



RUPESH GOYAL & CO.

203-204 Avadh Complex D-5 Laxmi Nagar,
Delhi -110092

Mob. No. 9212621732 Office: 011-71908085, 9212321732

E-mail: romgoyal@gmail.com

Independent Auditor's Report

To,
The Managing Director,
Solar Energy Corporation of India Limited,
New Delhi.

Report on the Audit of the Project Financial Statements

Opinion

We have audited the accompanying special purpose Project Financial Statements of **The Innovation in Solar Power and Hybrid Technologies Project** (the Project) financed by the International Bank for Reconstruction and Development (IBRD) and Clean Technology Fund (CTF) respectively under Loan 8944-IN, TF A9875 and TF A9893, and implemented by the **Solar Energy Corporation of India**. These financial statements comprise of the Summary of category wise Expenditure (IUFR-1), Consolidated statement of Sources and Uses of Funds (IUFR-2) Expenditure for subproject 1 (IUFR 2) Consolidated Procurement/ Contract progress monitoring report for World bank financed contracts for all subprojects (IUFR 3) and Cash forecast (IUFR 4) and Explanatory Notes to the financial statements (collectively referred to as the "Project Financial Statements").

In our opinion, the aforesaid special purpose Project Financial Statements give a true and fair view of the Receipts and Disbursements of the Project for the year ended on March 31, 2026 and the Expenditure of the Project for the year ended on March 31, 2026, in accordance with the financial reporting provisions of Section 5.09 of the General Conditions of the World Bank read with the Loan Agreement for IBRD loan, and Section 2.07 of the Standard Conditions of the World Bank read with the Loan agreement for CTF loan and CTF Grant Agreement dated 14th December 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India (ICAI). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the implementing agency in accordance with the ICAI's





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Code of Ethics for undertaking this assignment, and we have fulfilled our ethical responsibilities in accordance with ICAI's Code of Ethics and the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Project Financial Statements

The Management of the implementing agency is responsible for the preparation and fair presentation of the Project Financial Statements in accordance with the financial reporting framework, and for such internal control as management determines is necessary to enable the preparation of Project Financial Statements that are free from material misstatement, whether due to fraud or error. The Management and those charged with governance are responsible for overseeing the implementing agency's financial reporting process.

Auditor's Responsibilities for the Audit of the Project Financial Statements

Our objectives are to obtain reasonable assurance about whether the Project Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Standards of Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standard of Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the Project Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the project's internal control.





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- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- evaluate the overall presentation, structure and content of the Project Financial Statements, including the disclosures and whether these financial statements present the Project's operations and underlying transactions and events in a manner that achieves fair presentation in accordance with the financial reporting provisions to the Project Financial Statements.
- communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The implementing agency Solar Energy Corporation of India has prepared a separate set of entity financial statements for the year ended March 31, 2026 on which a separate auditor vide its report dated 29th May, 2026 and expressed an unmodified audit opinion.

Report on Other Legal and Regulatory Requirements

Further to our opinion on the Project Financial Statements, we further report that:

- a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) in our opinion, proper books of accounts have been kept by the implementing agency for Project purposes so far as appears from our examination of those books;
- c) the Project Financial Statements dealt with by this report is in agreement with the books of accounts;
- d) the Project funds were utilized for the purposes for which they were provided;
- e) expenditures, including assets created under the Project, shown in the PFS are eligible for financing under the Project Financing Agreements;





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- f) Interim Unaudited Financial Reports (IUFR) submitted by the Project management can be relied upon to support applications for withdrawal of the Loan, and adequate supporting documentation has been maintained to support these claims;
- g) Procurement has been carried out in line with the agreed procedures as detailed in the Operations Manual/Procurement Manual/Project Implementation Plan/Legal Agreements; and
- h) the Project has an adequate internal financial control system (including IT controls) and such controls were operating effectively as at March 31, 2026 and the Project complies with the provisions on financial management contained in the Operations Manual/ Project Implementation Plan/ Financial Management Manual, in all material aspects.

For Rupesh Goyal & Co.

