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E: avaadasolarise@avaada.com
Website: <https://avaada.com/solarise/>

Date: May 25, 2023

To,
Listing Department,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400001

Ref: BSE Scrip Code: 973825, ISIN: INE07H107012

Sub: Compliance of Regulation 54(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

Dear Sir /Ma'am,

Pursuant to the provisions of Regulation 54(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, please find enclosed the Auditors Certificate along with statement containing details of security cover and financial covenants for listed NCDs of the Company for the year ended March 31, 2023.

Request to kindly take the same on record.

Yours faithfully,
For Avaada Solarise Energy Private Limited

Aadishri Sahasrabuddhe
Company Secretary & Compliance Officer

CC:

Catalyst Trusteeship Limited
Address: 810, 8th Floor, Kailash Building 26,
Kasturba Gandhi Marg, New Delhi - 110001

Enclosure: as above

Deloitte Haskins & Sells

Chartered Accountants
7th Floor, Building 10, Tower B
DLF Cyber City Complex
DLF City Phase - II
Gurugram - 122 002
Haryana, India

Tel: +91 124 679 2000
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May 25, 2023

To
The Board of Directors
Avaada Solarise Energy Private Limited
910/19, Suryakiran, Kasturba Gandhi Marg,
New Delhi 110001

Independent Auditor's Certificate on Book Value of Assets of the Company and Compliance Status of Financial Covenants in respect of Listed Non-Convertible Debentures of the Company for period ended and as at March 31, 2023

1. This certificate is issued in accordance with the terms of our engagement letter dated November 9, 2022.
2. We, Deloitte Haskins & Sells, Chartered Accountants (Firm's Registration No. 015125N), are the Statutory Auditors of **Avaada Solarise Energy Private Limited** ("the Company"), have been requested by the Management of the Company to certify Book Value of Assets of the Company contained in Columns A to J of Part I and compliance with Financial Covenants disclosed under Part II of the accompanying statement comprising of (i) Part I containing details of security cover and (ii) Part II containing compliance of financial covenants as per Debenture trust deed dated February 18, 2022 for listed Non-Convertible Debentures ("Listed NCDs") for period ended and as at March 31, 2023 including notes thereon (hereinafter referred together as "the Statement").

The accompanying Statement is prepared by the Company from the audited books of accounts and other relevant records and documents maintained by the Company as at March 31, 2023 pursuant to requirements of Circular no. SEBI / HO / MIRSD / MIRSD _ CRADT / CIR / P / 2022 / 67 dated May 19, 2022 issued by Securities and Exchange Board of India in terms of regulation 54 read with regulation 56(1)(d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred together as "the SEBI Regulations"), as amended, for the purpose of submission to Catalyst Trusteeship Limited, Debenture Trustee of the above mentioned Listed Debt Securities (hereinafter referred to as "the Debenture Trustee"). The responsibility for compiling the information contained in the Statement is of the Management of the Company.

Management's Responsibility

3. The Company's management is responsible for the preparation of the Statement on the basis of audited books of account and other relevant records of the Company as at March 31, 2023. The preparation and maintenance of all accounting and other relevant supporting records and documents is the responsibility of the management. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation. Responsibility also includes collecting, collating and validating data and designing, implementing and monitoring of internal controls suitable for ensuring compliance with the terms and conditions under the guidelines, to the extent applicable.
4. The management of the Company is also responsible for compliance with all the relevant requirement of SEBI Regulations. The management of the Company is also responsible for adherence to the terms of Debenture trust deed as mentioned in para 2 above, entered with Debenture Trustee and is also responsible for providing all relevant information to the Trustee.

Auditor's Responsibility

5. Pursuant to the requirement of Circular no. SEBI / HO / MIRSD / MIRSD _ CRADT / CIR / P / 2022 / 67 dated May 19, 2022 issued by Securities and Exchange Board of India, our responsibility for the purpose of this certificate is to provide a limited assurance whether the Book Value of Assets of the Company contained in Columns A to J of Part I of the Statement and Financial Covenants disclosed under Part II of the Statement furnished by the Company in respect of Listed Non-Convertible Debentures have been accurately extracted by the management from the audited books of account and other relevant records and documents maintained by the Company for the period ended and as at March 31, 2023. This did not include the evaluation of adherence by the Company with terms of Debenture Trust Deed and all the applicable SEBI Regulations.
6. The procedures performed in a limited assurance engagement vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement and consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.
7. We have performed the following procedures to give limited assurance on the particulars contained in the Statement:
 - a) Read the debenture trust deed mentioned in para 2 above, in respect to listed NCDs to determine the requirement relating to security cover and for compliance with applicable financial covenant as at March 31, 2023, to the extent disclosed in the Statement.

Part I of the Statement

- b) Verified the information related to book value of the assets of the Company contained in Columns A to J of Part I of the Statement have been accurately extracted by the management from the audited books of accounts for the period ended and as at March 31, 2023 and other relevant records and documents maintained by the Company.
- c) Verified the arithmetical accuracy of book value of total assets as per Part I of the Statement.

