



**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF**

**Karaikal Power Company Private Limited**

**Report on the Financial Statements**

I have audited the accompanying financial statements of Karaikal Power Company Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, the Statement of Profit and Loss, the Cash Flow Statement, and a summary of the significant accounting policies and other explanatory information for the year then ended 31st March, 2015.

**Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the preparation of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

I conducted my audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due



to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion on the financial statements.

**Opinion:**

In my opinion and to the best of my information and according to the explanations given to me, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- b) in the case of the Statement of Profit and Loss, of the loss for the year ended 31st March 2015 and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended 31st March 2015.

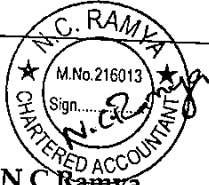
**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, I report that:
  - a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
  - b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In my opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



**N C Ramya**  
**CHARTERED ACCOUNTANT**

- e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



**N C Ramya**

Chartered Accountant

Membership no.: 216013

Place: Karaikal

Date: 30<sup>th</sup> May, 2015

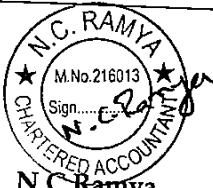


**ANNEXURE TO THE AUDITORS REPORT REFERRED TO IN MY REPORT OF EVEN DATE TO THE MEMBERS OF KARAIKAL POWER COMPANY PRIVATE LIMITED UNDER THE COMPANIES (AUDITORS' REPORT) ORDER 2015 FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2015.**

1. Based on my scrutiny of the books of accounts and other records and according to the information and explanations received by me from the management I am of the opinion that the question of commenting on maintenance of proper records of fixed assets, physical verification of fixed assets does not arise, since the Company had no fixed assets excepting Capital Work in progress during the year.
2. The Company had no inventory at any point of time and as such physical verification of inventory by the Management does not arise.
3. The Company has not given any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
4. Having regard to the nature of the Company's business and based on my scrutiny of the records and the information and explanation received by me, I report that the Company's activities do not include purchase of inventory and sale of goods. In my opinion and according to the information and explanation given to me, there are adequate internal control procedures commensurate with the size of the Company and the nature of the business, with regard to purchase of fixed assets. During the course of my audit, I have not observed any continuing failure to correct major weaknesses in internal control system.
5. The Company has not accepted any deposits from public.
6. The Central Government has not prescribed the maintenance of Cost Records under section 148 (1) of the Companies Act, 2013.
7. a) *The Company is irregular in depositing undisputed dues of income tax with the appropriate authorities. Other statutory dues including Sales tax, Customs duty are not applicable to the company. There were undisputed dues of Tax Deducted at Source of ₹ 2,91,476/- as at 31st March 2015, payable for a period of more than six months from the date they become payable.*  
b) There are no disputed amounts of statutory dues which have not been deposited with the concerned authorities.  
c) According to the information and explanations given to me, the company doesn't have amount required to be transferred to Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act 1956 (1 of 1956) and rules made thereunder.



8. The accumulated losses of the company have exceeded fifty percent of its net worth as at 31st March, 2015. It has incurred Cash Loss of ₹ 42,02,762/- during the financial year ended 31.03.2015 and ₹ 13,427/- in the immediately preceding financial year ended 31.03.2014.
9. The Company has not taken loans from financial institutions/banks or issued debentures till 31st March, 2015. Hence, the question of reporting on defaults in repayment of dues to financial institutions/banks or debentures does not arise.
10. According to the information and explanations given to me, the Company has not given any guarantees during the year.
11. According to the records of the Company, the Company has not obtained term loans during the year under review. Hence, comments under the clause 3 (xi) are not applicable.
12. According to the information and explanation given to me, no fraud on or by the Company has been noticed or reported during the financial year.



