

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF PAPU HYDROPOWER PROJECTS LIMITED**

#### **Report on the Standalone Financial Statements**

1. We have audited the accompanying financial statements of **PAPU HYDROPOWER PROJECTS LIMITED** ("the Company"), which comprise the Balance Sheet as at March, 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

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

2. 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 to 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 provisions of the Act for safeguarding of 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**

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.
6. 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 controls 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.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



**Opinion**


8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, of the state of affairs of the Company as at March, 31, 2016, and its loss and its cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements**

9. As required by 'the Companies (Auditor's Report) Order, 2015', issued by the Central Government of India in terms of sub-section (11) of section 143 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 a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
10. As required by Section 143 (3) of the Act, we report that:
- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - 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.
  - In our 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.
  - On the basis of the written representations received from the directors as on March, 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March, 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
  - With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B", and
  - 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 our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
    - The Company does not have any pending litigations as at March, 31, 2016 which would impact its financial position.
    - The Company did not have any long-term contracts including derivative contracts as at March, 31, 2016.
    - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March, 31, 2016.



For Batliboi, Purohit & Darbari  
Chartered Accountants  
Firm Registration Number: 303086E

  
(CA Hemal Mehta)  
Partner  
Membership Number 063404

Kolkata  
Dated: 09<sup>th</sup> May, 2016



**Annexure-A to Independent Auditors' Report**

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of Papu Hydropower Projects Limited on the financial statements as of and for the year ended March, 31, 2016

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
(b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.  
(c) The Company does not own any immovable properties. Therefore, the provisions of Clause 3(i)(c) of the said Order are not applicable to the Company.
- ii. The Company does not have any inventory and accordingly the provisions of Clause 3(ii) of the said Order are not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a) and (iii)(b) & (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under to the extent notified.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues in respect of provident fund and income tax and other material statutory dues, as applicable, with the appropriate authorities.  
(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax which have not been deposited on account of any dispute.
- viii. As the Company does not have any loan or borrowings from any financial institution or bank or Government nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. 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 explanations given to us, we have neither come across any instance of 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.
- xi. According to the information and explanations provided to us, managerial remuneration has not been paid or provided by the company during the year.



Chartered Accountants

**Annexure-A to Independent Auditors' Report**

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of Papu Hydropower Projects Limited on the financial statements for the year ended March, 31, 2016  
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- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

for **Batliboi, Purohit & Darbari**  
Chartered Accountants  
Firm Registration Number: 303086E

  
(CA Hemal Mehta)  
Partner

Membership Number 063404



Kolkata

Dated: 09/5/16



**Annexure-B to Independent Auditors' Report**

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Papu Hydropower Projects Limited on the financial statements for the year ended March 31, 2016

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act**

1. We have audited the internal financial controls over financial reporting of Papu Hydropower Projects Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and



**Annexure-B to Independent Auditors' Report**

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Papu Hydropower Projects Limited on the financial statements for the year ended March 31, 2016

(3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

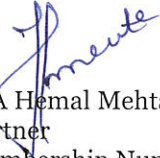
**Opinion**

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Kolkata  
Dated: 09<sup>th</sup> May, 2016



For Batliboi, Purohit & Darbari  
Chartered Accountants  
Firm Registration Number: 303086E

  
(CA Hemal Mehta)  
Partner  
Membership Number 063404

Papu Hydropower Projects Limited

Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.

Balance Sheet as at 31st March, 2016

Particulars	Note No.	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share Capital	2.1	282,06,150	282,06,150
Reserves and Surplus	2.2	(201,47,352)	(200,25,597)
<b>Current liabilities</b>			
Other Current Liabilities	2.3	28,750	57,76,188
<b>TOTAL</b>		<b>80,87,548</b>	<b>139,56,741</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed Assets</b>			
Capital Work in Progress	2.4	59,89,435	39,36,749
<b>Current assets</b>			
Cash and bank balances	2.5	19,79,891	100,19,992
Short-term loans and advances	2.6	1,18,222	-
<b>TOTAL</b>		<b>80,87,548</b>	<b>139,56,741</b>
Significant Accounting Policies	1		
Notes 1 - 2.13 form an integral part of the Accounts.			

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

For Batliboi, Purohit & Darbari  
Firm Registration Number:303086E  
Chartered Accountants

CA Hema Mehta  
Partner  
Membership.No. 063404

Place: Kolkata  
Date: 09th May, 2016



For and on behalf of the Board of Directors

Vinod Kumar  
Director

Director



Papu Hydropower Projects Limited

Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.

