

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2019

Particulars		Quarter ended			Year ended	
		March 31, 2019	December 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
		(refer note 8)	(Unaudited)	(refer note 8)	(Audited)	(Audited)
<b>1</b>	<b>Income from operations</b>					
	a) Revenue from operations	1,421.19	1,090.68	2,165.58	4,978.46	8,074.61
	b) Other operating income	23.67	6.80	8.43	46.23	41.59
	Other income	5.61	14.86	15.17	49.95	79.17
	<b>Total income from operations</b>	<b>1,450.47</b>	<b>1,112.34</b>	<b>2,189.18</b>	<b>5,074.64</b>	<b>8,195.37</b>
<b>2</b>	<b>Expenses</b>					
	a) Consumption of raw materials, components consumed and services rendered	840.08	738.14	985.87	2,956.50	4,031.99
	b) Purchase of stock-in-trade	-	-	220.42	-	987.95
	c) Changes in inventories of finished goods, semi-finished goods and work-in-progress	112.53	(131.10)	197.25	41.85	95.77
	d) Employee benefits expense	248.94	218.52	202.54	874.16	804.68
	e) Finance cost	282.03	335.09	619.85	1,269.91	1,580.98
	f) Depreciation and amortisation expense	87.29	82.48	101.43	341.85	341.61
	g) Foreign exchange loss / (gain)	(93.27)	(219.61)	101.16	288.28	145.63
	h) Other expenses	228.43	199.33	248.47	872.65	1,047.12
	<b>Total expenses</b>	<b>1,706.03</b>	<b>1,222.85</b>	<b>2,676.99</b>	<b>6,645.20</b>	<b>9,035.73</b>
	<b>Profit / (loss) before exceptional items and tax (1-2)</b>	<b>(255.56)</b>	<b>(110.51)</b>	<b>(487.81)</b>	<b>(1,570.56)</b>	<b>(840.36)</b>
<b>4</b>	<b>Exceptional items</b>					
	a) De-recognition of assets and liabilities	-	-	-	-	(143.07)
	b) Release of foreign exchange gain from other comprehensive income on disposal of foreign operation	-	-	-	-	(306.55)
	c) Loss/ (profit) on sale of investments and fair value of asset classified as held for sale (refer Note 3b)	(8.45)	(60.89)	-	(69.34)	-
	d) Impairment of investments in associates (refer Note 3b)	41.77	-	-	41.77	-
	<b>Total</b>	<b>33.32</b>	<b>(60.89)</b>	<b>-</b>	<b>(27.57)</b>	<b>(449.62)</b>
	<b>Profit / (loss) before tax (3-4)</b>	<b>(288.88)</b>	<b>(49.62)</b>	<b>(487.81)</b>	<b>(1,542.99)</b>	<b>(390.74)</b>
<b>5</b>	<b>Tax expenses</b>					
	a) Current tax	4.54	(0.72)	(3.74)	3.09	(1.56)
	b) Deferred tax	-	(10.28)	-	(14.99)	-
	<b>Profit / (loss) after tax (5-6)</b>	<b>(293.42)</b>	<b>(38.62)</b>	<b>(484.07)</b>	<b>(1,531.09)</b>	<b>(389.18)</b>
<b>8</b>	<b>Share of profit/ (loss) of associate and joint ventures</b>	<b>(1.22)</b>	<b>(1.45)</b>	<b>14.22</b>	<b>(6.10)</b>	<b>5.17</b>
<b>9</b>	<b>Net profit / (loss) for the period (7+8)</b>	<b>(294.64)</b>	<b>(40.07)</b>	<b>(469.85)</b>	<b>(1,537.19)</b>	<b>(384.01)</b>
<b>10</b>	<b>Other comprehensive income/ (loss), net of tax</b>					
	a) Items that will not be reclassified to profit and loss	(0.03)	(3.71)	12.08	0.56	11.65
	b) Items that will be reclassified to profit and loss	(59.42)	(20.29)	22.89	(40.34)	(200.92)
	<b>Total comprehensive income/ (loss), net of tax (9+10)</b>	<b>(354.09)</b>	<b>(64.07)</b>	<b>(434.88)</b>	<b>(1,576.97)</b>	<b>(573.28)</b>
<b>12</b>	<b>Net profit/ (loss) for the period attributable to:</b>					
	Owners of the Company	(292.60)	(37.76)	(466.20)	(1,527.18)	(376.98)
	Non-controlling interest	(2.04)	(2.31)	(3.65)	(10.01)	(7.03)
	<b>Other comprehensive income/ (loss) for the period attributable to:</b>					
	Owners of the Company	(59.45)	(24.00)	34.97	(39.78)	(189.27)
	Non-controlling interest	-	-	-	-	-
	<b>Total comprehensive income/ (loss) for the period attributable to:</b>					
	Owners of the Company	(352.05)	(61.76)	(431.23)	(1,566.96)	(566.25)
	Non-controlling interest	(2.04)	(2.31)	(3.65)	(10.01)	(7.03)
<b>13</b>	<b>Paid up equity share capital (Face value of ₹ 2/- each)</b>	<b>1,063.95</b>	<b>1,063.95</b>	<b>1,063.95</b>	<b>1,063.95</b>	<b>1,063.95</b>
<b>14</b>	<b>Other equity (excluding revaluation reserve)</b>				<b>(9,561.56)</b>	<b>(8,030.80)</b>
<b>15</b>	<b>Earnings / (loss) per equity share (EPS) (*not annualised)</b>					
	- Basic (₹)	*(0.55)	*(0.07)	*(0.88)	(2.87)	(0.72)
	- Diluted (₹)	*(0.55)	*(0.07)	*(0.88)	(2.87)	(0.72)

