

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS HINDUSTHAN VIDYUT CORPORATION LIMITED

Report on Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of **HINDUSTHAN VIDYUT CORPORATION LIMITED** ('the Company'), which comprise the balance sheet as at March 31, 2017, the statement of profit and loss (including the statement of other comprehensive income), the statement of cash flow and the statement of changes in equity for the year then ended and a summary of the significant accounting policies and other explanatory information (herein after referred to as "Ind AS financial statements")

Management's Responsibility for the Ind AS 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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with relevant rules issued thereunder.

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 judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

We 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 thereunder.

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing issued by The Institute of Chartered Accountants of India, as specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

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



the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view 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 the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Ind AS financial statements.

Basis for Qualified Opinion

We refer to note no.14 regarding the present status of Barsingsar power project being implemented by the Company. The Implementation Agreement was made ineffective by the Government of Rajasthan. The matter was referred to arbitration which vide its order dated 2nd January, 2007 awarded a sum of Rs. 1140.33 lacs to the Company. The Government of Rajasthan had filed objections with District Judge, Jaipur which is rejected and arbitration award has been upheld by the court. Government of Rajasthan has filed an appeal with Hon'ble High Court of Rajasthan at Jaipur. The matter being under litigation, we are unable to comment on the realisation of the project expenditure pending allocation amounting to Rs. 1,183.58 lacs (Including Rs. 35.86 lacs relating to Bina project, transferred to the Company in earlier year as part of overall growth strategy of the Company).

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matter described in the Basis for Qualified Opinion paragraph above*, the aforesaid Ind AS 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 including the Ind AS, of the financial position of the Company as at March 31, 2017, and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements


1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and, except for the possible effect of the matter described in the Basis for Qualified Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid standalone financial statements;



- b) In our opinion, except for the effect of the matter described in the Basis for Qualified Opinion paragraph above, 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;
- c) 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;
- d) In our opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph above, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 as amended;
- e) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- f) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant Rules issued thereunder;
- g) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company;
- h) On the basis of the written representations received from the directors as on March 31, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
- i) 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";
- j) The qualification relating to matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above; and
- k) 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 information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial statement – Refer Note 14 to the financial statements;
 - ii. The Company has no material foreseeable losses on long-term contracts including derivative contracts;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company; and
 - iv. The company has provided requisite disclosures in Note 23 to these Ind AS financial statements as to the holdings as well as dealings in Specified Bank

Notes during the period from 8th November, 2016 to 30th December, 2016. Based on the audit procedures and relying on the management representation regarding the holding and nature of cash transactions, including Specified Bank Notes, we report that the disclosures are in accordance with books of account maintained by the company and as produced to us by the management

For NSBP & CO.
Chartered Accountants
Firm Registration No. 001075N



Deepak K Aggarwal
Partner
Membership No. 095541



Place: New Delhi
Date: August 10, 2017

Annexure A to the Independent Auditors' Report to the members of Hindusthan Vidyut Corporation Limited dated August 10, 2017.

Report on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 ("the Act") as referred to in paragraph 1 of 'Report on Other Legal and Regulatory Requirements' section

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed assets have been physically verified by the management at reasonable intervals; no material discrepancy was noticed on such verification.
- (c) The Company does not have any immovable property, this clause is not applicable.
- (ii) According to the information and explanation given to us and the records examined by us, the company is not having any inventory, therefore the provisions of clause 3(ii) of the said Order is not applicable to the company.
- (iii) The Company has not granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act, 2013. Hence, this clause is not applicable.
- (iv) The Company has complied with the provisions of section 185 and 186 of the Act, 2013 in respect of loans, investments, guarantees or securities, wherever transacted and applicable.
- (v) The Company has not accepted any deposits and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act, 2013 and the rules framed there under are not applicable.
- (vi) According to the information and explanation given to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Act, 2013. Therefore, the provision is not applicable.
- (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 generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues, as applicable, with the appropriate authorities. There are no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
- (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 or sales-tax or service tax or duty of customs or duty of excise and value added tax which have not been deposited on account of any dispute.
- (viii) As the company does not have any borrowings from any Government, financial institution or bank 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) Based on the information and explanations given by the management, the Company has not raised any monies by way of initial public offer or further public offer or term loan during the financial year. Accordingly, the provision of Clause 3(ix) of the Order are not applicable to the Company.
- (x) In our opinion and on the basis of information and explanations given to us, no cases of fraud by the Company or fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion, and according to the information and explanations given to us, the company has not paid any managerial remuneration during the year, hence the provisions of section 197 of the Act and reporting requirement of the Order are not applicable.
- (xii) The Company is not a Nidhi Company and therefore, the provisions of clause 3 (xii) of the said Order are not applicable to the Company.
- (xiii) As per the information and explanations and records made available by the management of the Company and audit procedure performed, for the related parties transactions entered during the year, the Company has complied with the provisions of Section 177 and 188 of the Act, where applicable. As explained, as per records and details made available to us such related parties transactions have been disclosed in financial statements as required by the applicable Indian Accounting Standards.
- (xiv) According to the information and explanations given to us and based on the examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully / partly convertible debentures during the year in terms of provisions of Section 42 of the Act.
- (xv) On the basis of records made available to us and according to information and explanations given to us and based on the examination of the records of the Company, the Company has not entered into non-cash transactions with the directors or persons connected with him. Accordingly, paragraph 3 (xv) of the order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934 as the provision of section is not applicable to the Company.

