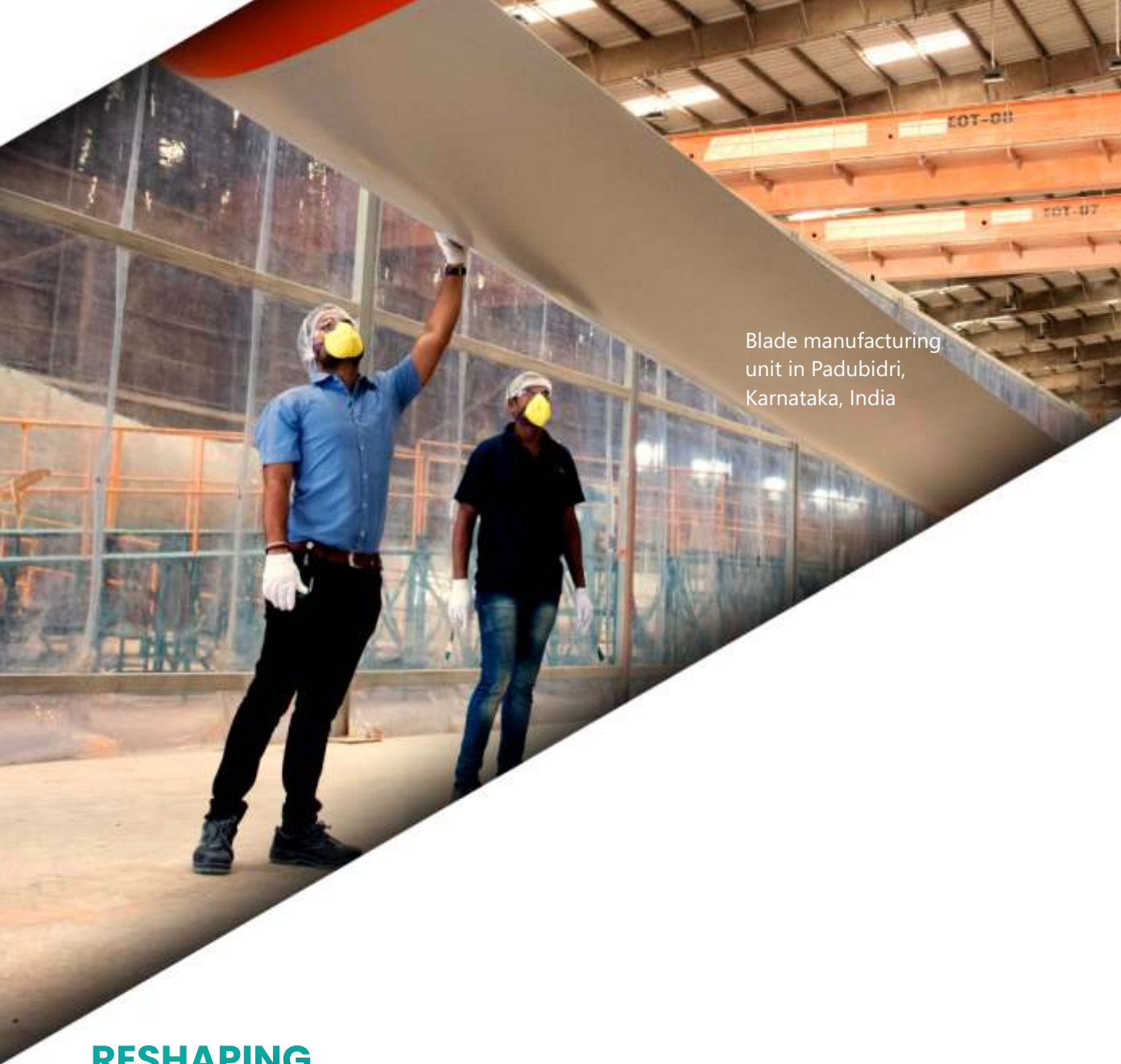


RESHAPING ENERGY SYSTEMS

ANNUAL REPORT 2021-22



SUZLON
POWERING A GREENER TOMORROW



Blade manufacturing
unit in Padubidri,
Karnataka, India

RESHAPING ENERGY SYSTEMS

Since its inception in 1995, Suzlon has been synonymous with renewable energy and has been a consistent contributor to India's green energy journey. What started decades ago as our championing of strategies and technologies to fight climate change have now become the mainstay of energy transition roadmaps all over the world.

While there is global consensus that renewable energy is the most viable weapon to combat climate change, we will need to go deeper than that. Renewable energy as it exists today will provide a firm foundation but much more needs to be built on this foundation to meet our energy transition goals.