Statement of Profit and Loss for the year ended 31st March, 2016

Particulars	Note No.	2015-16 Rs.	2014-15 Rs.
Revenue		-	-
<b>Expenses</b>			
Other expenses	2.7	1,21,755	38,13,738
		1,21,755	38,13,738
Loss for the Year		(1,21,755)	(38,13,738)
Earnings per equity share (Face value of Rs. 10 per share) Basic and Diluted	2.11	(0.04)	(2.09)
Significant Accounting Policies Notes 1 - 2.13 form an integral part of the Accounts.	1		

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

For Batliboi, Purohit & Darbari  
Firm Registration Number:303086E  
Chartered Accountants



CA Hemal Mehta  
Partner  
Membership.No. 063404



For and on behalf of the Board of Directors



Director



Director

Place: Kolkata  
Date: 09th May, 2016



Papu Hydropower Projects Limited

Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.

Cash Flow Statement for the year ended 31st March ,2016

	2015-16	2014-15
	(Rs.)	(Rs.)
<b>A. Cash Flow from Operating Activities</b>		
(Loss) before taxation for the year/period	(1,21,755)	(38,13,738)
Operating Loss before Working Capital Changes	(1,21,755)	(38,13,738)
Adjustment for:		
Receivables	(1,18,222)	
Payables	(57,47,438)	57,48,098
<b>Net Cash Flow from/used in Operating Activities</b>	<b>(59,87,415)</b>	<b>19,34,360</b>
<b>B. Cash Flow from Investing Activities</b>		
Increase in Capital Work in Progress	(20,52,686)	(39,36,749)
<b>Net Cash used in Investing Activities</b>	<b>(20,52,686)</b>	<b>(39,36,749)</b>
<b>C. Cash Flow from Financing Activities</b>		
Issue of Equity Share Capital	-	100,00,000
<b>Net Cash Flow from Financing Activities</b>	<b>-</b>	<b>100,00,000</b>
<b>Net Increase/(Decrease) of Cash and Cash Equivalents</b>	<b>(80,40,101)</b>	<b>79,97,611</b>
<b>Cash and Cash Equivalents - Opening Balance</b>	<b>100,19,992</b>	<b>20,22,381</b>
<b>Cash and Cash Equivalents - Closing Balance</b>	<b>19,79,891</b>	<b>100,19,992</b>

Notes:

1 The Cash Flow Statement has been prepared under the indirect method as given in the Accounting Standard on Cash Flow Statement (AS-3) as per Companies (Accounting Standard) Rules, 2006.

2 Previous period's figures have been regrouped/rearranged wherever necessary

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

For Batliboi, Purohit & Darbari  
Firm Registration Number:303086E  
Chartered Accountants

  
CA Hermal Mehta  
Partner  
Membership.No. 063404



For and on behalf of the Board of Directors

  
Director

  
Director

Place: Kolkata  
Date: 09th May, 2016

**Papu Hydropower Projects Limited**

**Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.**

**1. Significant Accounting Policies**

**i) Accounting Convention**

The financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) [Companies (Accounting standard) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current-non-current classification of assets and liabilities.

**ii) Expenditure During Construction**

Company has been set up to develop Power projects and is yet to commence commercial production. Indirect expenses, which are not directly related to the project, have been charged off to the Statement of Profit and Loss. Expenses that are directly related to the project and incidental thereto are disclosed under Capital Work in Progress and are to be capitalized subsequently.

**iii) Taxes on Income**

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. Deferred tax assets are not recognized unless there is reasonable certainty and in case of brought forward loss and unabsorbed depreciation there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.





**Note - 2.1 : Share Capital**

Particulars	As at	As at
	31st March, 2016 Rs.	31st March, 2015 Rs.
<b>Authorised Share Capital</b>		
5,000,000 (Previous Year:5,000,000) Equity Shares of Rs 10/- each	500,00,000	500,00,000
<b>Issued, Subscribed and Paid up capital</b>		
28,20,615 (Previous Year: 28,20,615) Equity Shares of Rs 10/- each, fully paid up	282,06,150	282,06,150
	<b>282,06,150</b>	<b>282,06,150</b>

**(a) 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.

**(b) Details of shareholders holding more than 5 % shares in the Company**

Name of shareholder	As at 31st March, 2016		As at 31st March, 2015	
	No. of shares	%	No. of shares	%
CESC Limited	28,20,615	100	28,20,615	100

CESC Limited is also the Holding Company of Papu Hydropower Projects Limited and percentage of shares held is stated above.

**(c) Reconciliation of shares outstanding at the beginning and at the end of the reporting year**

Particulars	As at 31st March, 2016		As at 31st March, 2015	
	No. of shares	Rs.	No. of shares	Rs.
Opening balance at the beginning of the year	28,20,615	282,06,150	18,20,615	182,06,150
Add: Equity shares issued during the year	-	-	10,00,000	100,00,000
Shares outstanding at the end of the year	28,20,615	282,06,150	28,20,615	282,06,150

**Note - 2.2 : Reserves and Surplus**

Particulars	As at	As at
	31st March, 2016 Rs.	31st March, 2015 Rs.
Surplus in the Profit and Loss Statement		
Debit balance at the beginning of the year	(200,25,597)	(162,11,859)
Add: Loss for the year	(1,21,755)	(38,13,738)
Debit balance at the end of the year	(201,47,352)	(200,25,597)



Papu Hydropower Projects Limited

Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.