For NSBP & CO.

Chartered Accountants

Firm Registration No. 001075N



Deepak K Aggarwal

Partner

Membership No. 095541



Place: New Delhi

Date: August 10, 2017

Annexure B to the Independent Auditor's Report to the members of Hindusthan Vidyut Corporation Limited dated August 10, 2017 on its Ind AS financial statements

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") as referred to in paragraph 1(f) of 'Report on Other Legal and Regulatory Requirements' section

We have audited the internal financial controls over financial reporting of **HINDUSTHAN VIDYUT CORPORATION LIMITED** ("the Company") as of March 31, 2017 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

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". 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 Companies Act, 2013.

Auditors' Responsibility

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, as specified under section 143(10) of the Companies Act, 2013, 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 Institute of Chartered Accountants of India. 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.

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 Ind AS financial statements, whether due to fraud or error.

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

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:

- a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- b) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS 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
- c) 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 Ind AS financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

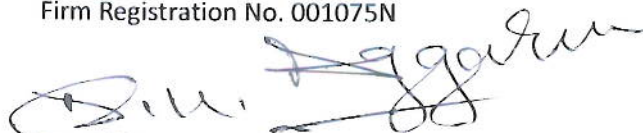
Opinion

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, 2017, 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.

For NSBP & CO.

Chartered Accountants

Firm Registration No. 001075N


Deepak K Aggarwal

Partner

Membership No. 095541



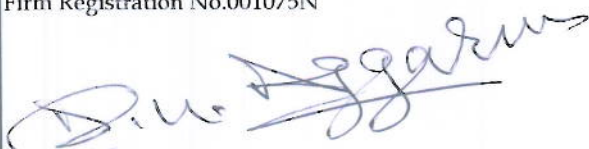
Place: New Delhi
Date: August 19, 2017

Industhan Vidyut Corporation Limited
Balance Sheet as at 31 March 2017

PARTICULARS	Note No.	Amount in ₹		
		Ind AS As at March 31, 2017	Ind AS As at March 31, 2016	Ind AS As at April 1, 2015
ASSETS				
Non-current assets				
Property, Plant and Equipment	2	22,146	27,926	33,706
Capital work-in-progress	2A	11,84,09,831	11,83,58,876	11,82,97,832
Total Non - Current Assets		11,84,31,977	11,83,86,802	11,83,31,538
Current assets				
Financial Assets				
- Cash and cash equivalents	3	1,22,212	1,67,612	2,13,849
- Other financial assets	4	10,00,000	10,00,000	10,00,000
Other current assets	5	15,00,000	15,00,000	15,00,000
Total Current Assets		26,22,212	26,67,612	27,13,849
Total Assets		12,10,54,189	12,10,54,414	12,10,45,387
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	6	1,40,15,200	1,40,15,200	1,40,15,200
Total equity		1,40,15,200	1,40,15,200	1,40,15,200
LIABILITIES				
Current liabilities				
Financial Liabilities				
- Other financial liabilities	7	10,70,38,989	10,70,39,214	10,70,30,187
Total Current Liabilities		10,70,38,989	10,70,39,214	10,70,30,187
Total liabilities		10,70,38,989	10,70,39,214	10,70,30,187
Total Equity & Liabilities		12,10,54,189	12,10,54,414	12,10,45,387

The accompanying notes form an integral part of these financial statements 1-25

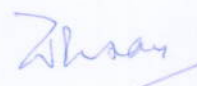
As per our report of even date
For NSBP & Co.
Chartered Accountants
Firm Registration No.001075N


Deepak K Aggarwal
Partner
Membership No: 095541
Place :Delhi
Date: The 10th day of August, 2017



