-12 – ₹ 1,095,712 (Previous Year ₹ 1,095,712)

(vi) Surety given by Company jointly with Moser Baer Entertainment Limited (fellow subsidiary) on behalf of Moser Baer Solar Limited (holding company) to UP government in lieu of penalty imposed u/s 54 (1) of UP VAT Act 2008 on Moser Baer Solar Limited for short payment of tax for AY 2009-10 – ₹ 1,337,649 (Previous Year ₹ 1,337,649)

**32 Arrears of fixed cumulative preference dividend, payable on declaration of dividend (including dividend distribution tax thereon):**

Particulars	As at 31 March 2017	As at 31 March 2016
Series A 86,500,000 (previous year 86,500,000) up to 9% cumulative, redeemable preference shares of ₹10 each fully paid up	908,153,508	817,072,901
Series B 55,568,850 (previous year 55,568,850) upto 9% cumulative, redeemable preference shares of ₹10 each fully paid up	584,469,739	525,958,241
Series B-1 30,296,500 (previous year 30,296,500) upto 9% cumulative, redeemable preference shares of ₹10 each fully paid up	303,722,692	271,821,841
Series B-2 33,887,760 (previous year 33,887,760 ) upto 9% cumulative, redeemable preference shares of ₹10 each fully paid up	321,818,969	286,136,683
<b>Total</b>	<b>2,118,164,909</b>	<b>1,900,989,666</b>

**33 Leases:**
**(a) Finance lease**

(i) Asset acquired under finance lease comprises of building developed in the Special Economic Zone by the SEZ Developer Moser Baer India Limited, the ultimate holding company.

(ii) The assets under finance lease are for a term of 20 years, with effect from 23 June 2008. The lease may be renewed on mutually agreed terms between the parties.

(iii) The Company has paid an interest free security deposit of ₹ 380,000,000 (previous year ₹ 380,000,000) which is refundable at the end of lease term.

**(iv) Reconciliation of minimum lease payments and their present value in respect of building taken on finance lease is as under :**

Particulars	Minimum lease payments as at 31 March 2017	Present value of minimum lease payments as at 31 March 2017	Finance charges/ (Income) - net
Amount paid upto 31 March 2017	393,000,000	357,958,148	35,041,852
previous year	385,800,000	356,764,651	29,035,349
Amount payable within one year	7,200,000	960,699	6,239,301
previous year	7,200,000	1,193,497	6,006,503
Amount payable later than one year but not later than 5 years	28,800,000	2,300,157	26,499,843
previous year	28,800,000	2,857,534	25,942,466
Amount payable later than 5 years	44,400,000	1,227,740	43,172,260
previous year	51,600,000	1,631,061	49,968,939
<b>Total</b>	<b>473,400,000</b>	<b>362,446,744</b>	<b>110,953,256</b>
<b>Previous year</b>	<b>473,400,000</b>	<b>362,446,743</b>	<b>110,953,257</b>

**(b) Operating leases:**

(i) Total lease payments recognised in the statement of profit and loss : ₹ 14,400,000 (previous year ₹ 10,385,788) [excludes lease rent of land amounting to ₹ 9,60,000 (previous year ₹ 1,487,500)]

(ii) The Company has a cancellable operating lease agreement for lease of common building areas and office premises. The operating lease is renewable on terms and conditions as mutually agreed between the parties.

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**HELIOS PHOTO VOLTAIC LIMITED**

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Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

(All amounts in rupees, unless otherwise stated)

**34 Foreign currency exposures not hedged as at period end are as under:**

Currency exchange	As at 31 March 2017		As at 31 March 2016	
	Receivable	Payable	Receivable	Payable
<b>USD</b>	51,901,406	-	71,000,413	18,921,796
INR	2,629,137,343	-	3,800,041,151	1,072,357,819
<b>EURO</b>	321,890	508,011	13,012,790	6,143,822
INR	22,300,572	35,420,769	771,495,806	413,885,836
<b>GBP</b>	-	3,445	-	7,355
INR	-	265,935	-	698,141
<b>CHF</b>	6,695	-	5,795	13,868
INR	395,853	-	355,294	685,669
<b>JPY</b>	-	5,979,071	-	5,979,071
INR	-	3,484,005	-	3,519,909
<b>CNY</b>	-	14,854	-	114,854
INR	-	125,091	-	1,157,785
<b>AED</b>	900	-	900	-
INR	15,907	-	16,238	-
<b>HKD</b>	1,357,653	-	4,740	-
INR	11,339,989	-	40,491	-
<b>NRK</b>	5,647	-	5,647	-
INR	42,975	-	51,277	-
<b>NOK</b>	-	23,234	-	23,234
INR	-	176,822	-	179,831

