

Nalanda Power Company Limited

DIRECTORS' REPORT

The Directors present the Fourth Annual Report and Audited Accounts of Nalanda Power Company Limited for the year ended 31 March 2013.

FINANCIAL RESULTS

During the year under review, the Company did not commence any commercial operation and the net loss for the year had been ₹ 37.20 lacs. After taking into consideration losses brought forward from previous years, a total loss of ₹ 78.73 lacs has been carried to Balance Sheet.

SHARE CAPITAL

During the year under review, the Authorised share capital was raised to ₹ 5 crores from ₹ 1 crore by creation of 40,00,000 new equity shares of ₹10/- each.

DIVIDEND

In view of the loss during the year, the Directors do not recommend any dividend.

PUBLIC DEPOSITS

The Company, during the year, has not accepted any deposits within the meaning of Section 58A of the Companies Act, 1956 ('the Act') and Rules made thereunder.

PROJECTS

The Company has signed an MoU with the Bihar State Electricity Board (BSEB) for development of a 2,000 MW power project in Bhagalpur district of Bihar, in two phases of 1,000 MW each. Further progress will be taken up upon allocation of coal and securing sources of long term coal supply over the life of the plant.

DIRECTORS

Mr. Jayanta Chakraborty retires by rotation and, being eligible, offers himself for reappointment as Director.

RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2AA) of the Act, your Directors hereby state and confirm that:

- i) in the preparation of annual accounts for the financial year ended 31 March 2013, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii) appropriate accounting policies have been selected and applied consistently, and judgments and estimates have been made that are reasonable and prudent so as to give a true and fair

view of the state of affairs of the Company as at 31 March 2013 and of the loss for the year from 1 April 2012 to 31 March 2013;

- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the annual accounts for the financial year ended 31 March 2013 have been prepared on a going concern basis.

AUDITORS

Messrs P. K. Das & Associates, Chartered Accountants (Firm Registration Number 308082E), Auditors of the Company hold office until the conclusion of the forthcoming Annual General Meeting and, being eligible, offer themselves for reappointment.

COMPLIANCE CERTIFICATE

A certificate from the Company Secretary in practice M/s M. Rathi & Co. pursuant to Section 383A of the Companies Act, 1956 read with the Rules made thereunder certifying that the Company has complied with all the provisions of the said Act is attached with this Report.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS / OUTGO

Since no operational activities have been commenced, no disclosure is made as regards to conservation of energy and technology absorption as required under Section 217(1)(e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988. There has been no foreign exchange earning or outgo during the year under review.

PARTICULARS OF EMPLOYEES

There was no employee in the Company and the provisions of Section 217(2A) of the Companies Act, 1956 read with Companies (Particulars of Employees) Rules, 1975, as amended is not applicable.

ACKNOWLEDGEMENT

The Board wishes to place on record its sincere appreciation for the continued assistance and support extended to the Company by banks, vendors, Government authorities and employees.

On behalf of the Board of Directors

Sd/-
P. K. Basu
(Director)

Sd/-
J. Chakrabarty
(Director)

Kolkata, 27 May 2013

M.RATHI & CO.

Company Secretaries

SECRETARIAL COMPLIANCE CERTIFICATE
(IN TERMS OF SECTION 383A(I) OF THE COMPANIES ACT, 1956)

Authorised Share Capital : Rs. 5,00,00,000/-

Paid-up Share Capital : Rs.90,00,000/-

To
THE MEMBERS
M/S Nalanda Power Company Limited
6 Church Lane, 1st Floor
Kolkata - 700001

We have examined the registers, records, books and papers of M/s Nalanda Power Company Limited as required to be maintained under the Companies Act 1956, (the Act) and the rules made there under and also the provisions contained in the Memorandum and Articles of Association of the Company for the financial year ended on 31st March, 2013. In our opinion and to the best of our information and according to the examinations carried out by us and explanations furnished to us by the Company, its officers and agents, we certify that in respect of the aforesaid financial year.