Energy generation, distribution and consumption systems will need to be redesigned comprehensively. Integration technologies that bring together source agnostic green energy on the same platform coupled with new age digitized power plant management systems will disrupt the existing regime shortly. These systemic changes along with smart grids that manage demand and supply in real time and allow integration with decentralised power generation will also be key in this transition. Holistically, we are looking at an era of complete transformation, recalibration and reshaping of all energy systems across the globe.

At Suzlon, not only do we welcome this change, but we are also at the forefront of reinventing ourselves and building capabilities which will keep us at the center of this transformation in line with our vision of creating a better world for future generations.



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COMPANY INFORMATION

SUZLON ENERGY LIMITED | CIN: L40100GJ1995PLC025447

Mr. Tulsi R. Tanti

(DIN: 00002283)

Chairman & Managing Director

Mr. Vinod R. Tanti

(DIN: 00002266)

Wholetime Director &
Chief Operating Officer

Mr. Girish R. Tanti

(DIN: 00002603)

Non-Executive Director

Mr. Marc Desaeleer

(DIN: 00508623)

Non-Executive
Independent Director

Mr. Per Hornung Pedersen

(DIN: 07280323)

Non-Executive
Independent Director

Mr. Gautam Doshi

(DIN: 00004612)

Non-Executive
Independent Director

Mr. Sameer Shah

(DIN: 08702339)

Non-Executive
Independent Director

Mrs. Seemantinee Khot

(DIN: 07026548)

Non-Executive
Independent Director

Mr. Rakesh Sharma

(DIN: 06695734)

A nominee of State Bank of India
Non-Executive Director
(resigned w.e.f. June 8, 2022)

Mr. Hiten Timbadia

(DIN: 00210210)

Non-Executive Director

Mr. Ajay Mathur

(DIN: 08805424)

A nominee of REC Limited
Non-Executive Director
(appointed w.e.f. August 10, 2022)

**CHIEF EXECUTIVE OFFICER,
SUZLON GROUP**

Mr. Ashwani Kumar

**CHIEF FINANCIAL OFFICER,
SUZLON GROUP**

Mr. Himanshu Mody
(appointed w.e.f. August 1, 2021)

COMPANY SECRETARY

Mrs. Geetanjali S. Vaidya
ICSI Membership No.A18026

STATUTORY AUDITOR

Deloitte Haskins & Sells LLP, Chartered Accountants, Firm Registration No.117366W/W-100018
706, 'B' Wing, 7th Floor, ICC Trade Tower, Senapati Bapat Road, Pune-411016, Maharashtra, India

LENDERS

REC Limited (REC) | Indian Renewable Energy Development Agency Limited (IREDA)
Axis Bank Limited* | Bank of Baroda* | Bank of India* | Bank of Maharashtra* | Central Bank of India*
Export Import Bank of India* | ICICI Bank Limited* | IDBI Bank Limited* | Indian Overseas Bank*
Life Insurance Corporation of India* | Power Finance Corporation Limited* | Punjab National Bank*
State Bank of India* | The Saraswat Co-operative Bank Limited* | Union Bank of India* | Yes Bank *

* The financial assistance provided by these lenders has been refinanced by REC and IREDA w.e.f. May 24, 2022.

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REGISTRAR AND SHARE TRANSFER AGENT

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Selenium, Tower B, Plot 31 & 32, Financial District,
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Hyderabad-500032, Telangana, India
Toll Free No. 1-800-309-4001;
Website: <https://www.kfintech.com>;
Email: einward.ris@kfintech.com.