**N C Ramya**

Chartered Accountant

Membership no.: 216013

Place: Karaikal

Date: 30<sup>th</sup> May, 2015

# KARAIKAL POWER COMPANY PVT LTD

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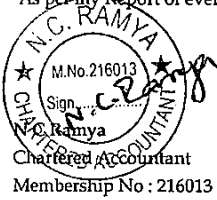
## BALANCE SHEET

Particulars	Note	As At	As At
		31-Mar-2015	31-Mar-2014
		₹	₹
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS FUNDS</b>			
Share Capital	2	100,000	100,000
Reserves & Surplus	3	(4,286,211)	(83,449)
<b>CURRENT LIABILITIES</b>			
Short-Term Borrowings	4	20,499,567	20,499,567
Trade Payables	5	26,173	21,216
Other Current Liabilities	6	14,730,605	10,541,543
Short-Term Provisions	7	24,015	24,015
		<b>31,094,149</b>	<b>31,102,892</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed Assets:	8		
Capital Work In Progress		30,926,136	30,926,136
<b>CURRENT ASSETS</b>			
Cash & Cash Equivalents	9	156,629	166,756
Short-Term Loans & Advances	10	11,384	10,000
		<b>31,094,149</b>	<b>31,102,892</b>


SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

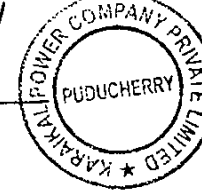
As per my Report of even date attached

For and on behalf of Board of Directors


  
 N.C. RAMYA  
 M.No. 216013  
 Sign. N.C. Ramya  
 Chartered Accountant  
 Membership No : 216013

  
 KUNAL K JAIN  
 Director

  
 H K SAMAL  
 Director


  
 KARAIKAL POWER COMPANY PRIVATE LIMITED  
 PUDUCHERRY

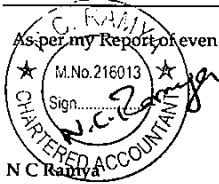
Place : Karaikal  
Date : 30-May-2015

# KARAIKAL POWER COMPANY PVT LTD

## STATEMENT OF PROFIT & LOSS

Particulars	Note	Year Ended 31-Mar-2015 ₹	Year Ended 31-Mar-2014 ₹
<b>INCOME</b>			
Other Income		-	-
<b>EXPENSES</b>			
Interest & Finance Charges	12	4,184,062	-
Other Expenses	13	18,700	13,427
		<u>4,202,762</u>	<u>13,427</u>
<b>PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX</b>			
Exceptional Items		-	-
<b>PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX</b>			
Extraordinary Items		-	-
<b>PROFIT (LOSS) BEFORE TAX</b>			
		<u>(4,202,762)</u>	<u>(13,427)</u>
<b>PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (A)</b>			
Profit (Loss) from Discontinuing Operations		-	-
Tax Expense of Discontinuing Operations		-	-
<b>PROFIT (LOSS) FOR THE PERIOD FROM DISCONTINUING OPERATIONS (B)</b>			
		-	-
<b>PROFIT (LOSS) FOR THE PERIOD (A+B)</b>			
		<u>(4,202,762)</u>	<u>(13,427)</u>
<b>EARNINGS PER SHARE</b>			
Basic (Face Value ₹ 10/-)		(420.28)	(1.34)
Diluted (Face Value ₹ 10/-)		(420.28)	(1.34)
<b>SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS</b>			

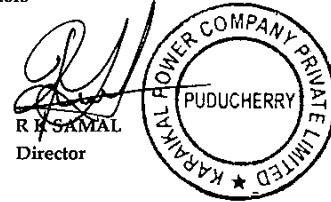
As per my Report of even date attached



N C Ramya  
Chartered Accountant  
Membership No : 216013

For and on behalf of Board of Directors

*Kunal*  
KUNAL K JAIN  
Director



R K SAMAL  
Director

Place : Karaikal  
Date : 30-May-2015

# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

### NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES

#### 1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- a. The Financial Statements are prepared under historical cost convention on accrual basis and going concern concept and materially comply with Accounting Standards (AS) as specified by Section 133 of Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules 2014.
- b. Use of Estimates: The preparation of financial statements requires the Management of the Company to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statement & reported income & expenses during the reporting period. Examples of such estimates include provisions for doubtful debts, employee retirement benefit plans, provisions for income taxes, useful life of fixed assets, accounting for work executed etc.
- c. Method of Accounting - The Company maintains its accounts on accrual basis.
- d. The Accounting Standards recommended by The Institute of Chartered Accountants of India have been followed wherever applicable to the Company.

#### 1.2 REVENUE RECOGNITION

All Income and Expenses have been recognized on accrual system of accounting.

