

SUZLON ENERGY A/S

Bredskifte Allé 11
8210 Aarhus V

Årsrapport
1. april 2020 - 31. marts 2021

**Årsrapporten er fremlagt og godkendt på
selskabets ordinære generalforsamling den**

15/09/2021

Brian Vestergaard

Dirigent

Indhold**Virksomhedsoplysninger**

Virksomhedsoplysninger

Påtegninger

Ledelsespåtegning

Erklæringer

Den uafhængige revisors revisionspåtegning

Ledelsesberetning

Ledelsesberetning

Årsregnskab

Anvendt regnskabspraksis

Resultatopgørelse

Balance

Egenkapitalopgørelse

Noter

Virksomhedsoplysninger

Virksomheden	SUZLON ENERGY A/S Bredskifte Allé 11 8210 Aarhus V Telefonnummer: +4589438943 CVR-nr: 28101120 Regnskabsår: 01/04/2020 - 31/03/2021
Bankforbindelse	DNB Danmark Arne Jacobsens Allé 15 2300 København S DK Danmark
Revisor	Deloitte Statsautoriseret Revisionspartnerselskab Værkmestergade 2, 18 8000 Aarhus C DK Danmark CVR-nr: 33963556 P-enhed: 1017194999

Ledelsespåtegning

Today, the board of directors and the managing director have presented the annual report of Suzlon Energy A/S for the financial year 1 April 2020 - 31 March 2021.

The annual report has been presented in accordance with the Danish Financial Statements Act.

We consider the accounting policies appropriate and, in our opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 31 March 2021 and of the company's results of activities in the financial year 1 April 2020 – 31 March 2021.

We are of the opinion that the management commentary presents a fair account of the issues dealt with.

We recommend that the annual report be approved by the general meeting.

Aarhus V, den 15/09/2021

Direktion

Tejjas Amarsinh Parmar

Bestyrelse

Amit Jain

Manish Manjibhai Patel

Tejjas Amarsinh Parmar

Den uafhængige revisors revisionspåtegning

Konklusion

Opinion

We have audited the financial statements of Suzlon Energy A/S for the financial year 1 April 2020 - 31 March 2021, which comprise income statement, statement of financial position, statement of changes in equity, notes and accounting policies. The financial statements have been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements present a fair view of the company's assets, equity and liabilities, and financial position at 31 March 2021 and of the results of the company's activities for the financial year 1 April 2020 - 31 March 2021 in accordance with the Danish Financial Statements Act.

Grundlag for konklusion

Basis for opinion

We conducted our audit in accordance with international standards on auditing and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the section "Auditor's responsibilities for the audit of the financial statements". We are independent of the company in accordance with international ethical requirements for auditors (IESBA's Code of Ethics), and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Ledelsens ansvar for regnskabet

Responsibilities of management and those charged with governance for the financial statements
Management is responsible for the preparation of financial statements that provide a fair view in accordance with the Danish Financial Statements Act. Management is also responsible for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Revisors ansvar for revisionen af regnskabet

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report including an opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with international standards on auditing, and the additional requirements applicable in Denmark, 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 conducted in accordance with international standards on auditing, and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

* Identify and assess the risks of material misstatement of the 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 the 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 company's internal control.

* Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

* Conclude on the appropriateness of management's preparation of the financial statements using the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists arising from events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.

* Evaluate the overall presentation, structure, and contents of the financial statements, including disclosures in notes, and whether the financial statements reflect the underlying transactions and events in a manner that presents a fair view.

We 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 the internal control that we identify during our audit.

Udtalelse om ledelsesberetningen

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we express no assurance opinion thereon.

In connection with our audit of the financial statements, it is our responsibility to read the management commentary and to consider whether the management commentary is materially inconsistent with the financial statements or the evidence obtained during the audit, or whether it otherwise appears to contain material misstatement.

Furthermore, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we believe that management commentary is consistent with the financial statements and that it has been prepared in accordance with the provisions of the Danish Financial Statement Act. We did not discover any material misstatement in the management commentary.