For and on behalf of the Board of Directors


L. K. RUNGTA
Director
DIN No. 02512399
Place: Kolkata
Date: 10/08/2017

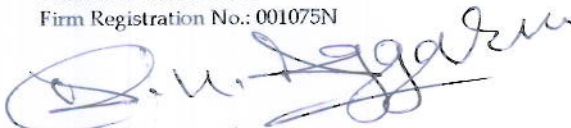

R. P. MODY
Director
DIN No. 00140503
Place: Kolkata
Date: 10/08/2017

HINDUSTHAN VIDYUT CORPORATION LIMITED

Cash Flow statement for the year ended 31st March 2017


SI No.	Particulars	Year Ended 31st March 2017	Year Ended 31st March 2016
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit before tax	-	-
	Adjustment for :		
	Depreciation/amortization	-	-
	Interest on TDS	-	-
	Operating profit before working capital changes		
	Movements in working capital :		
	Increase/(decrease) in trade payables	-	-
	Increase/(decrease) in other current liabilities	(225)	9,027
	Decrease/(increase) in trade receivables	-	-
	Decrease/(increase) in inventories	-	-
	Decrease / (increase) in other current assets	-	-
	Cash generated from/(used in) operations	(225)	9,027
	Less: Direct taxes paid (net of refunds)	-	-
	Net cash flow from/ (used in) Operating Activities (A)	(225)	9,027
B.	CASH FLOWS FROM INVESTING ACTIVITIES		
	Capital work in Progress	(45,175)	(55,264)
	Net cash flow from/(used in) Investing Activities (B)	(45,175)	(55,264)
C.	CASH FLOWS FROM FINANCING ACTIVITIES		
	Issue of share capital	-	-
	Net Proceeds from Long term borrowing	0	-
	Interest paid	0	-
	Net cash flow from/(used in) in Financing Activities (C)	-	-
	Net increase/(decrease) in Cash and Cash Equivalents (A + B + C)	(45,400)	(46,237)
	Cash and Cash Equivalents at the beginning of the year	1,67,612	2,13,849
	Cash and Cash Equivalents at the end of the year	1,22,212	1,67,612


As per our report of even date
For NSBP & Co.
Chartered Accountants
Firm Registration No.: 001075N


Deepak K Aggarwal
Partner
Membership No. 095541
Place: *Silli*
Date: The 10th day of August, 2017



For and on behalf of the Board of Directors


L. K. RUNGTA
Director
DIN No. 02512399
Place: *Kolkata*
Date: *10/08/2017*


R. P. MODY
Director
DIN No. 00140503
Place: *Kolkata*
Date: *10/08/2017*

Statement of Changes in Equity for the year ended 31 March 2017

A. Equity Share Capital

	Amount in ₹
As at 1 April 2015	1,40,15,200
Changes in equity share capital	
As at 31 March 2016	1,40,15,200
Changes in equity share capital	
As at 31 March 2017	1,40,15,200

B. Other Equity

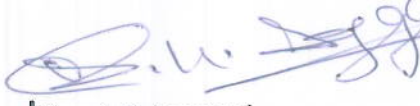
Amount In ₹

PARTICULARS	Reserves and Surplus		
	Retained earnings	General Reserves	Total
Balance at 1 April 2015	-		-
Profit for the year	-		-
Balance at 31 March 2016	-	-	-
Profit for the year	-		-
Balance at 31 March 2017	-	-	-

The accompanying notes form an integral part 1-25 of these financial statements


The above statement of changes in equity should be read in conjunction with the accompanying notes

As per our report of even date
For NSBP & Co.
Chartered Accountants
Firm Registration No.001075N

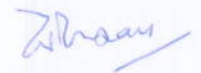

Deepak K Aggarwal
Partner
Membership No: 095541

Place: ~~Kolkata~~ *new delhi*
Date: The 10th day of August, 2017

For and on behalf of the Board of Directors


J. K. RUNGTA
Director
DIN No: 02512399

Place: *Kolkata*
Date: *10/08/2017*


R. P. MODY
Director
DIN No. 00140503

Place: *Kolkata*
Date: *10/08/2017*

Hindusthan Vidyut Corporation Limited

Notes to the financial statements for the year ended 31st March 2017

Note 2 Property, Plant and Equipment

Amount in ₹

Gross Block	Computers & office Equipments	Total
As at 1st April 2015	33,706	33,706
Additions	-	-
Disposals	-	-
As at 31st March 2016	33,706	33,706
Additions	-	-
Disposals	-	-
As at 31st March 2017	33,706	33,706
Accumulated Depreciation		
As at 1st April 2015		
Additions	5,780	5,780
Disposals		
As at 31st March 2016	5,780	5,780
Additions	5,780	5,780
Disposals		
As at 31st March 2017	11,560	11,560
Net carrying amount as at 31 March 2017	22,146	22,146
Net carrying amount as at 31 March 2016	27,926	27,926



Hindusthan Vidyut Corporation Limited
Notes to the financial statements for the year ended 31st March 2017
Note 2A Capital Work In Progress