Welturi wind farm in
Maharashtra, India

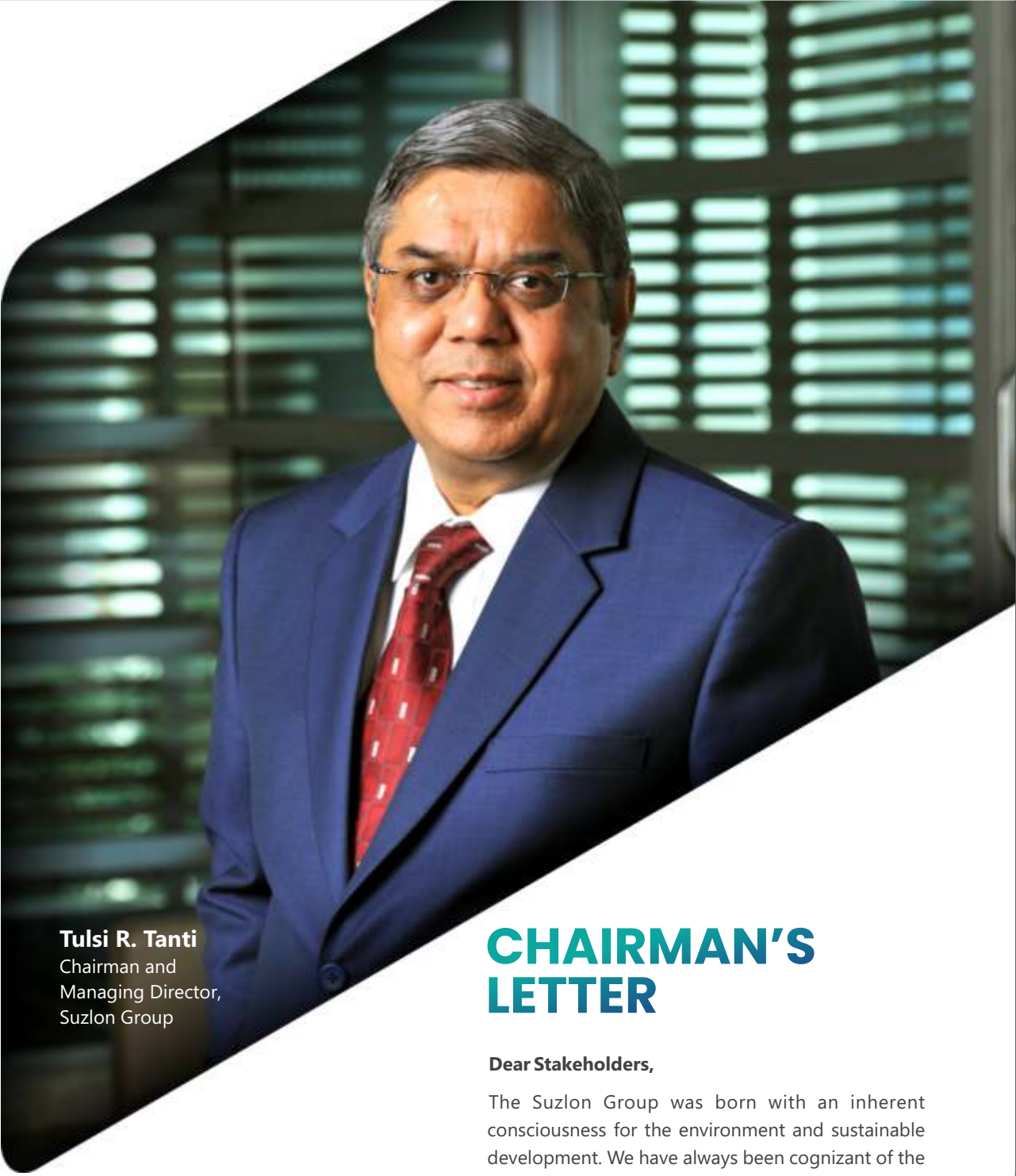
BOARD OF DIRECTORS



Left to right standing: Mr. Vinod R. Tanti | Mr. Per Hornung Pedersen | Mr. Girish R. Tanti
Left to right seating: Mr. Sameer Shah | Mr. Tulsi R. Tanti



Left to right standing: Mr. Marc Desaeleer | Mr. Ajay Mathur | Mr. Gautam Doshi
Left to right seating: Mr. Hiten Timbadia | Mrs. Seemantinee Khot



Tulsi R. Tanti
Chairman and
Managing Director,
Suzlon Group

“The crises of the recent past have triggered a heightened acceptance of ‘Climate Emergency’ and has put renewable energy firmly at the center of how the world is looking at its future, mainly in the area of global energy transition.”

CHAIRMAN'S LETTER

Dear Stakeholders,

The Suzlon Group was born with an inherent consciousness for the environment and sustainable development. We have always been cognizant of the ever-increasing perils of climate change, continually evolving, reinventing and remodelling our business to combat the same responsibly.

The last few years have put humanity through the crises of the pandemic, economic slowdowns, and the recent Ukraine war. Seeing such varied and grave crises in a condensed timeframe is unprecedented. This has pushed countries across the globe to deeply introspect and act with alacrity to relook the foundations of the future we are building. This has also triggered drastic consequences in the last two years ranging from climate change to 'climate

emergency' and now to 'energy emergency'. These developments have put renewable energy firmly at the center of how the world is looking at its future, making global energy transition a core facet of economic and social sustainability.

As of 30 September 2021, 120 countries, representing just over half of global greenhouse gas emissions, had communicated new or updated NDCs (Nationally Determined Contributions). In addition, three G20 members have announced other new mitigation pledges for 2030. As an outcome of COP26, a total of 49 countries plus the EU have pledged to a net-zero target, including 12 of the G20 members.