1. The Company has kept and maintained all registers as stated in Annexure 'A' to this certificate, as per the provisions and the rules made there under and all entries therein have been duly recorded.
2. The Company has duly filed the forms and returns as stated in Annexure 'B' to this certificate, with the Registrar of Companies with in the time prescribed under the Act and the rules made there under, There were no forms and returns to be filed with Regional Director, Central Government, Company Law Board or other authorities.
3. The Company being a public limited company, comments are not required.
4. The Board of Directors duly met 6times on 5 June, 2012, 28 September, 2012, 31 December, 2012, 11 February, 2013, 13 March, 2013 and 30 March, 2013 in respect of which proper notices were given and the proceedings including circular resolution were properly recorded and signed in the Minutes Book maintained for the purpose.
5. The Company has not closed its Register of Members.
6. The Annual General Meeting for the financial year ended on 31st March, 2012 was held on 26 July 2012 after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in Minutes Book maintained for the purpose.
7. One Extra Ordinary General Meeting was held on 28 January 2013, during the year after giving due notice to the members of the Company and the resolutions passed thereat were duly recorded in the Minutes Book maintained for the purpose.
8. The Company has not advanced any loans to its directors and / or persons or firms or companies referred to under section 295 of the Act during the financial year.
9. The Company has not entered into any contracts falling within the purview of section 297 of the Act during the financial year.
10. The Company has made necessary entries in the register maintained under section 301 of the Act.
11. As there were no instances falling within the purview of section 314 of the Act, the Company has not obtained any approvals from the Board of Directors, Members or Central Government.
12. The Company has not issued any duplicate certificates during the financial year.

56/1, B.B. Chatterjee Road, Kolkata - 700 042.



[2]

13. The Company has:
 - i) No allotment / transfer / transmission of shares during the year
 - ii) not deposited any amount in a separate Bank Account as no dividend was declared during the financial year.
 - iii) not posted warrants to any member of the Company as no dividend was declared during the financial year.
 - iv) not transferred any amount to the Investors Education and Protection Fund as it was not required to do so.
 - v) duly complied with the requirements of section 217 of the Act.
14. The Board of Directors of the Company is duly constituted. There was no appointment of additional and /or alternate directors during the year.
15. The Company has not appointed any managing Director/whole-time Director/Manager, during the financial year.
16. The Company has not appointed any sole-selling agents during the financial year.
17. The Company did not require to obtain any approval of the Central Government, Company Law Board, Regional Director, Registrar or such other authorities as may be prescribed under the various provisions of the Act.
18. The directors have disclosed their interest in other firms/companies to the Board of Directors pursuant to the provisions of the Act and the rules made there under.
19. The Company has not issued any shares or other securities during the year.
20. The Company has not bought back any shares during the financial year.
21. The Company does not have preference shares or debentures hence the comments are not required.
22. There were no transactions necessitating the Company to keep in abeyance the rights to dividend, rights shares and bonus shares pending registration of transfer of shares.
23. The Company has not invited/accepted any deposits including any unsecured loans falling within the purview of section 58A and 58AA during the financial year.
24. The Company has not made any borrowings during the year.
25. The Company has not made loans and investments or given guarantees or provided securities to other bodies corporate falling under the purview of section 372A of the Act.
26. The Company has not altered the provisions of the memorandum with respect to situation of the Company's registered office from one State to another during the financial year under scrutiny.
27. The Company has not altered the provisions of the memorandum with respect to the objects of the Company during the financial year under scrutiny.
28. The Company has not altered the provisions of the memorandum with respect to the name of the Company during the financial year under scrutiny.
29. The Company has altered the provisions of the memorandum with respect to the Share Capital of the Company during the financial year under scrutiny.
30. The Company has not altered its articles of association during the financial year under scrutiny.

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M.RATHI & CO.

Company Secretaries

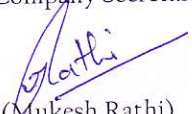
31. There was no prosecution initiated against the Company, during the financial year, for offences under the Act as per the information and explanation provided to us.
32. The Company has not received any money as security from its employees during the financial year.
33. Provisions of section 418 of the Companies Act, 1956 is not applicable to the Company.