**35 Earnings in foreign exchange (accrual basis) :**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Value of exports on FOB basis	5,387,099	11,080
<b>Total</b>	<b>5,387,099</b>	<b>11,080</b>

**36 Imports (valued on cost, insurance and freight basis):**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Capital goods	2,757,283	-
Purchase of finished goods	7,156,716	-
Raw material	113,416,246	1,578,560
Stores, spares and consumables	20,247,272	7,148,943
<b>Total</b>	<b>143,577,518</b>	<b>8,727,503</b>

**37 Expenses in foreign currency:**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Legal and professional	14,358,920	60,398,378
Travelling	22,036	-
Interest and bank charges	28,678,970	63,655,719
Repair and maintenance	-	433,216
Rates and taxes	12,665,728	22,106,107
Other expenditure	1,153,777	617,827
<b>Total</b>	<b>56,879,432</b>	<b>147,211,247</b>

**38 Remuneration to auditors (excluding taxes)**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
For statutory audit fees	2,400,000	3,700,000
For other services	15,000	800,000
For reimbursement of expenses	557,940	239,520
<b>Total</b>	<b>2,972,940</b>	<b>4,739,520</b>

**HELIOS PHOTO VOLTAIC LIMITED**

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Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

(All amounts in rupees, unless otherwise stated)

**40 Composition of raw material, packing material, stores, spares and consumables consumed:**

Particulars	Raw material and packing material		Stores, spares and consumables	
	Year ended 31 March 2017	Period ended 31 March 2016	Year ended 31 March 2017	Period ended 31 March 2016
<b>Imported</b>				
Percentage	21%	81%	57%	50%
Value (₹)	116,927,058	160,177,108	25,391,611	9,740,837
<b>Indigenous</b>				
Percentage	79%	19%	43%	50%
Value (₹)	442,276,925	37,393,671	18,917,691	9,900,868
<b>Total %</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>
<b>Total Value</b>	<b>559,203,983</b>	<b>197,570,779</b>	<b>44,309,303</b>	<b>19,641,705</b>

**41 Employee benefit obligations**

The following are the employee benefit plans applicable to the employees of the Company:

**(a) Defined benefit plans - gratuity**

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit plan, covering eligible employees, in India.

(i) The movement in the benefit obligation for gratuity benefit plan over the period is as follows:

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Beginning of year	15,594,304	14,459,806
Current/Past service cost	1,552,236	2,001,301
Interest cost	1,216,266	1,373,028
Actuarial gains	986,035	(46,920)
Benefits paid	(2,654,587)	(2,192,911)
<b>End of period</b>	<b>16,694,254</b>	<b>15,594,304</b>

(ii) The components of amounts recognised in the statement of profit and loss for gratuity benefit plan are as follows:

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Current/Past service cost	1,552,236	2,001,301
Interest cost	1,216,266	1,373,028
Expected return on plan asset	(803,386)	(1,079,360)
Actuarial losses/ (gains)	986,035	14,398
<b>Expense to be recognised in statement of profit and loss</b>	<b>2,951,151</b>	<b>2,309,367</b>

(iii) The principal actuarial assumptions used for gratuity benefit plan were as follows:

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Discount rate	7.00%	7.84%
Future salary increase	10.00%	10.00%
Rate of return on plan assets	7.00%	7.84%
Expected term of benefit obligation (years)	5.81	5.51

**HELIOS PHOTO VOLTAIC LIMITED**

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**Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017**

(All amounts in rupees, unless otherwise stated)

- (iv) Changes in the fair value of plan assets of gratuity fund from beginning to end of reporting period is as follows:-

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Plan assets at beginning of the period	10,858,442	11,800,898
Expected return on plan assets	803,386	1,079,360
Contribution	160,000	232,412
Benefits payments	(2,654,587)	(2,192,911)
Actuarial Gain/Loss	-	(61,317)
<b>Fair value of plan assets at the end of the period</b>	<b>9,167,241</b>	<b>10,858,442</b>

- (v) The present value of the defined benefit obligation, the fair value of the plan assets and the surplus or deficit in the plan; and experience adjustments arising on the plan liabilities and the plan assets