#### 1.3 FIXED ASSETS & DEPRECIATION

- a. The Fixed Assets are stated at cost of acquisition including interest paid on specific borrowings up to the date of acquisition / installation of the assets and improvement thereon less depreciation.
- b. Depreciation is provided on fixed assets, on straight-line method, on pro-rata basis on the basis of the useful lives prescribed under schedule II to the Companies Act, 2013, subject to the adjustments arising out of transitional provisions of schedule II to the Companies act, 2013.
- c. Cost of assets not put to use before the year end are shown under Capital Work - in - Progress.
- d. The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists the Company estimates the recoverable amount of the assets. If such recoverable amount of the asset or recoverable amount of the cash generating divisions which the assets belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as impairment loss and recognized in the profit and loss account.

#### 1.4 PRELIMINARY EXPENSES

Preliminary expenses are fully charged off in the year in which they are incurred.

#### 1.5 OPERATING LEASES

The Company does not have any obligations under any leases for office and residential space.

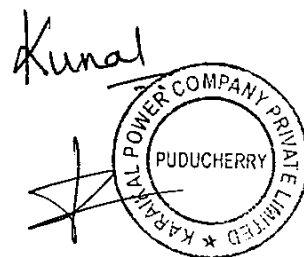
Assets subject to operating leases are included under fixed assets or current assets as appropriate. Lease income is recognized in the profit and loss account on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the profit and loss account.

#### 1.6 VALUATION OF CLOSING STOCK

- a. Raw Material: Raw Material, Stores and Spares are valued at weighted average cost. Cost comprises all costs of purchase.
- b. Work-in-progress: Work-in-progress is valued at cost or the contract rates whichever is lower.
- c. Completed projects: Completed Projects are valued at cost or net realizable value, whichever is less.

#### 1.7 INVESTMENTS

Investments are classified as long-term and current investments. Long-term investments are shown at cost or written down value (in case of other than temporary diminution) and current Investments are shown at cost or market value whichever is lower.





# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

### 1.8 EMPLOYEE BENEFITS

a. **Short Term Employee Benefits**

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. The benefits like salaries, wages, short term compensated absences etc. and the bonus, exgratia are recognized in the period in which the employee renders service.

b. **Post Employee Benefits**

• **Provident Fund**

The Company's contribution to Provident Fund is deposited with the Regional Provident Fund Commissioner and is charges to Profit and Loss account/relevant Project Cost every year.

• **Gratuity**

The Company is having Defined Benefit plan for the Gratuity and the provision is made based on actuarial valuation in accordance with the AS 15 of The Institute of Chartered Accountants of India

• **Leave Encashment**

Provision for leave encashment in respect of un availed leave standing to the credit of employees is made on actuarial basis in accordance with AS 15 of The Institute of Chartered Accountants of India.

### 1.9 FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are accounted on the exchange rate prevailing at the date of the transaction. Foreign currency monetary items outstanding as at the Balance sheet date are reported using the closing date. Gain and losses resulting from the settlement of such transactions and translation of monetary assets and liabilities denominated in foreign currencies are recognized in the Profit and Loss Account.

### 1.10 TAX ON INCOME

a. The accounting treatment for income Tax in respect of Company's income is based on the Accounting Standard 22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. Tax on income for the current period is determined on the basis of Taxable Income computed in accordance with the provisions of the Income Tax Act, 1961.

b. Deferred Tax on timing differences between the accounting income and taxable income for the year is quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.

### NOTE 2: SHARE CAPITAL

#### 2.1 Authorised, Issued, Subscribed and Paid up Capital:

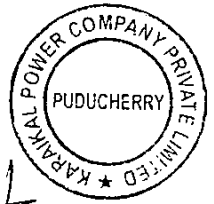
Particulars	As At	As At	As At	As At
	31-Mar-2015	31-Mar-2014	31-Mar-2015	31-Mar-2014
	Nos	Nos	₹	₹
<b>Authorised Capital</b>				
Equity Shares face value of ₹ 10/- each	10,000	10,000	100,000	100,000
<b>Issued, Subscribed and Paid up Capital</b>				
Equity Shares face value of ₹ 10/- each	10,000	10,000	100,000	100,000