PLACE : Kolkata

DATED : 27 May, 2013



For M. RATHI & CO.
Company Secretaries


(Mukesh Rathi)
Partner
C. P. No: 4795

ANNEXURE - A

Registers as maintained by the Company

Sl. No.	Particulars	Section
1.	Application For & Allotment of Shares	72
2.	Register of Transfer	108
3.	Register of Charges	143
4.	Register of Members	150
5.	Minutes of proceedings of General meetings and of Board and other meetings	193
6.	Books of Accounts	209
7.	Register of Contracts	301
8.	Register of Directors, Managing Director & Secretary	303
9.	Register of Director's Shareholding	307

ANNEXURE - B

Forms/ Returns/ Documents as filed by the Company with the Registrar of Companies, Regional Director, Central Government or other authorities during the financial year ending on 31st March, 2013

Sl. No.	Form No.	Relevant Section	Description	Filed on	Whether Filed within prescribed time Yes/No.	If No whether addl fees paid
1.	Form 66	383A	Compliance Certificate	25.08.12	Yes	
2.	Form 20B	159	Annual Return	17.09.2012	Yes	
3.	Form 23AC/ACA	220	Annual Accounts	19.10.1012	Yes	
4.	Form 5	95/97	Increase in authorized capital	18.05.13	No	Yes
5.	Form 23	292	Registration of resolution	21.05.13	No	Yes

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INDEPENDENT AUDITORS' REPORT

To the Members of Nalanda Power Company Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Nalanda Power Company Limited (the "Company"), which comprise the Balance Sheet as at 31st March, 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year ended on that date, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

Management's Responsibility for the Financial Statements

2. The Company's Management is responsible for 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 (the "Act"). This responsibility includes the design, implementation and maintenance of internal control 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.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion, and to the best of our information and according to the explanations given to us, the accompanying 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:



INDEPENDENT AUDITORS' REPORT


To the Members of Nalanda Power Company Limited


- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2013;
- (b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. As required by 'the Companies (Auditor's Report) Order, 2003, as amended by 'the Companies (Auditor's Report) (Amendment) Order, 2004, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
8. As required by section 227(3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act;
 - (e) On the basis of written representations received from the directors as on 31st March, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For P.K.Das & Associates
Firm Registration Number: 308082 E
Chartered Accountants


Pradyot Das
(Proprietor)



Kolkata

27th May, 2013

Annexure to Auditors' Report

Referred to in paragraph 7 of the Auditors' Report of even date to the members of Nalanda Power Company Limited the financial statements as of and for the year ended 31st March 2013

- i. (a) The Company is maintaining proper records to show full particulars including quantitative details and situation of its fixed assets.

(b) The fixed assets of the Company have been physically verified by the management during the year and no discrepancies between the book records and the physical inventory, have been noticed on such verification. In our opinion the frequency of physical verification is reasonable.

(c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed off by the Company during the year.
- ii. The Company has no Inventory and accordingly sub-clause (ii)(a), (b) and (c) of the Order are not applicable.
- iii. (a) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the Register maintained under Section 301 of the Act. Therefore, the provisions of clause (iii) (b), (c), (d), (f) and (g) of Paragraph 4 of the Order are not required for disclosure.
- iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for acquisition of Fixed assets including Capital Work-in-Progress and no purchases of inventory and no sale of energy /services have been made during the year under review. Further, on the basis of our examination of the books and records of the Company and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the internal control system during the course of our audit.
- v. In our opinion and according to the information and explanations given to us, there are no contracts or arrangements that need to be entered in the Register maintained under section 301 of the Act. Accordingly, clause (v) (b) of the Order is not applicable.
- vi. The Company has not accepted any Deposits from the public within the meaning of Sections 58A and 58AA of the Act and the Rules framed thereunder.
- vii. In our opinion and according to the information and explanations given to us, the company has an Internal Audit System commensurate with the size of the company and the nature of its business.
- viii. As the Company has not yet commenced operation, provision under clause (d) of sub-section (I) of Section 209 of the Act in regard to the maintenance of the cost records, in our opinion, is not applicable.
- ix. In our opinion and according to the information and explanations given to us and the records of the Company examined by us, the incidence of depositing undisputed statutory dues in respect of Provident Fund, Investors' Education and Protection Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues did not arise during the year under review.