Aarhus C, 15/09/2021

Morten Gade Steinmetz , mne34145
 State Authorised Public Accountant
 Deloitte Statsautoriseret Revisionspartnerselskab
 CVR: 33963556

Ledelsesberetning

Management commentary :

The principal activities of the company Suzlon Energy A/S' core business is to act as the parent company and headquarters of the Suzlon Group's European-based companies:

- Sales and marketing departments
- Project departments (installation of wind turbines, including the construction of projects in developing companies)
- Departments for service and maintenance of customer-owned wind turbines in operation
- Research and Development

All mentioned activities are carried out both within and outside of Europe, however not in India. Moreover, Suzlon Energy A/S functions as the holding company of Suzlon companies located outside of Europe.

The ultimate parent is Suzlon Energy Limited, India. The consolidated financial statements are available at www.suzlon.com.

Description of material changes in activities and finances

Going concern:

The parent company has issued a letter of support according to which the parent company will provide the capital required for the continued operations in the coming financial year 2021/22. At the same time, free cash flows from subsidiaries and affiliated are used. The financial statements have thus been prepared on a going concern basis.

The Company has lost more than half of its share capital.

The Company's Management expects to reestablish share capital through the conversion of debt and reduction of share capital in 2021/22.

Development in activities and financial matters

2020/21 has been a challenging financial year to Suzlon Energy A/S. The Company's activities were affected by global economy, which for some years has caused a reduced demand for wind turbines and increased competition in the industry. The Company's income statement for 2020/21 showed a profit of EUR 452 thousand, and the Company's balance sheet at 31 March 2021 showed equity of a negative EUR 1,670 thousand.

The result is negative attributable to the fact that in the year under review:

- A provision was made for receivables from subsidiary and affiliated.

The most significant positive circumstances in the financial year were:

- Primarily service and maintenance execution in Europe and LATAM.
- Increased efficiency and realised lower costs.
- Reversal of gain on previous years' debt.
- Dividend from subsidiary

Right-sizing of the organisation has led to an improved level of operating costs, whereby the benefit of this in the future continues. In the 2020/21 financial year, the Company had 19 employees in average.

The impairment write-downs on inventories relate to regular turnover of inventories. The remaining valued inventories are primarily used for service and maintenance of wind turbines in operation.

The fundamental operations in Suzlon Energy A/S have thus improved compared to last year - a trend that is expected to continue in 2021/22 considering the cost savings measures taken and right-sizing of the organisation. The result for the year compared with previously expressed expectations and in relation to the budget for the year 2020/21 is as expected.

Outlook

Compared to 2020/21, the company expects, cf. above, an increase in the coming financial year partly due to the lower cost level and partly due to the creation of a new geographical business area.

No further write-downs are expected on inventories. Economic challenges are still expected with regard to the activities that are specific to the current markets. The company continues to actively pursue the business opportunities of new

customers and markets

Particular risks

The Danish central Tax Administration has increased the Company's taxable income for the income years 2014-2016 by a considerable amount due to an adjustment of the management fee to group companies. The adjustment has had no impact on taxes payable, as the increase can be set off against tax loss carry forwards. It is uncertain whether a similar increase will be made for the income years 2017- 2020 and whether such increase will be covered by tax loss carry forwards.

Events after the balance sheet date

After the end of the financial year, it has been decided to make a provision for receivables in subsidiaries in liquidation of EUR 1,392 thousand. This is on financial support made exclusively in the new financial year 2021/22. Continued financial contribution of t.EUR 3,350 thousand is an option with additional provisions.

No other events have occurred that could significantly affect the Company's financial position.

Anvendt regnskabspraksis

Årsrapporten er aflagt i overensstemmelse med årsregnskabslovens bestemmelser for Regnskabsklasse B.
Der er foretaget tilvalg af enkelte regler i regnskabsklasse C.

Årsrapporten er aflagt i overensstemmelse med årsregnskabslovens bestemmelser for Regnskabsklasse B.