Today, the world views the transition to sustainable energy as the only viable solution to the devastating effects of climate change. Ongoing geopolitical tensions and the need for energy security have further underlined the significance and necessity of renewable energy sources. It has become highly evident that the future of the world and humankind depends hugely on our ability to ramp up our initiatives toward a carbon-neutral world in the shortest time possible.

The world has acknowledged India's leadership in the renewable energy space under the dynamic leadership of the Hon'ble Prime Minister. The

ambitious stance that the nation has taken at COP26 has further strengthened India's position on the global energy map. With rising domestic consumption, abundant availability of renewable sources, and a thriving manufacturing ecosystem, India will remain central to the world's green energy transition for the next twenty-five years.

RENEWABLE ENERGY – GLOBAL OUTLOOK

Despite two years of the COVID-19 pandemic, 93.6 GW of wind capacity was installed worldwide, including 21.1 GW of offshore wind in 2021, which is three times more than in 2020. This is a clear sign of the incredible resilience and upward movement of the global wind energy industry. The global renewable energy sector grew significantly by 9.1%, within which wind energy recorded a YoY (Year-on-Year) growth of over 12% during 2021.

It is abundantly evident that without an exponential increase in renewable energy installations, limiting global warming to 1.5 degrees celsius over pre-industrial levels (as stipulated by the Paris Agreement) and achieving net zero emissions may become extremely difficult. Just the expedition of offshore wind energy production can decrease

Global Trends

873 GW

cumulative global wind energy capacity installations in 2021

93.6 GW

total wind energy installations in 2021

21.1 GW

offshore wind energy installations in 2021

12%

growth of wind energy YoY during 2021

557 GW

new wind energy capacity addition in the next 5 years

110 GW

new wind energy installations each year from 2022 to 2026

466 GW

onshore capacity addition in the next 5 years

90 GW

offshore capacity addition in the next 5 years

10.3 million

net jobs through clean energy transition upto 2030

\$366 billion

global investment in renewable energy in 2021

\$755 billion

global investment in low-carbon energy transition in 2021

Source: United Nations Environment Programme, Global Wind Energy Council, World Economic Forum, Bloomberg NEF

annual carbon dioxide emissions by 0.3-1.61 gigatonnes by 2050. New installations took worldwide wind energy to a cumulative capacity of 837 GW during 2021.

In addition to decarbonizing economies, promoting sustainable growth, providing energy security, and eliminating the dependency on fossil fuels, the transition to clean energy is also expected to generate 10.3 million net jobs globally by 2030.

While commitment to net zero gathered global momentum at COP26 in Glasgow, wind energy is poised to play a vital role in accelerating the global energy transition. The CAGR for the next five years

under current policies is forecast as 6.6% that means 557 GW of new capacity will be added in the next five years – which equates to more than 110 GW of new installations each year until 2026. In total, 466 GW of onshore and 90 GW of offshore are likely to be built in 2022-2026.

In 2021, Energy Transition saw one of the highest investments totalling \$755 billion, which is a new record and comes amid rising climate policy and action from around the world. Renewable energy and electrified transport, the two biggest categories, rose to new records. Renewable energy capacity alone saw an investment of \$366 billion in 2021, up 6.5% on the previous year.

India Trends

161 GW

cumulative renewables installations including hydro, up to June 2022

39.8%

of overall installed power capacity

140 GW

wind energy capacity by 2030

2nd largest

consumer of electricity globally

3rd largest

electricity producer globally

30 GW

target of offshore wind energy capacity by 2030

695.5 GW

of onshore wind energy potential at 120-meter hub height

In 20 years

India's energy demand to double

45

world class wind energy manufacturing facilities

15,000 MW

Indian wind energy manufacturing annual capacity

₹ 25,000

crores investment in Indian wind energy manufacturing industry

Source: Ministry of New and Renewable Energy, India Brand Equity Foundation, United Nations Environment Programme

RENEWABLE ENERGY – INDIA OUTLOOK

India is at a critical juncture on its path toward a carbon-neutral economy. India also holds a central position on the global energy transition roadmap due to its massive renewable energy potential, inherent manufacturing capabilities, and ever-expanding domestic consumer base. Indian Renewable Energy across the domain must multiply every year to honour the Prime Minister's pledge at COP26 to meet global climate goals.

India's installed renewable energy capacity stood at 161 GW in June 2022, amounting to 39.8% of the overall installed power capacity in the country. Within renewable energy, the contribution of wind energy currently stands at over 25%.

The goal of the Ministry of New and Renewable Energy (MNRE) is to install 5 GW of offshore capacity by 2022 and 30 GW by 2030. However, India has yet to construct its offshore wind energy facilities, which, with its 7,600 kilometers of coastline, could potentially create an additional 127 GW of offshore wind energy.