Since the Company has been registered for a period less than five years, the provisions of Clause (x) of the Order is not applicable.

Executive Office : 162/B/334 Lake Gardens, Kolkata - 700 045 • Phone : 2422 5345



P. K. DAS & ASSOCIATES

Chartered Accountants

78/2A, Block-E, New Alipore

Kolkata - 700 053

Phone : 2396 3988 / 2397 4978

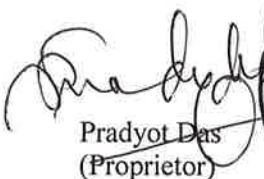
E-mail : pdas50@yahoo.com


Annexure to Auditors' Report

Referred to in paragraph 7 of the Auditors' Report of even date to the members of Nalanda Power Company Limited the financial statements as of and for the year ended 31st March 2013

- xi. The Company has not issued any Debenture and also has not taken any loan from financial institutions or banks. Accordingly, clause (xi) of the Order is not applicable.
- xii. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, clause (xii) of the Order is not applicable.
- xiii. The provisions of any special statute as specified under clause (xiii) of the Order are not applicable to the Company.
- xiv. In our opinion and according to the information and explanation given to us, the Company is not a dealer or trader in shares, securities, debentures and other investments.
- xv. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- xvi. In our opinion and according to the information and explanation given to us, the Company has not availed of any Term Loan during the year.
- xvii. On the basis of an overall examination of the Balance Sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short term basis which have prima facie been used for long term investments.
- xviii. The Company has not made any preferential allotment of shares to parties and companies covered in the Register maintained under Section 301 of the Act during the year.
- xix. Clause (xix) of the Order in regard to the issue of Debenture is not applicable.
- xx. The Company has not raised any money by public issue during the year.
- xxi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanation given to us, we have neither come across any instance material fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

For P.K.Das & Associates
Firm Registration Number: 308082 E
Chartered Accountants


Pradyot Das
(Proprietor)
Membership Number 1386



Kolkata
27th May, 2013

NALANDA POWER COMPANY LIMITED

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001

BALANCE SHEET AS AT 31ST MARCH, 2013

Note No	As at 31 March, 2013	As at 31 March, 2012
	Rupees	Rupees
I. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share Capital	2	9,000,000
(b) Reserves and Surplus	3	(7,873,179)
		(4,153,097)
2. Share application money pending allotment		
	4	4,500,000
3. Current Liabilities		
Other Current Liabilities	5	316,584
		39,284
TOTAL		
	5,943,405	4,886,187
II ASSETS		
1. Non-current assets		
Fixed assets -		
Capital work-in-progress	6	4,596,680
		4,596,680
2. Current assets		
(a) Cash and bank balances	7	1,346,725
(b) Loans and Advances	8	288,497
		1,010
TOTAL		
	5,943,405	4,886,187

Significant accounting policies

1

Other additional information

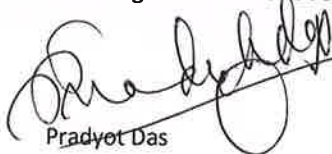
10-15

This is the Balance Sheet referred to in our Report of even date.