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2019

Particulars		Quarter ended			Year ended	
		March 31, 2019	December 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
		(refer note 8)	(Unaudited)	(refer note 8)	(Audited)	(Audited)
<b>1</b>	<b>Income from operations</b>					
	a) Revenue from operations	723.03	360.92	1,482.40	2,471.08	5,953.57
	b) Other operating income	24.28	36.51	10.55	72.42	23.96
	Other income	97.97	109.21	83.23	435.98	369.16
	<b>Total income from operations</b>	<b>845.28</b>	<b>506.64</b>	<b>1,576.18</b>	<b>2,979.48</b>	<b>6,346.59</b>
<b>2</b>	<b>Expenses</b>					
	a) Consumption of raw materials, components consumed and services rendered	358.05	367.83	605.76	1,517.92	2,745.10
	b) Purchase of stock-in-trade	5.81	-	220.42	5.81	987.95
	c) Changes in inventories of finished goods, semi-finished goods and work-in-progress	170.65	(151.57)	178.70	196.00	385.30
	d) Employee benefits expense	106.96	80.82	78.01	326.54	278.48
	e) Finance cost	198.42	246.33	513.50	943.65	1,222.84
	f) Depreciation and amortisation expense	137.44	118.52	121.68	438.91	419.28
	g) Foreign exchange loss / (gain)	(4.59)	(21.82)	36.32	112.73	132.00
	h) Other expenses	163.72	99.43	212.87	568.52	784.38
	<b>Total expenses</b>	<b>1,136.46</b>	<b>739.54</b>	<b>1,967.26</b>	<b>4,110.08</b>	<b>6,955.33</b>
	<b>Profit / (loss) before exceptional items and tax (1-2)</b>	<b>(291.18)</b>	<b>(232.90)</b>	<b>(391.08)</b>	<b>(1,130.60)</b>	<b>(608.74)</b>
<b>3</b>	<b>Exceptional items (refer Note 3a)</b>	<b>6,202.04</b>	<b>51.82</b>	<b>420.19</b>	<b>6,281.38</b>	<b>546.00</b>
	<b>Profit / (loss) before tax (3-4)</b>	<b>(6,493.22)</b>	<b>(284.72)</b>	<b>(811.27)</b>	<b>(7,411.98)</b>	<b>(1,154.74)</b>
<b>5</b>	<b>Tax expenses</b>					
	a) Current tax	1.07	0.08	1.40	1.35	1.40
	b) Deferred tax	-	-	-	-	-
	<b>Net profit / (loss) after tax (5-6)</b>	<b>(6,494.29)</b>	<b>(284.80)</b>	<b>(812.67)</b>	<b>(7,413.33)</b>	<b>(1,156.14)</b>
<b>8</b>	<b>Other comprehensive income/ (loss), net of tax</b>					
	a) Items that will not be reclassified to profit and loss	0.29	(2.46)	5.58	0.54	7.17
	b) Items that will be reclassified to profit and loss	-	-	-	-	-
	<b>Total comprehensive income/ (loss), net of tax (7+8)</b>	<b>(6,494.00)</b>	<b>(287.26)</b>	<b>(807.09)</b>	<b>(7,412.79)</b>	<b>(1,148.97)</b>
<b>10</b>	<b>Paid up equity share capital (Face value of ₹ 2/- each)</b>	<b>1,063.95</b>	<b>1,063.95</b>	<b>1,063.95</b>	<b>1,063.95</b>	<b>1,063.95</b>
<b>11</b>	<b>Other equity (excluding revaluation reserve)</b>				<b>(8,086.93)</b>	<b>(710.34)</b>
<b>12</b>	<b>Earnings / (loss) per equity share (EPS) (*not annualised)</b>					
	- Basic (₹)	*(12.21)	*(0.54)	*(1.53)	(13.94)	(2.20)
	- Diluted (₹)	*(12.21)	*(0.54)	*(1.53)	(13.94)	(2.20)