Part II of the Statement

- d) For S.no. 4 'Security cover' under 'Category A: Financial Covenant' in the Part II of the Statement, traced the ratio from the security cover ratio computed in Part I of the Statement.
- e) For S.no. 1 'Debt Service Reserve Account' under 'Category B' in the Part II of the Statement, performed the following procedures:
 - i) Verified the amount mentioned in S.no. 1 and 2 in note B.1 from the repayment schedule as per Debenture trust Deed
 - ii) Verified the amount mentioned in S.no. 4 from the note no. 5(a) in financial Statement.
 - iii) Verified the mathematical accuracy of S.no. 5 and 6.
- f) For S.no. 2 'Debenture Redemption Fund' under 'Category B' in the Part II of the Statement, traced the amount from note 12 in the financial statement.
8. We conducted our examination of the Statement in accordance with the 'Guidance Note on Reports or Certificates issued for Special Purposes (Revised 2016)' issued by the Institute of Chartered Accountants of India (ICAI). This Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
9. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Deloitte Haskins & Sells

Conclusion

10. The financial covenant as referred to in S.no. 1, 2 and 3 under 'Category A: Financial Covenant' in the Part II of the Statement are monitored on combined basis of the Restricted Group. Restricted group comprises the four fellow subsidiaries which includes the Company, Clean Sustainable Energy Private Limited, Fermi Solarfarms Private Limited and Avaada SataraMH Private Limited. The Management monitors these covenants on a combined basis for the restricted group. Management has obtained the certificate on compliance of financial covenants on a combined basis from statutory auditor of Avaada SataraMH Private Limited. Accordingly, we have not performed any procedure on the same for the purpose of this certificate.
11. Based on the procedures performed and evidence obtained, as mentioned paragraphs 7 above and according to the information and explanations provided to us by the management of the Company, except for the possible effects of the matter described in para 10 above, nothing has come to our attention that causes us to believe that the particulars relating to the Book Value of Assets of the Company contained in Columns A to J of Part I and Financial Covenants disclosed under Part II of the Statement furnished by the Company in respect of Listed Non-Convertible Debentures, read with the notes thereon have not been accurately extracted by the management from the audited books of account and other relevant records and documents maintained by the Company for the period ended and as at March 31, 2023.

Restriction on Use

12. This certificate has been issued for the sole use of the Board of Directors of the Company, to whom it is addressed, for submission to Debenture Trustee in terms of the SEBI Regulations, as amended and should not be used by any other person or for any other purpose without our prior consent. We neither accept nor assume any liability for any other purpose or to any other party to whom our certificate is shown or into whose hands it may come without our prior consent in writing.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 015125N)

ROBIN Digitally signed
by ROBIN JOSEPH
Date: 2023.05.25
19:24:11 +05'30'
JOSEPH

Robin Joseph
Partner
(Membership No.512029)
(UDIN:23512029BHAKGU1412)

Place: Kochi
Date: May 25, 2023

Statement containing details of security cover and financial covenants for listed NCDs as at March 31, 2023 by Avaada Solarise Energy Private Limited in connection with Regulations 54(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Company, under the Debenture trust deed dated February 18, 2022 ("Debenture trust deed") entered with Catalyst Trusteeship Ltd, the Debenture Trustee, has issued the following secured, redeemable, rated, listed and interest bearing non-convertible debentures securities ("NCD")

ISIN	Private Placement	Facility	Secured/Unsecured	Sanctioned Amount (INR Million)	Face value outstanding as on March 31, 2023 (INR Million)	Net Outstanding as on March 31, 2023 (INR Million)
INE07H107012	Yes	Non Convertible Debenture (NCD)	Secured	4,990.00	4,790.40	4,761.51

Part I

Statement for Security cover available for listed non-convertible debentures

(INR Million)

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O					
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate									
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari- Passu charge (excluding items covered in Column F)		debt amount considered more than once (due to exclusive plus pari passu charge)		Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying /book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value (=K+L+M+ N)					
		Book Value	Book Value	Yes/No	Book Value	Book Value	Book Value	Book Value	Book Value	Book Value	Book Value	Book Value	Book Value	Relating to Column F					
Assets																			
Property, Plant and Equipment	Refer note 5	-	-		5,775.56	-	141.19	-	5,916.75	-	-	-	5,775.56	5,775.56					
Capital Work-in- Progress		-	-		-	-	-	-	-	-	-	-	-	-					
Right-of-use asset	Refer note 5	-	-		271.26	-	-	-	271.26	-	-	-	271.26	271.26					
Goodwill		-	-		-	-	-	-	-	-	-	-	-	-					
Intangible Assets		-	-		-	-	-	-	-	-	-	-	-	-					
Intangible Assets under Development		-	-		-	-	-	-	-	-	-	-	-	-					
Investments	Refer note 5	-	-		382.44	-	-	-	382.44	-	-	-	382.44	382.44					
Loans		-	-		-	-	-	-	-	-	-	-	-	-					
Inventories	Refer note 5	-	-		12.82	-	-	-	12.82	-	-	-	12.82	12.82					
Trade Receivables	Refer note 5	-	-		269.90	-	-	-	269.90	-	-	-	269.90	269.90					
Cash and Cash Equivalents	Refer note 5	-	-		0.95	-	-	-	0.95	-	-	-	0.95	0.95					
Bank Balances other than Cash and Cash Equivalents	Refer note 5	-	-		64.00	-	-	-	64.00	-	-	-	64.00	64.00					
Others	Refer note 5	-	-		416.65	-	-	-	416.65	-	-	-	416.65	416.65					
Total Assets		-	-	-	7,193.58	-	141.19	-	7,334.77	-	-	-	7,193.58	7,193.58					