#### 2.2 Reconciliation of number of Equity Shares Outstanding:

Particulars	As At	As At
	31-Mar-2015	31-Mar-2014
	Nos	Nos
Shares Outstanding at the beginning of the year	10000	10000
Add: Shares Issued during the year	-	-
Shares Outstanding at the end of the year	10000	10000

#### 2.3 Equity Shares held by Group Companies :

Particulars	Class of Shares	As At	As At
		31-Mar-2015	31-Mar-2014
		Nos	Nos
By Holding Company	Equity	10,000	10,000
		10,000	10,000



*[Handwritten signature]*  
Kunal

# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

### 2.4 Shareholders holding more than 5 % :

Sl	Name of the Shareholders	As At		As At	
		31-Mar-2015		31-Mar-2014	
		Nos.	%	Nos.	%
	Marg Ltd	10,000	100%	10,000	100%
		<u>10,000</u>	<u>100%</u>	<u>10,000</u>	<u>100%</u>

Particulars	As At		As At	
	31-Mar-2015		31-Mar-2014	
		₹		₹

### NOTE 3 : RESERVES & SURPLUS

#### Profit & Loss Account:

Balance at the beginning of the Year	(83,449)	(70,022)
Profit loss for the Period	<u>(4,202,762)</u>	<u>(13,427)</u>
Balance at the end of the Year	<u>(4,286,211)</u>	<u>(83,449)</u>

### NOTE 4 : SHORT-TERM BORROWINGS

#### From Others:

Loan From Holding Company	20,499,567	20,499,567
	<u>20,499,567</u>	<u>20,499,567</u>

### NOTE 5 : TRADE PAYABLE

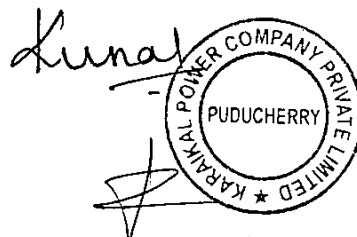
Trade Payables	26,173	21,216
	<u>26,173</u>	<u>21,216</u>

### NOTE 6 : OTHER CURRENT LIABILITIES

Interest Accrued but Not Due on Borrowings	-	3,719,508
Interest Accrued and Due on Borrowings	13,821,288	5,917,718
Other Payables		
Expenses Payable	282,904	277,904
Statutory Dues	291,473	291,473
Due to Directors	4,000	4,000
Creditors for Capital goods	330,940	330,940
	<u>14,730,605</u>	<u>10,541,543</u>

### NOTE 7 : SHORT-TERM PROVISIONS

Provision for employee benefits		
Gratuity	16,709	16,709
Bonus	6,163	6,163
Leave Encashment	1,143	1,143
	<u>24,015</u>	<u>24,015</u>



# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

Particulars	As At 31-Mar-2015 ₹	As At 31-Mar-2014 ₹
<b>NOTE 9 : CASH &amp; CASH EQUIVALENTS</b>		
Cash Balance	10,134	11,834
Balances with Scheduled Banks In Current Accounts	<u>146,496</u>	<u>154,923</u>
	<u>156,629</u>	<u>166,756</u>
<b>NOTE 10 : SHORT-TERM LOANS &amp; ADVANCES</b>		
Unsecured Short-Term Loans & Advances and considered good		
Others		
Advances to Suppliers	10,000	10,000
Prepaid Expenses	-	-
Prepaid Tax	<u>1,384</u>	<u>-</u>
	<u>11,384</u>	<u>10,000</u>
	Year Ended 31-Mar-2015 ₹	Year Ended 31-Mar-2014 ₹
<b>NOTE 11 : FINANCE COSTS</b>		
Interest	4,184,062	-
Less : Interest Recovered	<u>-</u>	<u>-</u>
Net Interest	4,184,062	-
Bank & Finance Charges	<u>-</u>	<u>-</u>
	<u>4,184,062</u>	<u>-</u>
<b>NOTE 12 : OTHER EXPENSES</b>		
Sitting Fees		
- Sitting Fees for Board Meeting	-	-
Secretarial Expenses	-	235
- Audit Fee	15,000	10,308
Professional Expenses	2,000	2,884
Conveyance	<u>1,700</u>	<u>-</u>
	<u>18,700</u>	<u>13,427</u>

# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

### NOTE 13 : CONTINGENT LIABILITIES :

- a. Estimated amount of liability on capital contracts: Nil

### NOTE 14. : DEFERRED TAX ASSET/LIABILITY:

Considering the past performance of the company and the developments in the company, the management is of the opinion that there is no reasonable certainty that the company will be in a position to avail tax assets. Hence deferred tax asset has not been considered in accordance with AS 22 issued by ICAI.