Particulars	As at 31 March 2017	As at 31 March 2016	As at 31 December 2014	As at 31 December 2013	As at 30 Jun 2013
The present value of the defined benefit obligation	16,694,254	15,594,304	14,459,806	12,845,682	13,845,278
The fair value of the plan assets	10,858,442	10,858,442	11,800,898	7,449,531	7,294,796
Surplus or (deficit) in the plan assets	(4,735,862)	(4,735,862)	(2,658,907)	(5,396,151)	(6,550,482)
Experience adjustments on plan liabilities (gain)/ loss	(46,920)	(46,920)	(4,300,559)	(2,288,656)	(357,586)

**(b) Unavailed leaves (unfunded)**

The Company permits encashment of leave accumulated by their employees on retirement, separation and during the course of service. The liability for encashment of leave is determined and provided on the basis of actuarial valuation performed by an independent actuary at balance sheet date. This plan is completely unfunded as of 31 March 2016.

- (i) The movement in the benefit obligation for unavailed leaves from beginning to end of reporting period is as follows:-

Particulars	As at 31 March 2017	As at 31 March 2016	As at 31 December 2014	As at 31 December 2013	As at 30 Jun 2013
Opening balance of defined benefit obligation	3,835,867	4,102,759	4,145,765	3,749,820	4,118,572
Current/ past service cost	497,727	531,324	757,978	607,817	1,664,519
Interest cost	320,243	435,511	371,046	180,209	519,960
Actuarial gains	(31,344)	(496,280)	(509,710)	(270,778)	(933,251)
Benefits paid	(722,621)	(737,447)	(662,320)	(121,303)	(1,619,980)
<b>Closing balance of defined benefit obligation</b>	<b>3,899,872</b>	<b>3,835,867</b>	<b>4,102,759</b>	<b>4,145,765</b>	<b>3,749,820</b>

- (ii) The movement in the benefit obligation for unavailed leaves from beginning to end of reporting period is as follows:-

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Opening balance of defined benefit obligation	3,835,867	4,102,759
Current/ past service cost	497,727	531,324
Interest cost	320,243	435,511
Actuarial gains	(31,344)	(496,280)
Benefits paid	(722,621)	(737,447)
<b>Closing balance of defined benefit obligation</b>	<b>3,899,872</b>	<b>3,835,867</b>

- (iii) The components of amounts recognised in the statement of profit and loss for leave encashment benefit plan (unfunded) are as follows:

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Current/past service cost	497,727	531,324
Interest cost	320,243	435,511
Actuarial gains	(31,344)	(496,280)
<b>Expense to be recognised in the statement of profit and loss</b>	<b>786,626</b>	<b>470,555</b>

- (iv) The principal actuarial assumptions used for leave encashment benefit plan(unfunded) were as follows:

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Discount rate	7.00%	7.84%
Future salary increase	10.00%	10.00%
Rate of return on plan assets	NA	NA
Expected term of benefit obligation (years)	5.81	5.51

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(All amounts in rupees, unless otherwise stated)

**(c) Defined contribution plan**

(i) During the year, the company has recognised the following amounts in the statement of profit and loss:

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Employers' contribution to provident fund	1,981,048	2,582,229
	<b>1,981,048</b>	<b>2,582,229</b>

**(ii) State plan**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
Employer's contribution as per Employees's State Insurance Act, 1948	246,729	163,024
Employer's contribution as per Employees's Pension Scheme, 1995	2,181,749	2,574,175
	<b>2,428,478</b>	<b>2,737,199</b>

42 Based on the information available with the Company, the Company has identified two vendors (previous year two vendors) as micro and small enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006.

**Disclosure relating to dues outstanding to micro and small enterprises as defined in Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	As at 31 March 2017	As at 31 March 2016
Amount remaining unpaid to micro and small enterprises at the end of period		
Principal amount	464,938	464,938
Interest	530,520	530,520
	<b>995,458</b>	<b>995,458</b>
Amount of payments made to micro and small enterprises beyond the appointed date during the period		
Principal amount	-	-
	-	-
Interest accrued (including interest under section 16 of the Act) and remaining unpaid at the end of the period		
Interest accrued during the period	130,764	130,764
Interest remaining unpaid during the period*	530,520	530,520

\* Includes ₹ 452,062 for previous year.