Part I

Statement for Security cover available for listed non-convertible debentures (Continued)

Part II: Statement of compliance of financial covenants for listed Non- Convertible Debentures (NCDs) as at and for the year ended March 31, 2023

Category A: Financial Covenants

Sl.No	Particulars	As at March 31, 2023	Remarks
1	Debt Service Coverage Ratio	1.46	Refer A.1
2	Project Life Coverage Ratio	1.52	Refer A.1
3	Debt to EBDITA	5.13	Refer A.1
4	Security cover	1.51	Refer Part I

Calculation of financial covenants ratios:

A.1 As per the debenture trust deed, these financial covenant are to be complied on combined basis of the restricted Group. Restricted group includes the Company, Clean Sustainable Energy Private Limited, Avaada SataraMH Private Limited, Fermi Solarfarms Private Limited. The Management monitors these covenant on a combined basis for the restricted group. Management has obtained the certificate on compliance of financial covenants (Debt Service Coverage Ratio, Project Life Coverage Ratio and Debt to EBDITA) on a combined basis from statutory auditor of Avaada SataraMH Private Limited.

Category B: Accounts / Funds/ Reserves maintained

Sl.No	Particulars	As at March 31, 2023	Remarks
1	Debt Service Reserve Account	400.10	Refer B.1
2	Debenture Redemption Reserve	261.95	Refer B.2

Computation of Reserves

B.1 Debt Service Reserve Account

S. no.	Particulars	As at March 31, 2023
1	Coupon payable under the Finance Documents during the following 9 months	240.42
2	Principle Amount payable under the Finance Documents during the following 9 months	149.70
3	Requirement as per Debenture Trust Deed (A)	390.12
	Balance as on March 31, 2023 for Debt Service Reserve Account	
4	Fixed deposits	400.10
5	Total (B)	400.10
6	(Excess) / Shortfall (A - B)	(9.98)

B.2 Details of Debenture Redemption Reserve/ Debenture Redemption/ maintenance of funds as per Companies (Share capital and Debentures) Rules, 2014

Under the guidelines of Sec 71(4) of the Companies Act the Company has maintained the Debenture Redemption Reserve Account lower of 10% of the amount of remaining outstanding NCD issued or accumulated amount of retained earnings available at the end of the financial year.

Notes:

1. The above financial information has been extracted from the audited books of account as at March 31, 2023.
2. The Company has determined the security cover as per Regulations 54(1) of SEBI(LODR) Regulations, 2015, as amended.
3. We represent that there is no charge created in favour of any other secured lenders.
4. As on March 31, 2023, the Company has considered book value of assets as market value.
5. On March 2, 2022 the Company has issued 4,990 secured, redeemable, rated, listed non-convertible debentures "NCD" having face value of INR 1,000,000 each at fixed coupon rate of 6.75% (effective interest rate is 7.10% (March 31, 2022: 7.10%) per annum payable quarterly, at par aggregating to INR 4,990 million on private placement basis. These NCDs will be due for maturity on February 28, 2025.

These NCDs are secured by:

- a. The substitution right in respect of the Implementation Support Agreements and the Sub-Lease Agreements, duly acknowledged and consented to by the Lessor, in accordance with the terms of the Substitution Letter.
- b. First ranking pari passu charge on both present and future comprising of moveable fixed assets, current assets, all receivables, bank accounts, all reserves maintained by the Company in relation to the Debentures (excluding project land) on which Debenture trustees has exclusive charge.
- c. First ranking pari passu charge over all the rights, title, interest, benefits, claims and demands under project documents
- d. Exclusive pledge over up to 99.99% of the total issued and paid-up share capital of the Company and 100% of the compulsory convertible debentures approved by its shareholders,
- e. Unconditional and irrevocable corporate guarantee from Fermi Solarfarms Private Limited, Avaada SataraMH Private Limited and Clean Sustainable Energy Private Limited (on a joint and several basis) in favour of the Debenture Trustee, in accordance with the terms of the Deed of Guarantee.

For and on behalf of Board of Directors of Avaada Solarise Energy Private Limited

RAJESH
BIHARI
DWIVEDI
Digitally signed by
RAJESH BIHARI
DWIVEDI
Date: 2023.05.25
19:15:15 +05'30'

GOPAL
GOEL
Digitally signed
by GOPAL GOEL
Date: 2023.05.25
19:15:34 +05'30'

Rajesh Bihari Dwivedi
Director
DIN: 09133422
Place: Noida
Date: May 25, 2023

Gopal Goel
Director
DIN: 09133443
Place: Noida
Date: May 25, 2023