**Note - 2.3: Other Current Liabilities**

Particulars	As at	As at
	31st March, 2016 Rs.	31st March, 2015 Rs.
Tax deducted at source	-	9,408
Audit Fee Payable	28,750	25,281
Other Payable	-	57,41,499
	<b>28,750</b>	<b>57,76,188</b>

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.





**Papu Hydropower Projects Limited**

**Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.**

**Note 2.4: Capital Work in Progress**

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Expenditure During Construction Pending Capitalisation	59,89,435	39,36,749
	<b>59,89,435</b>	<b>39,36,749</b>

**Note 2.5 : Cash and bank balances**

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Cash and Cash equivalents		
Balance with Schedule Banks in Current Account	19,79,891	100,19,992
	<b>19,79,891</b>	<b>100,19,992</b>

**Note 2.6: Short-term loans and advances**

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Travel Advance	50,000	-
Tax deducted at source	68,222	-
	<b>1,18,222</b>	<b>-</b>



Papu Hydropower Projects Limited

Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.

**Note 2.7 : Other Expenses**

Particulars	2015-16 Rs.	2014-15 Rs.
Travelling Expenses	-	1,01,759
Professional Fees	31,840	36,78,942
Filing Fee	13,800	4,800
Auditor's Remuneration	28,750	28,090
Repair & Maintenance	18,255	-
Boarding & Lodging Expenses	18,850	-
Miscellaneous Expenses	10,260	147
	<b>1,21,755</b>	<b>38,13,738</b>





**Papu Hydropower Projects Limited**

**Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.**

**Note 2.8**

Since the Company has incurred loss during the year, no provision for taxation has been made in the accounts.

**Note 2.9**

The Company is engaged in the business of development of Power Projects and does not operate in any other reportable segment

**Note 2.10**

The Company has not made any Foreign Currency Transaction during the financial year.

**Note 2.11 Earnings per Share (EPS)**

**Computation of Earnings per share**

Particulars		2015-16	2014-15
Loss attributable to Equity Shareholders (Rs.)	(A)	(1,21,755)	(38,13,738)
Weighted Average Nos. of Equity Shares for Earnings per share for Basic EPS	(B)	28,20,615	18,23,355
Basic Earnings Per Share of Rs 10/-=[(A)/(B)] (RS)		(0.04)	(2.09)

**Note 2.12 Related Party Disclosures**

**2.12.1. Related Parties and their Relationships for the year ended 31st March, 2016**

Name of Related Parties	Nature of Relationship
CESC Limited	Holding Company
Spencer's Retail Limited, QUEST Properties Limited, Metromark Green Commodities Pvt. Ltd., Music World Retail Limited, Au Bon Pain Café India Limited, Nalanda Power Company Limited, Dhariwal Infrastructure Ltd, Haldia Energy Ltd, CESC Infrastructure Ltd, Surya Vidyut Limited, Bantal Singapore Pte.Ltd , CESC Projects Limited, Pachi Hydropower Projects Limited, Spenliq Private Limited, Firstsource Solutions Limited, Firstsource Group USA, Inc., Firstsource BPO Ireland Ltd. ,Firstsource Solutions UK Ltd., Firstsource Management Services Limited., Firstsource-Dialog Solutions Pvt. Ltd., MedAssist Holding, LLC., Firstsource Business Process Services, LLC Firstsource Solutions S.A. (Argentina), Firstsource Solutions USA, LLC, Firstsource Advantage, LLC ,Firstsource Transaction Services, LLC , One Advantage LLC, USA, Sheesham Commercial Private Limited, Water Hyacinth Commosale Private Limited, Wigeon Commotrade Private Limited, Crescent Power Limited, Ranchi Power Distribution Company Limited, New Rising Promoters Private Limited, Omnipresent Retail India Private Limited.	Fellow Subsidiary Companies



**Papu Hydropower Projects Limited**

**Registered Office: Thapar House, 124 Janpath, 2nd Floor, Western Wing, New Delhi - 110001.**


2.12.2 Details of transaction between the company and related parties for the year ended on 31.03.16 are given as under:

Type of Transaction	Holding Company	
	31.03.2016	31.03.2015
Issue of Fully paid up Equity Shares	-	100,00,000
Expenses Payable	-	57,41,499
Expenses Paid	57,41,499	-
Outstanding Balance		
--Debit	-	-
--Credit	-	57,41,499

**Note 2.13**

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

For Batliboi, Purohit & Darbari  
Firm Registration Number - 303086E  
Chartered Accountants

  
CA Hemal Mehta  
Membership. No. 063404



For and on behalf of the Board

  
Director

  
Director

Place: Kolkata  
Date: 09<sup>th</sup> May, 2016.