**HELIOS PHOTO VOLTAIC LIMITED****(Formerly known as Moser Baer Photo Voltaic Limited)****Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017**

(All amounts in rupees, unless otherwise stated)

**43 Related party transactions**

In accordance with the requirements of Accounting Standard - 18 'Related Party Disclosures' as notified by 'The Companies (Accounting Standards) Rules, 2006' the names of the related party where control/ability to exercise significant influence exists, along with the aggregate amount of transactions and period end balances with them as identified and certified by the management are given below:

**(a) Name of related parties****Ultimate holding company**

Moser Baer India Limited

**Intermediate holding company**

Photovoltaic Holdings Limited

MB Solar Holdings Limited

**Holding company**

Moser Baer Solar Limited

**Wholly owned subsidiary**

Competent Solar Energy Private Limited

Perafly Limited

Moser Baer Photovoltaic Inc

**Fellow subsidiary**

European Optic Media Technology GmbH

Moser Baer Solar Systems Private Limited

Pride Solar Systems Private Limited

Admire Energy Solutions Private Limited

Value Solar Energy Private Limited

Moser Baer Entertainment Limited

**Trust**

Moser Baer Trust

**Enterprise over which key managerial personnel (KMP) exercise significant influence**Microgreen Electronics Private Limited (*formerly known as Cobol Power & Technologies Private Limited*)

Moser Baer Energy and Development Limited

**Key management personnel (KMP)\***

Mr. Deepak Puri

Mrs. Nita Puri

\* The Key managerial personnel do not draw any remuneration from the Company

**(b) Details of transactions with the related parties during the period in ordinary course of business along with period end balances are as follows:-**  
(figures in brackets represent amounts for the previous year)

Particulars	Period ended 31 March 2017	Period ended 31 March 2016
<b>Sale of shares by company to related party</b>		
Mr. Deepak Puri		50,000,000
<b>Lease rent for land and building charged by related party (including finance lease rent)</b>		
Moser Baer India Limited	16,560,000	20,700,000
<b>Power and utility services charged by related party</b>		
Moser Baer India Limited	182,420,679	174,999,148
<b>Services rendered from related party</b>		
European Optic Media Technology GmbH	279,401	-
<b>Expenses incurred/ payment made by related party on behalf of the Company</b>		
Moser Baer Solar Limited	-	-
Moser Baer India Limited	27,000	36,197
<b>Expenses incurred/ payment made by the Company on behalf of related party.</b>		
Moser Baer Solar Limited	-	2,228,045
Moserbaer Solar Holding Limited	-	2,791,234
Moser Baer Solar Systems Pvt.Ltd.	5,439,761	425
Competent Solar Energy P. Limited	3,600	-
Value Solar Energy Private Limited	1,559,854	389,197
Admire Energy Solutions Private Limited	19,600	-
Pride Solar Systems Private Limited	26,100	-
<b>Purchase of goods from related party</b>		
Moser Baer Solar Limited	32,583,117	94,598,926
Moser Baer India Limited	-	-
Value Solar Energy Private Limited	-	132,029,810

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(All amounts in rupees, unless otherwise stated)

Particulars	As at 31 March 2017	As at 31 March 2016
<b>Sale of goods/services to related party</b>		
Moser Baer Solar Limited	272,392,226	57,618,227
Moser Baer India Limited	-	7,974,240
Value Solar Energy Private Limited	-	168,909,246
Moser Baer Solar Systems Pvt.Ltd.	506,802,231	-
<b>Loan taken</b>		
Mr. Deepak Puri	-	50,000,000
Microgreen Electronics Pvt. Ltd.	-	30,000,000
<b>Payment received by RP on our behalf</b>		
Moser Baer Solar Systems Pvt.Ltd.	-	145,000
<b>Outstanding payable</b>		
<b>In respect of services rendered and others</b>		
Moser Baer India Limited	504,091,014	435,061,716
European Optic Media Technology Gmbh	21,973,910	28,683,480
<b>In respect of purchase and job work charges</b>		
Moser Baer Solar Limited	436,140,315	613,024,261
Moser Baer India Limited	14,749,778	15,344,561
Value Solar Energy Private Limited	129,399,720	131,969,810
<b>In respect of finance lease</b>		
Moser Baer India Limited	331,287,229	337,450,235
<b>In respect of advance received</b>		
Moser Baer Trust	9,927	9,927
<b>In respect of loan received</b>		
Moser Baer Solar System Private Limited	22,600,000	22,600,000
Microgreen Electronics Pvt. Ltd.	62,500,000	62,500,000
<b>Outstanding receivable</b>		
<b>In respect of expenses/ services</b>		
Moser Baer Solar Systems Private Limited	2,100,340	160,579
Admire Energy Solutions Private Limited	34,934	15,334
Value Solar Energy Private Limited	283,000	2,980,871
Pride Solar Systems Private Limited	41,153	15,053
Competent Solar Energy Private Limited	48,544	44,944
<b>In respect of sales</b>		
Moser Baer Solar Limited	2,819,970,302	2,796,098,100
Moser Baer India Limited	18,211,475	18,211,475
Microgreen Electronics Pvt. Ltd.	70,900,000	70,900,000
Value Solar Energy Private Limited	167,909,246	167,909,246
Moser Baer Solar Systems Private Limited	181,532,334	-
<b>In respect of security deposits</b>		
Moser Baer India Limited	380,000,000	380,000,000
<b>In respect of advance</b>		
Moser Baer Solar Limited	405,332,698	405,332,698
Admire Energy Solutions Private Limited	100,000	100,000
<b>In respect of advance given</b>		
Competent Solar Energy Private Limited	1,025,000	1,025,000
<b>In respect of investment</b>		
Competent Solar Energy Private Limited	100,000	100,000