For P K Das & Associates

Chartered Accountants

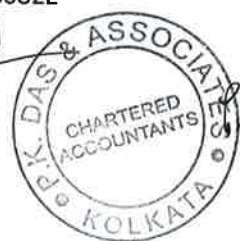
Firm Registration No. 308082E


Pradyot Das

Proprietor

Membership No. 13861

Kolkata, 27th May, 2013



For and on behalf of Board of Directors


Chandra Shekhar Kumar Basu
Director


Director

NALANDA POWER COMPANY LIMITED

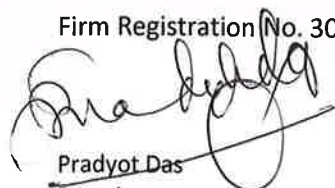
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PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013

Note No	2012-13	2011-12
	Rupees	Rupees
Total Revenue	-	-
Expenses		
Depreciation		1,124
Other expenses	9	1,348,119
Total Expenses	3,720,082	1,349,243
(Loss) before tax	(3,720,082)	(1,349,243)
Earnings per equity share:		
Basic and Diluted (Face Value of Rs.10 each)	(4.13)	(11.16)
Significant accounting policies	1	
Other additional information	10-15	

This is the Profit and Loss Statement referred to in our Report of even date.

For P K Das & Associates
Chartered Accountants
Firm Registration No. 308082E


Pradyot Das
Proprietor

Membership No. 13861
Kolkata, 27th May, 2013



For and on behalf of Board of Directors


Pradipt Kumar Basu
Director


Director

NALANDA POWER COMPANY LIMITED

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001

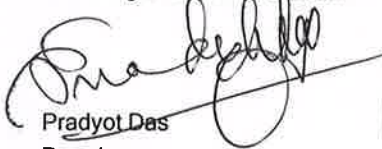
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2013

	2012-2013 Rupees	2011-2012 Rupees
A. Cash flow from Operating Activities		
Net (Loss) before taxation	(3,720,082)	(1,349,243)
<u>Adjustments for :-</u>		
Depreciation	-	1,124
(Loss)/Profit on sale of assets	-	4,630
Operating profit / (loss) before working capital changes	(3,720,082)	(1,343,489)
Trade & Other Receivables	1,010	(1,010)
Increase in Current Liabilities	277,300	18,078
Net cash flow from Operating Activities	(3,441,772)	(1,326,421)
B. Cash flow from Investing Activities		
Sale of Fixed Assets	-	11,000
Decrease / (Increase) in Capital Work-in-Progress	-	-
Net cash flow from Investing Activities	-	11,000
C. Cash flow from Financing Activities		
Share Application money pending allotment	4,500,000	-
Net cash flow from Financing Activities	4,500,000	-
Net increase / (decrease) in cash and cash equivalents	1,058,228	(1,315,421)
Cash and cash equivalents - Opening Balance	288,497	1,603,918
Cash and cash equivalents - Closing Balance	1,346,725	288,497

- Note : (a) Previous year's figures have been regrouped / rearranged wherever necessary.
(b) The Cash Flow Statement has been prepared under the indirect method as given in the Accounting Standard on Cash Flow Statement (AS-3) issued by The Institute of Chartered Accountants of India.
(c) Cash and cash equivalents represents cash and bank balances only.

This is the Cash Flow Statement referred to in our Report of even date.

For P K Das & Associates
Chartered Accountants
Firm Registration No. 308082E


Pradyot Das
Proprietor

Membership No. 13861
Kolkata, 27th May, 2013



For and on behalf of Board of Directors


Pradip Kumar Basu
Director


Director

NALANDA POWER COMPANY LIMITED

Registered Office : 6 Church Lane, 1st Floor, Kolkata - 700001

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

Accounting Convention

These Financial Statements have been prepared to comply in all material respects with all the applicable accounting principles in India, including standards notified under section 211(3C) of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956. A summary of important accounting policies which have been applied consistently are set out below.

(a) Expenditure during Construction

The Company is in the process of setting up a 2000 MW Thermal Power Plant at Pirpainti Anchal near Bhagalpur in the State of Bihar. The Company is yet to commence commercial production.

Indirect Expenses related to the project and incidental thereto are disclosed as "Miscellaneous Project Expenses" under Capital Work in Progress in Note - 6 and to be capitalized subsequently.

Indirect expenses, which are not directly related to the Project, have been charged off to the Profit and Loss Statement.