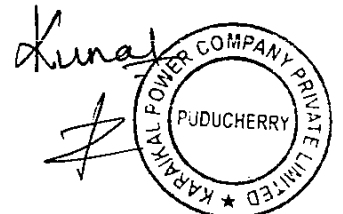
### NOTE 15 : EMPLOYEE BENEFITS

#### A. GRATUITY

The company does not maintain any fund to pay for Gratuity

- i) Amount Recognized in the Profit and Loss A/c is as under :

Particulars	As At 31-Mar-2015 ₹	As At 31-Mar-2014 ₹
Current Service Cost	-	-
Interest Cost	-	-
Net Actuarial (Gain)/Loss Recognised in the Year	<u>-</u>	<u>-</u>
Expenses Recognized in Profit and Loss Account	<u>-</u>	<u>-</u>



# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

ii) Movement in the Liability Recognized in the Balance Sheet during the year

Particulars	₹	
	As At 31-Mar-2015	As At 31-Mar-2014
Opening Net Liability	-	-
Expense as above	-	-
Closing Net Liability	-	-

iii) Net Assets / Liability in Balance Sheet as at 31st March, 2013

Particulars	₹	
	As At 31-Mar-2015	As At 31-Mar-2014
Present Value of the Obligation	-	-
Difference	-	-
Liability Recognized in the Balance Sheet	-	-

iv) For determination of Gratuity Liability of the Company the following actuarial assumption were used:

Particulars	Year Ended 31-Mar-2015	Year Ended 31-Mar-2014
<b>PRINCIPAL ACTUARIAL ASSUMPTIONS</b> (Expressed as weighted averages)		
Discount Rate	8%	8%
Salary Escalation Rate	8%	8%
Attrition Rate	4%	4%

### B. LEAVE ENCASHMENT

The Company does not maintain any fund pay for leave encashment

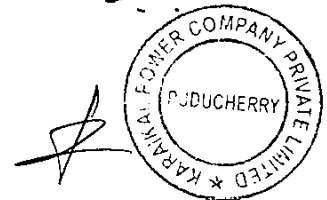
i) Amount Recognized in the Profit and Loss Account is as under :

Particulars	₹	
	Year Ended 31-Mar-2015	Year Ended 31-Mar-2014
Current Service Cost	-	-
Interest Cost	-	-
Net Actuarial (Gain)/Loss Recognised in the Year	-	-
Expenses Recognized in Profit and Loss Account	-	-

ii) Movement of the Liability Recognized in Balance Sheet is as under :

Particulars	₹	
	As At 31-Mar-2015	As At 31-Mar-2014
Opening Net Liability	-	-
Expense as Above	-	-
Contribution Paid	-	-
Closing Net Liability	-	-

*Kunal*

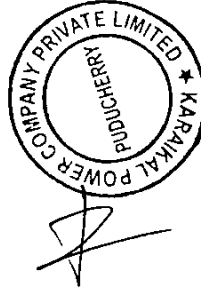


# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

NOTE 8 : FIXED ASSETS

Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As At 31-Mar-2014	Additions	Deductions/ Transfers	As At 31-Mar-2015	Up to 31-Mar-2014	For the year	Deletions	Up to 31-Mar-2015	As At 31-Mar-2015	As At 31-Mar-2014
Capital Work in Progress	30,926,136	-	-	30,926,136	-	-	-	-	30,926,136	30,926,136
Total	30,926,136	-	-	30,926,136	-	-	-	-	30,926,136	30,926,136
Previous Year	30,926,136	-	-	30,926,136	-	-	-	-	30,926,136	30,926,136