**(c) Other arrangements**

(a) Corporate guarantee given by Moser Baer India Limited as collateral security for term loans and working capital facilities amounts to ₹ 10,018,400,000 (previous year ₹ 10,018,400,000). The outstanding amount as on 31 March 2017 is ₹ 11,440,242,509 (previous year ₹ 10,260,058,934).

(b) Surety given by Company jointly with Moser Baer Entertainment Limited (fellow subsidiary) on behalf of Moser Baer Solar Limited amounts ₹ 3,955,339 (previous year ₹ 9,732,649).



**HELIOS PHOTO VOLTAIC LIMITED**

(Formerly known as Moser Baer Photo Voltaic Limited)

Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017

(All amounts in rupees, unless otherwise stated)

**44 Earnings/ (loss) per share**

Particulars	Year ended 31 March 2017	Period ended 31 March 2016
<b>a) Computation of weighted average number of equity shares</b>		
Total number of equity shares outstanding at the beginning of the period	281,079,980	281,079,980
Total number of equity shares outstanding at the end of the period	281,079,980	281,079,980
Weighted average number of equity shares outstanding at the end of the period	281,079,980	281,079,980
<b>b) Computation of earnings/ (loss) per share</b>		
Net loss after tax	(4,376,577,294)	(2,503,388,213)
Dividend on cumulative preference shares (including dividend distribution tax thereon)	217,175,243	(271,469,055)
Net loss after tax attributable to equity shareholders	(4,159,402,051)	(2,774,857,268)
<b>Basic and diluted earnings per share (face value per share ₹ 10 each)</b>	<b>(14.80)</b>	<b>(9.87)</b>

**Note:**

The convertible preference shares are anti-dilutive and are ignored in the calculation of diluted earning per share.

**45 Taxation**

No deferred tax asset has been recognised on account of accumulated losses and brought forward depreciation in view of lack of virtual certainty as to its realisation in the foreseeable future. Further, no deferred tax asset has been created for the other temporary timing differences owing to absence of reasonable certainty of sufficient future taxable income.

The break up of deferred tax asset/liability is as under:

Particulars of timing differences	As at 31 March 2017	Movement during the Period	As at 31 March 2016
<b>Deferred tax liability</b>			
Difference in written down values of fixed assets as per books and Income Tax Act	107,119,440	39,282,313	146,401,753
	<u>107,119,440</u>	<u>39,282,313</u>	<u>146,401,753</u>
<b>Deferred tax assets</b>			
Finance lease	27,700,485	1,814,532	29,515,017
Unabsorbed depreciation	79,418,955	37,467,781	116,886,736
	<u>107,119,440</u>	<u>39,282,313</u>	<u>146,401,753</u>
<b>Net deferred tax liability/(asset)</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Previous year</b>	-	-	-

**Notes:**

1. The tax impact for the above purpose has been arrived at by applying a tax rate of 33.99% (previous year 33.99%) being the prevailing tax rate for Indian Companies under the Income Tax Act, 1961.