Chartered Accountants

FRNo.: 021312N



Place: New Delhi

Dated: 24th September, 2026

UDIN: 26507856NTTLJD8695

Rupesh Goyal

Proprietor

M.No.507856

Explanatory Notes to Project Financial Statements (PFS)

Serial No.	Particulars
1	The IUFIR details have been made in respect of Subproject-1 & Subproject-2 i.e. 100 MW Solar PV Power Plant at Rajnandgaon, Chhattisgarh & Getalsud, Jharkhand respectively. Subproject-1 has already been commissioned in FY 2023-24 whereas Subproject-2 was under construction phase during the period under review.
2	The amount of expenditure incurred towards Goods is towards supply portion given to EPC Contractor. The amount shown above is net of retention money.
3	Finance Cost has been incurred by SECI in taking disbursement of funds from World Bank. The SBI Bank who is the intermediary banker for SECI for fund transfer has charged some amount towards SWIFT charges and conversion charges.
4	Other miscellaneous expenses consists of site related petty expenses like rental for accommodation, vehicle hire charges etc. These are not considered as eligible for reimbursement from World Bank.
5	Bank Account Balance as at the end of quarter is Rs 102081 resulting in a difference of Rs.1,68,171 from the bank balance shown above. The difference is on account of Rs. 2,00,000/- which had been paid by SECI to Chhattisgarh Development Fund from the Project Bank Account which is recoverable from EPC Contractor and Rs 33,338 /- on account of TDS deduction on EPC payments and rounding off amts. and TDS on interest received from bank of Rs 1509.
6	The amount reimbursable from World Bank based on the expenditure has been shown under Uses of Funds from World Bank and remaining eligible expenditure has been utilized from Own Sources.
7	The reimbursable amount of IBRD and CTF Loan as specified in IUFIR-I is based on decisions taken by management of the company. No clause have been agreed between the World Bank and SECI for the said allocation.
8	As per the agreement with World Bank maximum drawal from World bank is restricted to 50% of total project cost.
9	As Payment towards contracts obligation is still pending, accordingly in IUFIR 3 it is shown as ongoing despite the project being commissioned in FY 2023-24.
10	Amount claimed against technical assistant grant by the company con on quarterly basis are as per the Managements decisions. The same is considered in yearly projected financials.
11	The entity is under the process of implementing adoption of a cost centre based accounting system under newly implemented accounting software i.e. SAP.
12	The Project Financial Report has been prepared on cash basis of accounting wherein the expenses has been recognised on the basis of actual flow of fund instead of accrual basis of accounting.



Interim Unaudited Financial Report
Innovations in Solar Power Hybrid Technologies

Summary

For the Period: 01.04.2025 to 31.03.2026

IUFR-1

In INR

Category	Category Description	Nature of Expenditure	Total Expenditure during the period (from 01.04.2025 to 31.03.2026)	Eligible Expenditure during the period	Reimbursable amount for the period		
					IBRD Loan	CTF Loan	CTF Grant
1	Eligible expenditure for subprojects under Component A	Supply of Goods	1,92,12,35,893	1,92,12,35,893	1,02,77,07,740	4,97,308	-
		Supply of Services	3,91,55,765	3,91,55,765	1,85,81,721	-	-
		Government Guarantee Fees	-	-	-	-	-
		Finance Cost ⁽¹⁾	33,78,74,158	-	-	-	-
		Other Miscellaneous Expenses at Site ⁽²⁾	2,82,56,891	-	-	-	-
		Supply of Goods	-	-	-	-	-
2	Eligible expenditure for BESS subprojects or BESS Elements in subprojects, under Component A	Supply of Services	-	-	-	-	-
3	Goods, Works, non-consulting services, consultants' services, training and workshops, and operating costs for component B	Training, Workshops, OC and Stakeholder meetings etc	2,87,68,843	2,87,68,843	-	-	2,87,68,843
Total			2,35,52,91,350	1,96,91,60,504	1,04,62,68,462	4,97,308	2,87,68,843

(1) Finance Cost includes amount incurred by SECI in taking disbursement of funds from World Bank. The SBI who is the intermediary banker for SECI for fund transfer has charged some amount towards SBI's charges and conversion charges. Finance cost is not claimed from World Bank. SECI uses its own source to fund the Finance Bank.

(2) Other miscellaneous expenses consists of site related petty expenses like rental for accommodation, vehicle hire charges, legal charges etc. These are not considered as eligible for reimbursement from World Bank.