**Notes:**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2019. The statutory auditors of the Company have carried out an audit of the above results for the year ended March 31, 2019. The Auditors' opinion on quarterly and year to date financial results of the Company (standalone and consolidated) dated May 30, 2019 is unmodified.
- 2 The Company has adopted Ind AS 115, Revenue from contract with customers which is effective from April 1, 2018. Under the new standard, revenue is recognised upon the satisfaction of the performance obligations for the goods or services using the cumulative catch-up transition method, the Company has applied Ind AS 115 to contracts that were not completed as of April 1, 2018. Application of this Standard has resulted into positive impact on opening reserves amounting to ₹ 10.24 crores. The impact on the current period income statement is not material. Further as per the standard, variable consideration is reduced from revenue.
- 3a Exceptional items in standalone financial results for the quarter and year ended March 31, 2019 includes:
  - i) Impairment provision on loans, advances and investments in subsidiaries amounting to ₹ 2,280.47 crores for the quarter and ₹ 2,354.54 crores for the year ended March 31, 2019.
  - ii) Provision for liability towards SBL facilities taken in an overseas subsidiary amounting to ₹ 3,937.69 crores for the quarter and year ended March 31, 2019.
  - iii) Net (gain)/ loss arising on sale of investments in certain joint ventures and subsidiary engaged in solar business which were classified as held for sale as at March 31, 2018 and fair value of asset classified as held for sale amounting to ₹ (3.38) crores for the quarter and ₹ 1.89 crores for the year ended March 31, 2019.
  - iv) Impairment provision on investments of ₹ 58.33 crores and write back of liabilities ₹ 71.07 crores of Suzlon Energy (Tianjin) Limited, an associate company aggregating to gain of ₹ 12.74 crores for the quarter and year ended March 31, 2019.
- 3b Exceptional items in consolidated financial results for the quarter and year ended March 31, 2019 includes:
  - i) Net gain arising on sale of investments in certain joint ventures and subsidiary engaged in solar business which were classified as held for sale as at March 31, 2018 and fair value of asset held for sale amounting to ₹ 8.45 crores for the quarter ended and ₹ 69.34 crores for the year ended March 31, 2019.
  - ii) Impairment provision on investments of ₹ 40.36 crores and assets of ₹ 1.41 crores of Suzlon Energy (Tianjin) Limited, an associate company aggregating to ₹ 41.77 crores for the year ended March 31, 2019.
- 4 The Company had losses during the previous year and has continued to incur losses during the current year, primarily due to lower volumes, foreign exchange losses, impairment losses, and finance costs which has resulted in negative net worth during the year and as at March 31, 2019. The net current liabilities in standalone and consolidated financial results were ₹ 5,777 crores and ₹ 4,435 crores respectively as at March 31 2019. Further, the Company has defaulted in repayment of principal and interest payable to lenders aggregating to ₹ 412 crores at standalone level and ₹ 437 crores at consolidated level. In respect of its term loans and working capital facilities as on March 31, 2019 and has also defaulted in making payments to certain overdue creditors. The default under term loans and working capital facilities gives right to the holders of the unsecured Foreign Currency Convertible Bonds (FCCB) aggregating ₹ 1,205 crores which are due for redemption in July 2019, and to the banks who have issued standby letter of credit (SBL) for a loan taken by one of the subsidiary company amounting to ₹ 3,938 crores, to recall these bonds and facilities immediately. The borrowings repayable after 12 months from the balance sheet date have been classified as 'non-current', based on confirmations / repayment schedule received from lenders after March 31, 2019. The lenders have allowed continuation of operations, permitting usage of 90% of cash inflows towards business requirements and have invoked the Inter Creditor Agreement (ICA) mechanism under 'Project Sashakt' for resolution. The aforesaid conditions indicate liquidity stress and existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. The Board of directors has evaluated these conditions and has advised the management to take measures to improve liquidity condition of the Company. The Company is working towards a resolution plan with the lenders and has received a non-binding offer from a potential investor, which is currently extended and valid till June 3, 2019 (the terms of the non-binding offer provide for extension of the validity period of the offer on an exclusive basis as may be mutually agreed by the parties), and envisages infusion of additional equity in the Company, purchase of a business line by the investor and considerable amount of waiver of the debts by the lenders (including FCCB holders), which will enable the Company to scale up its operations and meet the remaining financial obligations. These measures are contingent upon the approval of the lenders of the resolution plan including waiver of the debts, and the approval of shareholders for the preferential allotment of shares, which events are not wholly within the control of the Company. In addition, the Company has confirmed customer orders for installation of 1,320 MW approximating ₹ 7,557 crores, the fulfilment of which is contingent on the Company's ability to obtain sufficient funds to meet its working capital requirements which is also contingent on acceptance and implementation of resolution plan. The Company's ability to continue as a going concern is solely dependent on successful outcome of the aforesaid management's plans. The Management is confident of obtaining the required approvals of the lenders and shareholders as stated above for raising adequate resources to meet its financial obligations and continuing business operations in the foreseeable future. Accordingly, the standalone and consolidated financial results have been prepared on the basis that the Company will continue as a going concern and no adjustments have been made to the carrying values (including adjustment on account of impairment of assets) or classification of assets and liabilities.
- 5 Consolidated segment reporting:

Particulars	Quarter ended			Year ended	
	March 31, 2019	December 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
	(refer note 8)	(Unaudited)	(refer note 8)	(Audited)	(Audited)
<b>Segment Revenue</b>					
a) Wind Turbine Generator	852.50	531.62	1,706.96	2,849.10	5,387.72
b) Foundry & Forging	112.22	102.71	68.56	356.61	359.83
c) Operation & Maintenance Service	477.57	504.66	427.89	1,906.73	1,753.92
d) Others	29.36	17.04	262.58	88.16	1,272.79
<b>Total</b>	<b>1,471.65</b>	<b>1,156.03</b>	<b>2,465.99</b>	<b>5,200.60</b>	<b>8,774.26</b>
Less: Inter segment revenue	50.46	65.35	300.41	222.14	699.65
<b>Income from operations</b>	<b>1,421.19</b>	<b>1,090.68</b>	<b>2,165.58</b>	<b>4,978.46</b>	<b>8,074.61</b>
<b>Segment Results</b>					
a) Wind Turbine Generator	(94.54)	107.51	61.92	(798.32)	334.83
b) Foundry & Forging	(6.95)	(3.89)	4.91	(11.24)	25.31
c) Operation & Maintenance Service	82.40	104.49	57.11	428.70	317.84
d) Others	39.95	1.61	(7.07)	30.26	(16.53)
Adjusted for:					
a. Other income	(5.61)	(14.86)	(15.17)	(49.95)	(79.17)
b. Finance cost	282.03	335.09	619.85	1,269.91	1,580.98
c. Exceptional items	33.32	(60.89)	-	(27.57)	(449.62)
<b>Profit / (loss) before tax</b>	<b>(288.88)</b>	<b>(49.62)</b>	<b>(487.81)</b>	<b>(1,542.99)</b>	<b>(390.74)</b>
<b>Segment assets</b>					
a) Wind Turbine Generator	6,443.01	6,898.67	7,396.59	6,443.01	7,396.59
b) Foundry & Forging	730.16	716.36	733.72	730.16	733.72
c) Operation & Maintenance service	1,008.25	1,098.08	1,020.20	1,008.25	1,020.20
d) Others	73.12	79.65	599.94	73.12	599.94
e) Unallocable	616.37	1,072.82	1,370.12	616.37	1,370.12
<b>Total assets</b>	<b>8,870.91</b>	<b>9,865.58</b>	<b>11,120.57</b>	<b>8,870.91</b>	<b>11,120.57</b>
<b>Segment liabilities</b>					
a) Wind Turbine Generator	4,168.12	4,439.41	4,042.46	4,168.12	4,042.46
b) Foundry & Forging	132.40	132.40	68.37	132.40	68.37
c) Operation & Maintenance service	666.83	786.92	634.38	666.83	634.38
d) Others	31.46	52.54	116.46	31.46	116.46
e) Unallocable	12,375.19	12,632.53	13,215.56	12,375.19	13,215.56
<b>Total liabilities</b>	<b>17,374.00</b>	<b>18,041.69</b>	<b>18,077.23</b>	<b>17,374.00</b>	<b>18,077.23</b>