Accounting policies.

The annual report for Suzlon Energy A/S has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from the previous year, and the annual report is presented in euro (EUR).

Consolidated financial statements

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared. The financial statements of Suzlon Energy A/S and subsidiaries are included in the consolidated financial statements of Suzlon Energy Ltd.

Income statement

Revenue

The enterprise will be applying IAS 11 and IAS 18 as its basis of interpretation for the recognition of revenue.

Income from the sale of wind turbine projects, etc. is recognised in revenue with reference to the stage of completion of the project, when a reliable result of operations is available.

The stage of completion is based on incurred costs in relation to the expected total costs however, complete sets of wind turbines are included in the calculation of the stage of completion. Extra work and services are included provided that they are agreed with the customer.

If a project cannot be made up reliably, the project earnings are recognized concurrently with the total costs. If it is ascertained that a contract will result in a loss, the total loss is expensed immediately.

Income from the sale of spare parts is recognised in revenue at the time of delivery and when the risk passes to the buyer, provided that the income can be made up reliably. VAT, indirect taxes and discounts are excluded from the revenue.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external costs

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation, and writedown for impairment

Depreciation, amortisation and impairment losses relating to plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year.

Impairment losses on financial assets

Impairment losses on financial assets comprise impairment losses on financial assets which are not measured at fair value on a current basis.

Financial income and expenses

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, payables and transactions in foreign currencies etc.

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, payables and transactions in foreign currencies etc.

Income from investments in group enterprises comprises

Income from investments in group enterprises comprises dividends etc received from the individual group enterprises in the financial year.

Dividend from equity investments is recognised in the financial year in which the dividend is declared.

Tax on net profit or loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Statement of financial position

Intangible assets

Intellectual property rights etc

Intellectual property rights etc comprise of software licences.

Intellectual property rights acquired are measured at cost less accumulated amortisation.

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant, and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Useful life

Leasehold improvements 3-7 years

Other fixtures and fittings, tools and equipment 3-7 years

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Investments

Equity investments in group enterprises and associates

Equity investments in group enterprises and associates are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value, less writedowns for bad and doubtful debts.

The Company has chosen IAS 39 as interpretation for impairment of financial receivables.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

Prepayments and accrued income

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash on hand and demand deposits

Cash on hand and demand deposits comprise cash at bank and on hand.

Liabilities other than provisions

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

Resultatopgørelse 1. apr. 2020 - 31. mar. 2021

	Note	2020/21	2019/20
		EUR	EUR
Nettoomsætning		3.855.000	5.238.000
Vareforbrug		-694.000	-681.000
Andre eksterne omkostninger		-2.095.000	-4.473.000
Bruttoresultat		1.066.000	84.000
Personaleomkostninger			-3.912.000
Lønninger		-2.196.000	-3.743.000
Andre omkostninger til social sikring		-27.000	-60.000
Andre personaleomkostninger		-18.000	-109.000
Af- og nedskrivninger af materielle og immaterielle anlægsaktiver		-25.000	-33.000
Resultat af ordinær primær drift		-1.200.000	-3.861.000
Indtægter af kapitalandele i tilknyttede virksomheder		2.250.000	
Andre finansielle indtægter		267.000	178.000
Nedskrivning af finansielle aktiver		0	-6.407.000
Øvrige finansielle omkostninger		-882.000	-467.000
Ordinært resultat før skat		435.000	-10.557.000
Skat af årets resultat		17.000	-99.000
Årets resultat		452.000	-10.656.000
Forslag til resultatdisponering			
Overført resultat		452.000	-10.656.000
I alt		452.000	-10.656.000