(b) Fixed Assets:

Fixed Assets are valued at cost of acquisition less depreciation.

(c) Depreciation:

Depreciation on all Fixed Assets is calculated at the rates specified in Schedule XIV to the Companies Act, 1956 on Straight Line Method.

(d) Impairment

An impairment loss is recognized where applicable, when the carrying value of assets of cash generating unit exceeds its market value or value in use, whichever is higher.

(e) Taxation :

Current Tax is determined as the amount of tax payable in respect of Taxable Income for the year in accordance with the provisions of Income Tax Act, 1961.

Deferred Tax is recognized, subject to consideration of prudence, on timing difference, being the difference between Taxable Income and Accounting Income, which originate in one period and are capable of reversal in one or more subsequent year as per Accounting Standard AS-22 under the Companies Accounting Standards Rules 2006.



NALANDA POWER COMPANY LIMITED

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001

NOTE 2 - SHARE CAPITAL

	As at 31 st March, 2013 Rupees	As at 31 st March, 2012 Rupees
Authorised Share Capital		
5,000,000 (Previous Year: 1,000,000) Equity Shares of Rs. 10 each	50,000,000	10,000,000
Issued, subscribed and fully paid - up Capital		
900,000 (Previous Year:900,000) Equity Shares of Rs.10 each fully paid up	9,000,000	9,000,000
Total	9,000,000	9,000,000

Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity is entitled to one vote per share. The Company has not declared any dividend to its shareholders since inception. In the event of liquidation of the Company the holders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Shares held by each shareholder holding more than 5% shares

Name of party	As at 31st March, 2013		As at 31st March, 2012	
	No. of shares	%	No. of shares	%
CESC Limited	900,000	100	900,000	100

CESC Limited is also the Holding Company of Nalanda Power Company Limited as per percentage of shares held stated above.

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31st March, 2013		As at 31st March, 2012	
	No. of Shares	No. of Shares	No. of Shares	Amount (Rs.)
Shares outstanding at the beginning of the year	900,000	9,000,000	50,000	500,000
Add: Equity shares issued during the year	-	-	850,000	8,500,000
Shares outstanding at the end of the year	900,000	9,000,000	900,000	9,000,000



NALANDA POWER COMPANY LIMITED

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001

NOTE 3 - RESERVES & SURPLUS

	As at 31 st March, 2013 Rupees	As at 31 st March, 2012 Rupees
Surplus :		
Debit balance in Profit & Loss Statement at the beginning of the year	(4,153,097)	(2,803,854)
Add: Loss for the year	(3,720,082)	(1,349,243)
Debit balance in Profit & Loss Statement at the end of the year	<u>(7,873,179)</u>	<u>(4,153,097)</u>

NOTE 4 - SHARE APPLICATION MONEY PENDING ALLOTMENT

Share application money pending allotment	4,500,000	-
	<u>4,500,000</u>	<u>-</u>

Share Application Money as above represents money recieved from CESC Limited towards equity shares proposed to be issued at par within a year or so.

NOTE 5 - OTHER CURRENT LIABILITIES

Audit Fee	22,472	16,854
Tax Deducted at Source	5,500	6,400
Others	288,612	16,030
	<u>316,584</u>	<u>39,284</u>

There is no amount due to Micro and Small Enterprises as referred in the Micro, Small and Medium Enterprise Development Act, 2006 based on the information available with the Company.



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NOTE 6 - CAPITAL WORK IN PROGRESS

	As at 31 st March, 2013 Rupees	As at 31 st March, 2012 Rupees
Miscellaneous Project Expenses		
Coal Movement Study	335,020	335,020
Land Acquisition Study	1,031,442	1,031,442
Pre-feasibility Report	890,640	890,640
Environment Impact Assessment Study	1,689,578	1,689,578
Statutory Payments	650,000	650,000
	4,596,680	4,596,680

NOTE 7 - CASH AND BANK BALANCES

Cash and Cash Equivalents		
Balance with Banks	1,346,725	267,064
Cash in hand	-	21,433
	1,346,725	288,497