6 Statement of assets and liabilities :

Particulars	Standalone		Consolidated	
	As at March 31, 2019 (Audited)	As at March 31, 2018 (Audited)	As at March 31, 2019 (Audited)	As at March 31, 2018 (Audited)
<b>A. Assets</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	736.91	809.79	1,147.32	1,267.32
(b) Capital work-in-progress	129.74	112.06	218.33	173.42
(c) Investment property	37.36	40.79	37.36	40.79
(d) Goodwill	300.24	471.80	7.63	7.63
(e) Other intangible assets	329.77	147.61	327.44	147.12
(f) Intangible assets under development	10.41	179.82	10.41	179.82
(g) Investments in an associate and joint ventures	57.21	115.54	20.30	66.86
(h) Financial assets				
(i) Investments	1,951.37	2,762.92	0.13	0.13
(ii) Trade receivables		4.84	-	4.84
(iii) Loans	659.92	997.53	-	1.12
(iv) Other financial assets	417.69	488.22	483.81	581.15
(i) Other non-current assets	18.67	26.96	103.84	139.38
<b>Total non-current assets</b>	<b>4,649.29</b>	<b>6,157.88</b>	<b>2,356.57</b>	<b>2,609.58</b>
<b>Current assets</b>				
(a) Inventories	1,180.34	1,551.81	2,913.93	3,026.37
(b) Financial assets				
(i) Trade receivables	1,090.61	1,891.93	1,880.59	2,985.15
(ii) Cash and cash equivalents	16.20	446.70	74.62	581.07
(iii) Loans	732.86	1,950.73	11.52	49.93
(iv) Other financial assets	275.81	195.54	316.31	266.36
(c) Current tax asset, net	4.27	6.27	16.08	9.33
(d) Other current assets	499.56	281.76	1,211.93	930.61
<b>Total current assets</b>	<b>3,799.65</b>	<b>6,324.74</b>	<b>6,424.98</b>	<b>7,848.82</b>
<b>Assets classified as held for sale</b>	<b>73.83</b>	<b>358.40</b>	<b>89.36</b>	<b>662.17</b>
<b>Total assets</b>	<b>8,522.77</b>	<b>12,841.02</b>	<b>8,870.91</b>	<b>11,120.57</b>
<b>B. Equity and liabilities</b>				
<b>Equity</b>				
(a) Share capital	1,063.95	1,063.95	1,063.95	1,063.95
(b) Other equity	(8,086.93)	(710.34)	(9,561.56)	(8,030.80)
(c) Non controlling interest			(5.48)	10.19
<b>Total equity</b>	<b>(7,022.98)</b>	<b>353.61</b>	<b>(8,503.09)</b>	<b>(6,956.66)</b>
<b>Non-current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	1,842.53	3,362.95	6,244.14	7,715.71
(ii) Other financial liabilities	6.49	9.48	50.49	55.33
(b) Provisions	4,034.06	87.62	118.46	120.43
(c) Other non-current liabilities	11.70	29.99	11.70	29.98
<b>Total non-current liabilities</b>	<b>5,894.78</b>	<b>3,490.04</b>	<b>6,424.79</b>	<b>7,921.45</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	3,257.98	3,766.74	3,379.79	3,889.45
(ii) Trade payables			2,175.19	2,526.60
Total outstanding dues of micro enterprises and small enterprises	33.99	25.16	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,759.35	2,408.92	-	-
(iii) Other financial liabilities	2,691.20	1,337.83	3,060.65	1,597.93
(b) Contract liabilities	1,211.41	720.40	1,478.08	902.02
(c) Other current liabilities	63.52	42.39	115.98	134.36
(d) Provisions	633.52	695.93	739.52	818.58
<b>Total current liabilities</b>	<b>9,650.97</b>	<b>8,997.37</b>	<b>10,949.21</b>	<b>9,868.94</b>
<b>Liabilities directly associated with assets classified as held for sale</b>	-	-	-	286.84
<b>Total equity and liabilities</b>	<b>8,522.77</b>	<b>12,841.02</b>	<b>8,870.91</b>	<b>11,120.57</b>

7 Figures for the previous periods have been regrouped/re-classified to conform to the classification of the current period.

8 The figures of the quarter ended March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2019 and the published year to date figures up to nine month ended December 31, 2018. Similarly, the figures of the quarter ended March 31, 2018 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2018 and the published year to date figures up to nine month ended December 31, 2017.

Place: Pune  
Date: May 30, 2019

For and on behalf of the Board of Directors

*Tulsi R. Tanti*

Tulsi R. Tanti  
Chairman & Managing Director  
DIN No: 00002283

