



# Under Construction Wind Energy Assets

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Acquisition Proposition – Teaser

*July 2019*

# Overview of Under Construction Wind Energy Assets

## Asset Overview

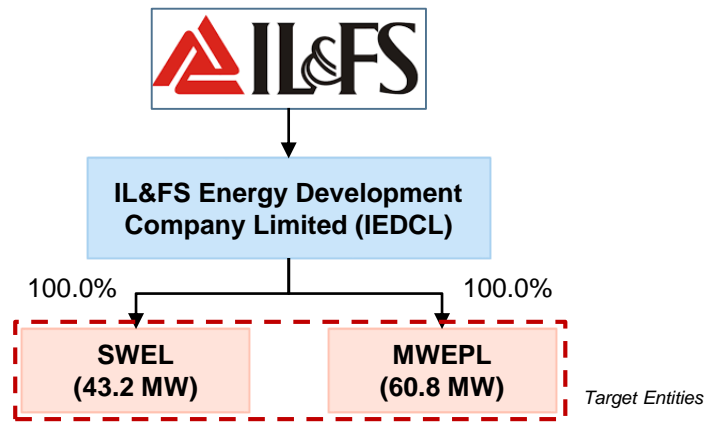
IL&FS is currently developing 2 wind farms via its subsidiaries, Sipla Wind Energy Limited (“SWEL”) and Mahidad Wind Energy Private Limited (“MWEPL”)

Aggregate capacity of 104.0 MW in the states of Rajasthan, Gujarat and Karnataka

Commissioned a combined 2.4 MW capacity in Gujarat in March 2017, and executed a PPA with Gujarat Urja Vikas Nigam Limited (“GUVNL”)

Balance capacity of 101.6 MW can be commissioned in nine months from date of re-commissioning

## Corporate Structure



## Key Investment Highlights

- ✓ Sizeable portfolio of 104.0 MW under construction wind assets housed under 2 SPVs
- ✓ Assets located in the wind rich states of Gujarat, Rajasthan and Karnataka and among the operationally better performing Discoms in terms of receivables period and lower curtailment
- ✓ Part of the projects already commissioned having PPAs tied-up with credible State Discom GUVNL
- ✓ Construction risk partially mitigated being a turnkey project and having ~25.0% of the project capacity already erected
- ✓ Supportive Government policies incentivizing investments in renewable energy assets with MNRE targeting over INR 100.0 bn infusion in the sector
- ✓ Recent steps undertaken by MNRE further alleviates industry concerns of grid connectivity, evacuation and transmission infrastructure, and land acquisition

# Key Asset Highlights

## Operational Update

### Land

- Operational capacity held on revenue land on leasehold basis (through sub-lease and lease transfer agreements with Wind World)
- Lease terms: Average lease period of 20 years (annual rent payable in advance)

### Grid Connection

- Projects directly connected to regional distribution network through connection agreement with state transmission networks

## Project Commissioning Details

Parameter	SWEL	MWEPL
Site capacity	• 0.8 MW	• 1.6 MW
COD	• March 2017	• March 2017
Turbine model	• WW 53 (formerly E – 53) 800 KW	
PPA	• 25 years with GUVNL	
Weighted Average PLF	• 17.1% (LTM Oct '18)	• 20.6% (LTM Oct '18)
Weighted Average Tariff	• FiT basis INR 3.46 / unit (plus GBI of INR 0.50 / unit)	
O&M Costs	• INR 0.6 mn / WEG (3.0% escalation)	
OEM	• Wind World India Limited	

## Asset Details

Phase	Location	Proposed Capacity (MW)		Govt. Order tied-up (MW)		Land tied-up		WEGs erected	
		SWEL	MWEPL	SWEL	MWEPL	SWEL	MWEPL	SWEL	MWEPL
I	Mahidad, Gujarat	0.8	1.6	0.8	1.6	0.8	1.6	0.8	1.6
II	Joghali, Karnataka	16.8	16.0	16.8	16.0	14.4	16.0	10.4	5.6
III	Sipla, Rajasthan	6.4	0.0	0.0	0.0	6.4	0.0	6.4	0.0
III	Joghali, Karnataka	19.2	43.2	19.2	41.6	19.2	0.0	0.0	0.0
	<b>Total</b>	<b>43.2</b>	<b>60.8</b>	<b>36.8</b>	<b>59.2</b>	<b>40.8</b>	<b>17.6</b>	<b>17.6</b>	<b>7.2</b>

# Financial Summary

## SWEL

### SWEL – Financial Summary

INR Mn	FY 17 (Audited)	FY 18 (Audited)	6M FY 19 (Unaudited)
<b>Profit &amp; Loss</b>			
Revenue from Operations	0.0	1.5	3.3
Other Income	0.1	0.3	0.8
Total Revenue	0.1	1.8	4.1
EBITDA	(7.2)	(4.2)	2.4
PAT	(10.3)	(13.9)	(0.5)
<b>Balance Sheet</b>			
Total Assets	3,019.4	4,356.4	2,443.4
Net Worth	1,015.6	890.7	(1,075.2)
Debt	1,944.1	2,196.8	2,450.7
Cash	35.5	44.8	11.0
Net Debt	1,908.6	2,152.0	2,439.7

## MWEPL

### MWEPL – Financial Summary

INR Mn	FY 17 (Audited)	FY 18 (Audited)	6M FY 19 (Unaudited)
<b>Profit &amp; Loss</b>			
Revenue from Operations	0.0	6.1	8.1
Other Income	0.5	0.1	1.7
Total Revenue	0.5	6.2	9.8
EBITDA	(2.9)	1.7	8.0
PAT	(5.2)	(10.2)	(34.6)
<b>Balance Sheet</b>			
Total Assets	3,523.2	5,340.1	3,198.2
Net Worth	1,297.7	1,145.6	(1,115.6)
Debt	2,095.4	2,359.5	2,798.6
Cash	3.1	46.0	10.5
Net Debt	2,092.3	2,313.5	2,788.1

**Note** Financial year ending March 31. PAT excludes exceptional items in FY17 and 6MFY19  
Net Worth for Sipla and Mahidad has reduced from FY18 to 6M FY19 due to write off of Interest During Construction and other recoverables post outcome of Wind World India Limited's (WWIL) resolution plan

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