NOTE 8 - LOANS AND ADVANCES

Advances recoverable	-	1,010
	-	1,010



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NOTE 9 - OTHER EXPENSES

	2012-13	2011-12
	Rupees	Rupees
Consultancy & Professional Fees	823,350	1,098,500
Filing Fee	204,646	-
Travelling expenses	125,843	153,437
Audit Fee	22,472	16,854
Certification Fees	2,780	5,515
Other Local Taxes	4,300	258
Loss on Sale of Assets	-	4,630
Donation	2,500,000	-
Miscellaneous expenses	36,691	68,925
	<u>3,720,082</u>	<u>1,348,119</u>



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Note 10 Contingent liabilities and commitments (to the extent not provided for) :

Commitment:

The estimated amount of contract remaining to be executed in capital accounts and not provided for as on 31.03.2013 Rs.NIL (31.03.2012 is Rs.360,000)

Note 11 Disclosures as required under Accounting Standard AS-18 under the Companies Accounting Standards Rules 2006 on "Related Party Disclosures" :

(a) Related party and their relationship :

Name of related party

Nature of relationship

CESC Limited

Holding Company

Spencer's Retail Limited, CESC Properties Limited, Metromark Green Commodities Pvt. Ltd., Music World Retail Limited, Au Bon Pain Café India Limited, CESC Projects Limited, Dhariwal Infrastructure Ltd, Haldia Energy Ltd, CESC Infrastructure Ltd, Surya Vidyut Limited, Bantal Singapore Pte.Ltd , Papu Hydropower Projects Limited (w.e.f. 15th May, 2012), Pachi Hydropower Projects Limited (w.e.f. 15th May, 2012), Spenliq Private Limited (w.e.f. 9th October, 2012), Firstsource Solutions Limited (w.e.f. 5th December, 2012), Firstsource Group USA, Inc., Firstsource BPO Ireland Ltd. ,Firstsource Solutions UK Ltd., Anunta Tech Infrastructure Services Ltd., Firstsource-Dialog Solutions Pvt. Ltd., MedAssist Holding, Inc., Firstsource Business Process Services, LLC Firstsource Solutions S.A. (Argentina), Firstsource Solutions USA, LLC, Firstsource Advantage, LLC ,Firstsource Transaction Services, LLC ,Twin Lakes Property LLC, (Twinlakes-I), Twin Lakes Property LLC (Twinlakes-II), Ranchi Power Distribution Company Private Limited (w.e.f. 12th November, 2012)

Fellow Subsidiary Companies

Mahuagarhi Coal Company Private Limited

Fellow Associate

(b) Disclosure of transactions between the Company and Related Party and status of outstanding balance :

	<u>Current Year</u> <u>(Rupees)</u>	<u>Previous Year</u> <u>(Rupees)</u>
Advance against equity received from CESC Limited during the year and remained outstanding as on 31 st March, 2013	4,500,000	Nil

Note 12 Disclosures as required under Accounting Standard AS-20 under the Companies Accounting Standards Rules 2006 on "Earnings Per Share" :

	<u>Current Year</u>	<u>Previous Year</u>
(Loss) after tax	(Rs.3,720,082)	(Rs.1,349,243)
Weighted average number of Equity Shares for EPS	900,000	120,833
Nominal Value of Equity Shares	Rs.10	Rs.10
Basic and Diluted Earning per Equity Share	(Rs.4.13)	(Rs.11.16)



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Note 13 The Company is presently in the process of setting up of a power plant. The Company is yet to commence commercial production and does not operate in any other segment.

Note 14 Since the Company has not commenced commercial production, Deferred Tax Asset has not been recognised.

Note 15 Previous year figures have been re-classified/regrouped wherever necessary.

For P.K.Das & Associates
Firm Registration Number: 308082 E
Chartered Accountants

For and on behalf of the Board of Directors


Pradyot Das
(Proprietor)
Membership Number 13861
Kolkata, 27th May, 2013




Prady Kumar Barn
Director


Director