2. Deferred tax asset has been recognised only to the extent of the deferred tax liability.

**46 Defaults in repayment of installments and payment of**
**interest**

Particulars	Nature of dues	Amount	Period to which it relates
<b>Term Loans</b>			
Punjab National Bank	Principal	251,193,000	July 2014 -March 2017
Punjab National Bank	Interest	35,426,171	April 2016-March 2017
Oriental Bank of Commerce	Principal	200,000,271	July 2014 -March 2017
Oriental Bank of Commerce	Interest	96,480,198	May 2014-March 2017
UCO Bank	Principal	458,396,000	October 2014-March 2017
UCO Bank	Interest	173,492,312	September 2014-March 2017
State Bank of Bikaner and Jaipur	Principal	514,892,000	July 2015-March 2017
State Bank of Bikaner and Jaipur	Interest	145,465,602	May 2015-March 2017
Canara Bank	Principal	119,400,000	October 2014-March 2017
Canara Bank	Interest	32,869,619	October 2014-March 2017
Union Bank of India	Principal	130,000,000	July 2014 -March 2017
Union Bank of India	Interest	56,307,439	May 2014-March 2017
International Finance Corporation	Principal	1,134,875,000	May 2012-November 2016
International Finance Corporation	Interest	<u>202,486,252</u>	May 2012-November 2016
<b>Total</b>		<b>3,551,283,864</b>	
<b>Working capital term loan</b>			
State Bank of Bikaner and Jaipur	Principal	384,691,000	July 2014 -March 2017
State Bank of Bikaner and Jaipur	Interest	103,157,765	July 2014 -March 2017
UCO Bank	Principal	366,871,476	July 2014 -March 2017
UCO Bank	Interest	138,459,029	July 2014 -March 2017
Oriental Bank of Commerce	Principal	3,095,401,000	July 2014 -March 2017
Oriental Bank of Commerce	Interest	<u>1,349,282,311</u>	July 2014 -March 2017
<b>Total</b>		<b>5,437,862,580</b>	
<b>Funded interest term loan</b>			
UCO Bank -TL	Principal	141,586,135	April 2013-March 2017
UCO Bank -TL	Interest	42,395,468	April 2013-March 2017
UCO Bank -WCIL	Principal	90,418,143	April 2013-March 2017
UCO Bank -WCIL	Interest	27,180,564	April 2013-March 2017
Punjab National Bank -FTTL	Principal	71,308,508	April 2013-March 2017
Punjab National Bank -FTTL	Interest	10,101,511	April 2013-March 2017
Oriental Bank of Commerce -FTTL TL	Principal	63,796,929	April 2013-March 2017
Oriental Bank of Commerce -FTTL TL	Interest	<u>15,198,746</u>	April 2013-March 2017

**HELIOS PHOTO VOLTAIC LIMITED****(Formerly known as Moser Baer Photo Voltaic Limited)****Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017**

(All amounts in rupees, unless otherwise stated)

Particulars	Nature of dues	Amount	Period to which it relates
Oriental Bank of Commerce (WCIL)	Principal	847,465,528	April 2013-March 2017
Oriental Bank of Commerce (WCIL)	Interest	225,027,611	April 2013-March 2017
State Bank of Bikaner and Jaipur- (IL)	Principal	156,768,944	April 2013-March 2017
State Bank of Bikaner and Jaipur - (IL)	Interest	35,507,315	April 2013-March 2017
State Bank of Bikaner and Jaipur - (WCIL)	Principal	94,949,047	April 2013-March 2017
State Bank of Bikaner and Jaipur - (WCIL)	Interest	22,260,483	April 2013-March 2017
Union Bank of India- STL	Principal	40,413,416	April 2013-March 2017
Union Bank of India- STL	Interest	8,933,176	April 2013-March 2017
Canara Bank of India -STL	Principal	37,702,833	April 2013-March 2017
Canara Bank of India -STL	Interest	9,697,350	April 2013-March 2017
<b>Total</b>		<b>1,940,711,707</b>	

47 The Company has 9% 86,500,000 (previous year - 86,500,000) cumulative redeemable series A preference shares of ₹ 10 each amounting to ₹ 865,000,000 (previous year ₹ 865,000,000) and as per the terms and conditions attached to such shares, the shareholders have an option to convert the preference shares into ordinary equity shares of the Company in case the accumulated losses are more than 50% of the net worth.

In the current period also, the Company's accumulated losses amounting to ₹ 19,001,935,028 are more than 50% of its net worth. However, Moser Baer India Limited, being 100% shareholder and ultimate holding company of the Company has not exercised such option.