Interim Unaudited Financial Report
Innovations in Solar Power Hybrid Technologies
Consolidated Statement of Sources and Uses of funds
For the Period: 01.04.2025 to 31.03.2026

IUFR-2

In INR

	Particulars		For the Period	Year till date (from 01.04.2025 to 31.03.2026)	Cumulative till date (i.e. from inception till 31.03.2026)
A	Opening Balances				
	Project Bank Account		4,94,048	4,94,048	-
B	Sources of funds				
i	From World Bank		2,06,71,91,738	2,06,71,91,738	8,93,69,74,963
ii	Own Sources (SECI)		2,16,72,09,785.98	2,16,72,09,788	15,92,77,89,985
iii	Other Receipts		-	-	-
	Bank Interest		23,367	23,367	31,32,958
	Other income (if any)- Grant from MNRE		-	-	17,10,00,000
	Total Sources of funds		4,23,44,24,889	4,23,44,24,889	23,03,68,97,945
C	Uses of Funds				
	Component A: Investment in innovative RE Solutions				
	Subproject-1	IBRD Loan	-	-	3,13,38,90,098
		CTF Loan	-	-	60,79,92,749
		CTF Grant	-	-	68,62,55,477
		Own Sources	6,80,52,727	6,80,52,727	4,24,97,04,775
	Subproject-2	IBRD Loan	1,04,62,89,462	1,04,62,89,462	1,98,67,29,255
		CTF Loan	4,97,308	4,97,308	47,73,23,686
		CTF Grant	-	-	-
		Own Sources	1,21,16,83,010	1,21,16,83,010	1,77,20,23,372
	Subtotal for all subprojects	IBRD Loan	1,04,62,89,462	1,04,62,89,462	5,10,06,19,353
		CTF Loan	4,97,308	4,97,308	1,08,53,16,436
		CTF Grant	-	-	68,62,55,477
		Own Sources	1,27,97,35,737	1,27,97,35,737	6,02,17,28,147
	Component B: Technical Assistance, Capacity Building, Implementation Support, Monitoring and Dissemination				
	Goods	CTF Grant	-	-	-
	Non Consulting and Consulting Services	CTF Grant	-	-	-
	Workshops, trainings and Seminars	CTF Grant	2,09,20,661	2,09,20,661	7,16,17,092
	Owner's Engineer Costs	CTF Grant	78,48,183	78,48,183	1,59,08,373
	Sub-total	CTF Grant	2,87,68,844	2,87,68,844	8,75,85,465
	Other uses:				
	SECI own fund transferred to SECI WC accounts		1,83,93,11,724	1,83,93,11,724	8,77,68,11,721
	Repayment of Loan		4,00,45,611	4,00,45,611	1,30,00,11,046
	Total Uses of Funds	IBRD Loan	1,04,62,89,462	1,04,62,89,462	5,10,06,19,353
		CTF Loan	4,97,308	4,97,308	1,08,53,16,436
		CTF Grant	2,87,68,844	2,87,68,844	75,38,40,941
		Own Sources	3,15,90,93,071	3,15,90,93,071	16,09,88,50,964
D	Closing Balances		2,70,252	2,70,252	2,70,252
	SECI Project Bank Account (including balance in Fixed deposits)		2,70,252	2,70,252	2,70,252

(1) Bank Account Balance as at the end of quarter is Rs. -102081 resulting in a difference of Rs. 1,68,171 from the bank balance shown above. The difference is on account of Rs. 2,00,000/- which had been paid by SECI to Chhattisgarh Development Fund from the Project Bank Account which is recoverable from EPC Contractor and Rs. 33,338/- on account of TDS deduction on EPC payments and rounding off amts and TDS on interest received from bank of Rs. 1509.

(2) The amount reimbursable from World Bank based on the expenditure in the current quarter has been shown under Uses of Funds from World Bank.



(3) The amounts requested for reimbursement in the earlier IJFRs have been reviewed and rectified based on the actual amounts disbursed from the World Bank. The total project cost incurred remains unchanged.

The difference between the amounts previously reported for reimbursement being Rs.6,96,43,77,419 and the actual amounts disbursed from the World Bank being Rs.6,93,57,76,729 is Rs.2,46,00,690. The same has been incurred from the SEC's own equity. Accordingly, the reimbursement figures have been revised to reflect the actual amounts financed from World Bank funds, while the corresponding project costs remain as originally incurred.