Balance 31. marts 2021

Aktiver

	Note	2020/21	2019/20
		EUR	EUR
Erhvervede immaterielle anlægsaktiver		0	0
Immaterielle anlægsaktiver i alt		0	0
Andre anlæg, driftsmateriel og inventar		12.000	40.000
Indretning af lejede lokaler		0	2.000
Materielle anlægsaktiver i alt		12.000	42.000
Kapitalandele i tilknyttede virksomheder		5.000	4.000
Kapitalandele i associerede virksomheder		0	0
Andre tilgodehavender		36.000	110.000
Finansielle anlægsaktiver i alt		41.000	114.000
Anlægsaktiver i alt		53.000	156.000
Råvarer og hjælpematerialer		366.000	388.000
Forudbetalinger for varer		58.000	7.000
Varebeholdninger i alt		424.000	395.000
Tilgodehavender fra salg og tjenesteydelser		113.000	36.000
Tilgodehavender hos tilknyttede virksomheder		13.620.000	15.992.000
Andre tilgodehavender		43.000	11.000
Periodeafgrænsningsposter		63.000	102.000
Tilgodehavender i alt		13.839.000	16.141.000
Likvide beholdninger		313.000	113.000
Omsætningsaktiver i alt		14.576.000	16.649.000
AKTIVER I ALT		14.629.000	16.805.000

Balance 31. marts 2021

Passiver

	Note	2020/21	2019/20
		EUR	EUR
Registreret kapital mv.		76.471.000	76.471.000
Overført resultat		-78.141.000	-78.593.000
Egenkapital i alt		-1.670.000	-2.122.000
Gæld til kreditinstitutter i øvrigt		0	0
Modtagne forudbetalinger fra kunder		563.000	109.000
Leverandører af varer og tjenesteydelser		107.000	147.000
Gældsforpligtelser til tilknyttede virksomheder		15.036.000	18.027.000
Anden gæld, herunder skyldige skatter og skyldige bidrag til social sikring		593.000	644.000
Kortfristede gældsforpligtelser i alt		16.299.000	18.927.000
Gældsforpligtelser i alt		16.299.000	18.927.000
PASSIVER I ALT		14.629.000	16.805.000

Egenkapitalopgørelse 1. apr. 2020 - 31. mar. 2021

	Registreret kapital mv.	Overført resultat	I alt
	EUR	EUR	EUR
Egenkapital, primo	76.471.000	-78.593.000	-2.122.000
Årets resultat		452.000	452.000
Egenkapital, ultimo	76.471.000	-78.141.000	-1.670.000

Noter

1. Oplysning om usikkerhed om going concern

Going concern

The parent company has issued a letter of support according to which the parent company will provide the capital required for the continued operations in the coming financial year 2021/22. At the same time, free cash flows from subsidiaries and affiliated are used. The financial statements have thus been prepared on a going concern basis. The Company has lost more than half of its share capital.

The Company's Management expects to reestablish share capital through the conversion of debt and reduction of share capital in 2021/22.

2. Oplysning om eventualforpligtelser

Contingent liabilities

31/3 2021 EUR in thousands

Lease liabilities EUR 93

Total contingent liabilities EUR 93

3. Oplysning om sikkerhedsstillelser og aktiver pantsat som sikkerhed

Recourse guarantee commitments:

The Company has issued guarantees through banks and insurance companies covering contractual obligations for a total value of EUR 19 million.

The Company issues a number of guarantees to subsidiaries and customers in the Group, primarily regarding service of wind turbine systems. However, claims arising from complaints, etc. will often be invoiced to subcontractors.

4. Oplysning om ejerskab

Related parties

Controlling interest

Suzlon Energy A/S' related parties comprise the following:

Suzlon Energy Ltd. c/o Navitas - Navitas House, Robision Rd Floreal, Republic of Mauritius - Participating interest

Suzlon Energy Ltd. - 5th Floor, Godrej Millinium, 9 Koregaon Park rd. Pune - 411001 India - Participation interest.

Consolidated financial statements

Copies of the consolidated financial statements of Suzlon Energy Ltd. may be ordered at the following address:
5th Floor, Godrej Millinium, 9 Koregaon Park rd. Pune - 411001 India - www.suzlon.com

5. Information om gennemsnitligt antal ansatte

	2020/21
Gennemsnitligt antal ansatte	19