48 Trade receivable from foreign customer of ₹ 3,175,599 (previous year ₹ 3,175,599) are outstanding for more than nine months. As per Master Circular No, 83/2015-16 on export of goods and services issued by the Reserve Bank of India (RBI) on 1 July, 2015, where the realisation from foreign customer is not made within nine months, the Company is required to approach the foreign exchange department's regional office of the Reserve Bank through their Authorised dealer category-I bank with a definite action plan for extension of realisation of export proceeds beyond nine months from the date of export. The Company is in the process of ensuring compliance with the relevant regulation of the Reserve Bank of India.

49 Import dues of ₹ 466,914,544 (previous year ₹ 436,453,903) are outstanding for more than six months. As per Master Circular No, 82/2015-16 on import of goods and services issued by the Reserve Bank of India (RBI) on 1 July, 2015, where the payment to foreign creditor is not made within six months, the Company is required to approach the foreign exchange department's regional office of the Reserve Bank through their Authorised dealer category-I bank with a definite action plan for extension of payment of import dues beyond six months from the date of import. The Company is in the process of ensuring compliance with the relevant regulation of the Reserve Bank of India.

50 The Company has incurred a loss of ₹ 4,376,576,737 during the period ended 31 March 2016 (previous year ₹ 2,503,388,213), and, as of that date, the Company's accumulated losses amounts to ₹ 19,001,935,028 (previous year ₹ 1,4625,358,290) and it has negative net worth of ₹ 10,048,604,128 (previous year ₹ 5,672,027,390). Further, as of 31 March 2016, the Company's current liabilities exceeded its current assets by ₹ 13,886,079,486 (previous year ₹ 8,631,148,275).

Due to continued liquidity issues, the Company has been unable to comply with repayment terms of its borrowing arrangement with secured lenders as agreed in the Corporate Debt Restructuring package approved in 18 January 2013. As explained in note 46(b), lenders banks have exited from CDR and have issued notices to the Company recalling their debt.

The Company has been operating its manufacturing facilities at suboptimal levels due to working capital constraints. With generation of funds through promoter contribution, realisation of vendor advance, and the Company expects to achieve better utilisation of its manufacturing facilities. Further, the Company expects release of capital subsidies under Special Incentive Package Scheme and also expects significant supportive measures by government for Solar energy sector in India. All these factors are expected to result in improvement in operations and generation of positive cash flow from operative activities in near future.

Conditions explained above, indicate existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern due to which the Company may not be able to realise its assets and discharge its liabilities in the normal course of business. However, considering management plans around infusion of capital, receipt of capital subsidies, and expected improvement in the operating activities, and based upon expert opinion taken from leading law firm about possible legal defences available to the Company, these financial statements have been prepared on a going concern basis.

51 The Company entered into a long term Wafer Supply Agreement on 1 April 2008 (WSA) with Jiangxi LDK Solar Hi-Tech Co (LDK) and in pursuance, the Company paid an advance of USD 48,894,816 in accordance with the terms of the WSA (Advance Payment). LDK issued Bank Guarantee dated 7 May 2008 of China Merchant Bank (CMB) as security for advance paid by the Company. The Agreement was further amended by an Amendment Agreement dated 10 January 2011 (AA).

As per the terms of AA, remaining advance of USD 34,614,305 (out of USD 48,894,816), which was secured through a bank guarantee, was to be adjusted against future purchases by the Company at an agreed market driven price and the balance unadjusted amount, if any, was to be refunded back to the Company after five years from the date of such agreement subject to a deduction of 5% of purchase shortfall under the AA. Under AA, LDK was to provide an amended bank guarantee which was not provided, causing therefore, a breach of such terms and further sought to cancel the bank guarantee which it furnished in 2008. Upon breaches by LDK, the WSA (as amended by AA) was terminated by the Company pursuant to its letter dated 26 September 2013.

As a result of the termination, LDK was demanded to refund the balance of the advance payment i.e. USD 34,614,305 which was later revised to USD 33,232,002. As LDK failed to refund the Advance Payment, Company made a demand under the bank guarantee provided by CMB on 22 October 2013. However, LDK obtained a freezing order before the Xin Yu Intermediate People's Court on 6 November, 2013, which prevented CMB from making payment under the Bank Guarantee. Aggrieved by such order, the Company initiated arbitration before Hongkong International Arbitration Centre (HKIAC) and also filed jurisdiction objection Application before Xin Yu Court. Upon rejection of Company's application, an appeal was filed against the Xin Yu Court's decision and Appeal was also rejected by Jiangxi Higher Court. A three member Arbitration Tribunal was constituted and the final hearing happened at HKIAC from 18 January 2016 to 22 January 2016.