Interim Unaudited Financial Report					
Innovations in Solar Power Hybrid Technologies					
Expenditure for Subproject 1 and 2					
For the Period: 01.04.2025 to 31.03.2026					
IUFR-2					
In INR					
	Particulars		For the Period	Year till date (from 01.04.2025 to 31.03.2026)	Cumulative till date (i.e. from inception till 31.03.2026)
1	Goods	IBRD Loan	1,02,77,07,740	1,02,77,07,740	5,01,14,35,296
		CTF Loan	4,97,308	4,97,308	1,02,47,94,218
		CTF Grant	-	-	66,62,55,477
		Own Sources (including Grant from MNRE)	89,30,30,844	89,30,30,844	4,87,43,49,622
2	Works	IBRD Loan	1,85,81,721	1,85,81,721	2,35,20,641
		CTF Loan	-	-	-
		CTF Grant	-	-	-
		Own Sources (including Grant from MNRE)	2,05,74,043	2,05,74,043	2,60,73,862
3	Consulting and non Consulting Services	IBRD Loan	-	-	6,66,60,126
		CTF Loan	-	-	6,05,22,218
		CTF Grant	-	-	-
		Own Sources (including Grant from MNRE)	-	-	29,11,86,384
4	Incremental Operating Costs	IBRD Loan	-	-	3,290
		CTF Loan	-	-	-
		CTF Grant	-	-	-
		Own Sources (including Grant from MNRE)	36,61,30,849	36,61,30,849	83,01,18,279
5	Technical Assistance, Capacity Building, Implementation Support, Monitoring and Dissemination	CTF Grant	2,87,68,843	2,87,68,843	8,75,85,464
		Own Sources (including Grant from MNRE)	-	-	-
Total		IBRD Loan	1,04,62,89,462	1,04,62,89,462	5,10,06,19,353
		CTF Loan	4,97,308	4,97,308	1,08,53,16,436
		CTF Grant	2,87,68,843	2,87,68,843	75,38,40,941
		Own Sources (including Grant from MNRE)	1,27,97,35,737	1,27,97,35,737	6,02,17,28,147

(1) Other incremental operating costs include expenditure incurred towards SWIFT charges, RTGS charges and conversion charges and other miscellaneous expenditure incurred by SECI at site like vehicle hire, legal expenses, accomodation expenses etc.



Innovations in Solar Power Hybrid Technologies

For the Period: 01.04.2025 to 31.03.2026

For the Period: 01.04.2025 to 31.03.2026

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S. No	Ws No. no & Date	Supplier/Contractor/ Consultant Name	Brief Description of Work	Original Contract				Revised			Payment INR		
				Contract No	Contract Date	Start Date	Close Date	Contract Amount	Contract Amount	Close date	During the year ending 31.03.2020	Cumulative till date	Payment %
Subproject 1 and 2													
1	WSP0270 Dated 14.07.2021	VITA Power Solar Systems Limited	Design, Engineering, Supply, Construction, Erection, Testing & Commissioning of 100 MW (AC) Solar PV Project (18MWp DC capacity) along with 24MW/120 MWh battery Energy Storage System having 10 years plant O&M at Rajarajmouli, Chittoor, India	SECLIC/AR/CP/102020/01/100/1200W/1000/CAT/1555	15.12.2021	15.12.2021	Ongoing	8.38,49,20,000	8.64,34,07,432	Ongoing	23,58,58,596	8,38,14,10,521	92.88%
2	N/A	TUN SLO Solar Asia Pvt. Ltd	Consultancy Firm for O&M, Engineer Services for 100 MW SPV Project along with 24 MW/120 MWh BESS at Rajarajmouli, CO and 100 MW SPV PV Project	SECLIC/AR/CP/111020/01/023/24	24.11.2020	24.11.2020	Ongoing	4.24,00,000	-	-	78,48,183.00	1,30,80,303	30.81%
3	WSP0270 Dated 29.02.2024	Hevel and Tesla Limited	Design, Engineering, Supply, Construction, Erection, Testing & Commissioning of 100 MW (AC) Solar PV Project having 10 years plant O&M at Enayalad Dam, Rajahmundry, India	SECLIC/AR/CP/1171020/01/022/230CA/1000W/1000/CAT/1555	07.05.2024	07.05.2024	Ongoing	8,06,14,08,307	-	-	1,60,30,00,918.48	3,09,54,09,001	69.16%



Interim Unaudited Financial Report
Innovations in Solar Power Hybrid Technologies
Cash Forecast

IUFR-4

In INR

Details	Eligible %	Total Cash requirement for the next one year (i.e. from 01.04.2026 to 31.03.2027)	Cash requirement for the next one year eligible for reimbursement	To be Filled in USD- Total Cash requirement for the next one year	To be filled in US Dollars - Cash requirement for the next one year eligible for reimbursement
Subproject -1	100%	-	-	-	-
Subproject -2	100%	-	-	-	-
Component B	100%	-	-	-	-
Total		-	-	-	-

