

KEY HIGHLIGHTS OF THE Q2 2021 PERFORMANCE

EXECUTION PERFORMANCE:

Gadhsisa & Vanki Projects of 300MW each at Kutch, Gujarat

1. **220 KV EHV Line Completion:** The foremost and mentionable achievement of the quarter is charging of long overdue and most challenging 220kv double circuit EHV line (two independent dedicated circuits with capability to handle 300MW wind power each) between 300MW Gadhsisa Site and PGCIL Substation at Nirona of about 76 kms. This has enabled management team to give their complete attention to growth and strategies in post COVID-19 era for the Company. This has paved way forward for closing pending accounting reconciliation with GE and adjust the debts taken to meet cost overruns.
2. First Circuit of this double circuit line has enabled to energise the windfarm as well. State-of-the-art 220/33kv pooling substation and associated infrastructure brought into operations along with 50MW 1st phase of project. Rest phases too shall be energised in time bound manner where most of the activities are under completion stage by GE.
3. **Second Circuit**, now completely laid, will support the 300MW Vanki Project conceived by KP Energy and presently under due diligence by potential development partner. This project will be developed by acquisition of all the pre-identified privately held land parcels to avoid any regulatory delays and can be energised by 2022 as projected in our business plan.

Rest Projects in Gujarat

4. **250.8MW CLP Project at Sidhpur-II Site, Dwarka:** The agreements and technical documentation completed had to undergo a complete revamp due to change in technology decision by CLP. Hence, all the commercial and technical aspects are fine-tuned in development and project life maintenance contract and therefore the definitive agreements have taken more time than expected and envisaged. However, all the other activities under scope of KP Energy progressively begun to bring Project, ready to go for development with vital permits in place.
5. **30MW Evergreen Project at Mahuva-II Site, Bhavnagar:** Necessary meetings, discussions and submissions done with Government for time extension and expected in Q3.

FINANCIAL RESULTS AND SIGNIFICANCE:

1. Unlock of COVID-19 restrictions and resumption of projects activities, though in part, are visible and topline is double to first quarter of current financial year.
2. From present developments, it seems that substantial physical works to resume only by end of Q3 and get stable in Q4.
3. New Site sales will take driving seat now and upon resumption of new SECI bids and fair complementary role of State Government would enable early closure of Sites in Pipeline at Kutch, Dwarka and Mahuva.
4. Conversion of present activities into an organised ERP backed project management software has begun across all cross-functional teams of Company and shall be fully in place by end of Q4. Company expects to efficiently improve its bottomline and handle more projects with proven management systems in place.