Final arbitration award is awaited after receipt of which further action to be initiated in China for recovery of advance from CMB/LDK considering that LDK is under Insolvency Administration.

Based on the of legal appraisal and in anticipation of favourable final arbitration award, management believes that the bank guarantee as above is still recoverable. The books of accounts show a net balance of ₹ 1,738,763,873 as on 31 March 2017 against which no further provision is recorded.

**HELIOS PHOTO VOLTAIC LIMITED****(Formerly known as Moser Baer Photo Voltaic Limited)****Summary of significant accounting policies and other explanatory information to the financial statements for the year ended 31 March 2017**

(All amounts in rupees, unless otherwise stated)

52 The Company has certain advances and trade receivables aggregating to ₹ 2,629,570,217 (net of payables) from Moser Baer Solar Limited (MBSL) as at 31 March 2017. Basis the cash flow projection of MBSL, the management of the Company is not confident of recoverability of this advances/receivables. Estimates and judgments used in future cash flow projection of MBSL are dependent upon negotiaion with lender banks for debt restructuring, recovery of SIPS, revival of operations, which are materially uncertain. Accordingly, the company has recorded a temporary provision of Rs. 2,447,700,376 againstst net receivables from MBSL.

53 As of 31 March 2017, management performed detailed impairment assessment of carrying value of fixed assets. Based on business valuation using independent valuation expert. Such assessment is based on recoverable value of assets determined using value in use method and is therefore dependent upon future outcome of certain matters such as negotiaion with lender banks for debt restructuring, recovery of SIPS, recovery of advance under litigation and revival of operations

Based on this valuation, no further impairment in the carrying value of the fixed assets is required.

54 Under the Income Tax Act, 1961, for domestic transfer pricing transaction the Company is required to use specified methods for computing arm's length price in relation to domestic transactions with its associated enterprises. Further, Company is required to maintain prescribed information and documents in relating to such transactions. The appropriate method to be adopted will depend on the nature of transactions/class of transactions, class of associated persons, functions performed and other factors, which have been prescribed. The management confirms that all transactions with associated enterprises are undertaken at negotiated contracted prices on usual commercial terms, and adjustments if any, arising from the transfer pricing study shall be accounted for as and when the study is completed. The Company is in the process of conducting a transfer pricing study for the current financial period, however, management is of the view that the same would not have a material impact on the tax expenses provided for in these financial statements. Accordingly, these financial statements do not include any adjustments for the transfer pricing implications, if any.

55 Disclosure of cash transactions between Nov 8 2016 and December 31 2016 for the year ended March 31, 2017:

	<b>SBNs</b>	<b>Other</b>	<b>Total</b>
	Amount	Amount	Amount
Closing Balance as at 8 November 2016	76,000	2,179	78,179
Transactions between 9th November 2016 and 30th December 2016 :			
Add: Withdrawal from Bank accounts		100,000	100,000
Add: Receipts for permitted transactions		150	150
Less : Paid for permitted transactions		(75,731)	(75,731)
Less: Deposited in bank accounts	(76,000)	(18,000)	(94,000)
Closing balance as at 30 December 2016	-	<b>8,598</b>	<b>8,598</b>

56 The company was earlier known as "Moser Baer Photo Voltaic Limited". Its name has been changed to "Helios Photo Voltaic Limited" on 21 February 2014 and a fresh certificate of incorporation consequent upon change of name was issued by Registrar of Companies, National Capital Territory of Delhi and Haryana.

57 The Company changed its financial year from fifteen month to twelve month and prepared accounts for twelve months, whereas previous period consisted of fifteen months period. Accordingly, current financial year figures are not comparable with those of the previous period.

58 Corresponding figures for the previous period have been regrouped/rearranged, wherever necessary to confirm to current year classification.

For **Walker Chandiook & Co LLP**  
(formerly known as Walker, Chandiook & Co)  
**Chartered Accountants**

Sd/-  
per **Neeraj Goel**  
Partner

Place: New Delhi  
Date: 22 May 2017

**For and on behalf of board of director of  
HELIOS PHOTO VOLTAIC LIMITED**

Sd/-  
**Deepak Puri**  
Managing Director  
DIN 00002189

Sd/-  
**Nita Puri**  
Director  
DIN 00002331

Sd/-  
**Suresh Kumar Gupta**  
Chief Financial Officer  
M. No: 16729

Sd/-  
**Prabhjyot Kaur**  
Company Secretary  
M. No: ACS A28911