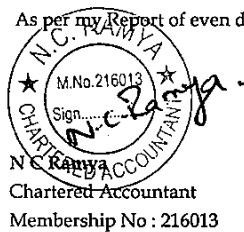
*K. Srinivas*

# KARAIKAL POWER COMPANY PVT LTD

## CASH FLOW STATEMENT

S No	Particulars	Year Ended 31-Mar-2015 ₹	Year Ended 31-Mar-2014 ₹
<b>A CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
	Net Profit (Loss) before Taxation and Extraordinary Items	(4,202,762)	(13,427)
	Adjustment for:		
	Depreciation	-	-
	Finance Cost (net)	4,184,062	-
	<b>Operating Profit before Working Capital Changes</b>	<b>(18,700)</b>	<b>(13,427)</b>
	Decrease (Increase) in Short Term Loans & Advances	(1,384)	2,887
	Increase (Decrease) in Trade Payables	4,957	(562)
	Increase (Decrease) in Other Current Liabilities	5,000	3,355,138
	Increase (Decrease) in Short Term Provisions	-	-
	Increase (Decrease) in Other Long Term Liabilities	-	-
	<b>Cash Generated from Operations</b>	<b>(10,127)</b>	<b>3,344,036</b>
	Income Tax Paid	-	-
	<b>Cash Flow before Extraordinary Items</b>	<b>(10,127)</b>	<b>3,344,036</b>
	Adjustment for Extraordinary Items (Preliminary Expenses)	-	-
	<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>	<b>(10,127)</b>	<b>3,344,036</b>
<b>B CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
	Purchase of Fixed Assets	-	-
	<b>NET CASH FROM INVESTING ACTIVITIES (B)</b>	<b>-</b>	<b>-</b>
<b>C CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
	Proceed from Short Term Borrowings	-	(3,353,260)
	Finance Cost (net)	-	-
	<b>NET CASH USED IN FINANCING ACTIVITIES (C)</b>	<b>-</b>	<b>(3,353,260)</b>
	<b>Net Increase in Cash and Cash Equivalents (A+B+C)</b>	<b>(10,127)</b>	<b>(9,224)</b>
	Cash and Cash Equivalents at beginning of Year	166,756	175,980
	<b>Cash and Cash Equivalents at end of Year</b>	<b>156,629</b>	<b>166,756</b>


As per my Report of even date attached



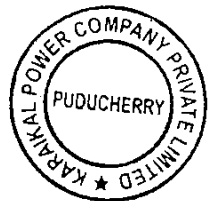
N C Ramya  
Chartered Accountant  
Membership No : 216013

Place : Karaikal  
Date : 30-May-2015

For and on behalf of Board of Directors

  
 KUNAL K JAIN  
 Director

R K SAMAL  
Director



# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

iii) Amount Recognised in the Balance Sheet during the year :

Particulars	₹	
	As At 31-Mar-2015	As At 31-Mar-2014
Present Value of the Obligation	0	0
Fair value of plan assets	-	-
Difference	0	0
Unrecognised transitional liability	-	-
Unrecognised past service cost - non vested benefits	-	-
Liability Recognized in the Balance Sheet	-	-

iv) For determination of Leave Encashment liability of the Company the following actuarial assumption were used :

Particulars	Year Ended	Year Ended
	31-Mar-2015	31-Mar-2014
<b>I. PRINCIPAL ACTUARIAL ASSUMPTIONS</b>		
( Expressed as weighted averages)		
Discount Rate	8%	8%
Salary Escalation Rate	8%	8%
Attrition Rate	4%	4%

**NOTE 16 : RELATED PARTY DISCLOSURES :**


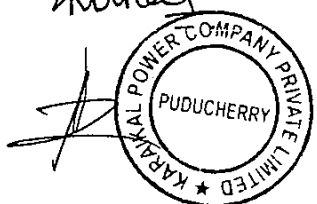
The following is the list of related parties:

- a. Holding Company – Marg Limited
- b. List of fellow subsidiaries, where control existed during the year:

Sl	Company Name	Sl	Company Name
1	Advance Infradevelopers Private Limited	2	Agni Infradevelopers Private Limited
3	Akhil Infrastructure Private Limited	4	Ambar Nivas Private Limited
5	Amir Constructions Private Limited	6	Anumanthai Beachside Resorts Private Limited
7	Anuttam Constructions Private Limited	8	Aprati Constructions Private Limited
9	Archana Infradevelopers Private Limited	10	Arohi Infrastructure Private Limited
11	Aroopa Infradevelopers Private Limited	12	Ashram Infradevelopers Private Limited
13	Atul Infrastructure Private Limited	14	Avatar Constructions Private Limited
15	Bharani Infrastructure Private Limited	16	Comex Infrastructure Private Limited
17	Darpan Houses Private Limited	18	Darshan Homes Private Limited
19	Dasha Infradevelopers Private Limited	20	Future Parking Private Limited
21	Guiding Infradevelopers Private Limited	22	Hilary Constructions Private Limited
23	Kanchanajunga Infradevelopers Private Limited	24	Karaiikal Port Private Limited
25	Kiritidhara Infrastructure Private Limited	26	Magnumopus Infrastructure Private Limited
27	Marg Aviations Private Limited	28	Marg Business Park Private Limited
29	MARG Hotels and Service Apartments Private Limited	30	Marg Industrial Clusters Limited
31	Marg Infrastructure Developers Limited	32	Marg International Dredging PTE Ltd
33	Marg Logistics Private Limited	34	Marg Marine Infrastructure Limited
35	Marg Properties Limited	36	Marg Sri Krishnadevaraya Airport Private Limited
37	Marg Swarnabhoomi Port Private Limited	38	Marg Trading PTE Ltd
39	Mukta Infrastructure Private Limited	40	Navita Estates Private Limited
41	Navrang Infrastructure Private Limited	42	New Chennai Township Private Limited
43	OM R Developers Private Limited	44	Parivar Apartments Private Limited
45	Rainbow Habitat Private Limited	46	Riverside Infrastructure (India) Private Limited
47	Saptajit Projects Private Limited	48	Sarang Infradevelopers Private Limited
49	Shikha Infrastructure Private Limited	50	Shubham Vihar Private Limited
51	Signa Infrastructure India Limited	52	Sulekh Constructions Private Limited
53	Swatantra Infrastructure Private Limited	54	Talin Infradevelopers Private Limited
55	Uttarak Infradevelopers Private Limited	56	Vyan Infraprojects Private Limited
57	Yuva Constructions Private Limited		

c. Entity over which KMP of Holding Company and/or their relatives exercise control:

Sl	Company Name
1	Exemplarr Worldwide Limited

# KARAIKAL POWER COMPANY PVT LTD

## Notes To The Financial Statements

c. The following transactions were carried out with the related parties during the course of the business:

Particulars	Holding Company		₹	
			Entity over which KMP of Holding Company and/or their relatives exercise control	
	Transactions			
	Year Ended 31-Mar-2015	Year Ended 31-Mar-2014	Year Ended 31-Mar-2015	Year Ended 31-Mar-2014
Loans Received ( Net)	-	366,248	-	-
Interest	4,184,062	-	-	-
Services Received	-	-	-	-
Balances				
	As At 31-Mar-2015	As At 31-Mar-2014	As At 31-Mar-2015	As At 31-Mar-2014
Loan Received	34,320,855	30,136,793	-	-
Trade Payable			11,236	11,236

**NOTE 17 : OPERATING LEASES**

The Company does not have any obligations under any leases for office and residential space.

**NOTE 18 : INFORMATIONS UNDER MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006**

The Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures relating to amounts unpaid as at the period end together with interest paid / payable under this Act have not been given.

**NOTE 19 : EARNINGS PER SHARE (EPS):**

SI No	Particulars	Year Ended 31-Mar-2015	Year Ended 31-Mar-2014
a.	Profit After Tax (₹)		
	For Basic & Diluted EPS	(4,202,762)	(13,427)
b.	Weighted average number of equity shares (Nos)		
	For Basic & Diluted EPS	10,000	10,000
c.	Earning Per Share (₹)		
	Basic	(420.28)	(1.34)
	Diluted	(420.28)	(1.34)
d.	Nominal Value Per Share (₹)	10	10

**NOTE 20 : PRESENTATION OF PREVIOUS YEAR'S FIGURES**

Previous year's figures have been regrouped / reclassified / rearranged wherever necessary to bring them in conformity with the current year figures.

As per my Report of even date attached

N C Ramya  
Chartered Accountant  
Membership No : 216013

Place : Karaikal  
Date : 30-May-2015

For and on behalf of Board of Directors

  
KUNAL K JAIN  
Director

  
R R SAMAL  
Director