CAPITAL WORK IN PROGRESS-PREOPERATIVE EXPENDITURE PENDING ALLOCATION

	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
	₹	₹	₹
Advertisement & Publicity	3,70,732.00	3,70,732.00	3,70,732.00
Auditors' Remuneration	2,50,832.00	2,35,832.00	2,20,832.00
Bank Charges	30,049.00	29,817.00	29,623.00
Bank Guarantee Commission	1,12,26,665.00	1,12,26,665.00	1,12,26,665.00
Books & Periodicals	8,71,228.00	8,71,228.00	8,71,228.00
Custom Duty Paid	18,500.00	18,500.00	18,500.00
Depreciation	55,09,484.00	55,03,704.00	54,97,924.00
Directors' Sitting Fees	2,25,000.00	2,13,000.00	2,02,000.00
Fees & Subscription	2,12,63,406.00	2,12,59,406.00	2,12,49,673.00
Filing Fee	5,08,998.00	5,08,998.00	5,03,434.00
General Charges	7,35,506.00	7,33,244.00	7,33,244.00
Insurance Premium	1,72,879.00	1,72,879.00	1,72,879.00
Interest on Loan	4,06,882.00	4,06,882.00	4,06,882.00
Legal & Professional Charges	11,48,753.00	11,48,753.00	11,48,753.00
Loss on discard of fixed assets	17,29,188.00	17,29,188.00	17,29,188.00
Postage & Telegram	2,70,019.00	2,70,019.00	2,69,979.00
Power, Fuel & Water	24,54,545.00	24,54,545.00	24,54,545.00
Rent, Rates & Taxes	1,21,01,161.00	1,20,95,751.00	1,20,89,451.00
Repair & Maintenance	39,75,478.00	39,75,478.00	39,75,478.00
Stationery & Printing	9,96,363.00	9,96,363.00	9,96,363.00
Salaries & Welfare	2,50,69,009.00	2,50,69,009.00	2,50,69,009.00
Service Tax Paid	1,05,195.00	98,924.00	94,138.00
Travelling & Conveyance	2,01,09,408.00	2,01,09,408.00	2,01,06,761.00
Telephone & Trunkcall	56,62,169.00	56,62,169.00	56,62,169.00
Vehicle Upkeep	30,36,667.00	30,36,667.00	30,36,667.00
Preliminary Expenses Written off	1,65,175.00	1,65,175.00	1,65,175.00
Liability no longer required writtenback	(3,460.00)	(3,460.00)	(3,460.00)
	11,84,09,831.00	11,83,58,876.00	11,82,97,832.00



Hindusthan Vidyut Corporation Limited

Notes to the financial statements for the year ended 31st March 2017

Note 3 Cash and Cash Equivalents

Particulars	Amount in ₹		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
(a) Balances with banks on Current Account	1,17,425	1,60,494	2,13,578
(b) Cash on hand	4,787	7,118	271
Total Cash and Cash Equivalents	1,22,212	1,67,612	2,13,849

Note 4 Other Financial Assets

Particulars	Amount in Rs.		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Security Deposits-Receivable from related Party	10,00,000	10,00,000	10,00,000
Total	10,00,000	10,00,000	10,00,000

Note 5 Other Current Assets

Particulars	Amount in Rs.		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Security Deposits	15,00,000	15,00,000	15,00,000
Total	15,00,000	15,00,000	15,00,000



han Vidyut Corporation Limited
the financial statements for the year ended 31st March 2017

Equity Share Capital

	Equity Shares	
	No. of Shares	₹
April 2015	2,00,00,000	20,00,00,000
e/(decrease) during the year March 2016	2,00,00,000	20,00,00,000
e/(decrease) during the year March 2017	2,00,00,000	20,00,00,000
Subscribed & Paid-up Capital		
April 2015	14,01,520	1,40,15,200
s during the period March 2016	14,01,520	1,40,15,200
s during the period March 2017	14,01,520	1,40,15,200

held by Holding Company

	As at 31st March 2017	As at 31st March 2016	At 1st April 2015
	1,40,15,200	1,40,15,200	1,40,15,200

than Engineering & Industries Limited and its Nominees

of shareholders holding more than 5% shares in the company

	31st March 2017		31st March 2016		1st April 2015	
	No. of Shares	% holding	No. of Shares	% holding	No. of Shares	% holding
	14,01,520	100.00%	14,01,520	100.00%	14,01,520	100.00%
	14,01,520	100.00%	14,01,520	100.00%	14,01,520	100.00%

than Engineering & Industries Limited and its Nominees
/rights attached to equity shares
company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share.



ment 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
ation will be in proportion to the number of equity shares held by the shareholders.

Hindusthan Vidyut Corporation Limited

Notes to the financial statements for the year ended 31st March 2017

Note 7 Other Financial Liabilities

Particulars	Amount in ₹		
	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Payable to Related parties (refer note no 13)	8,00,99,891	8,00,99,891	8,00,91,091
Liabilities for Expenses	2,69,21,848	2,69,21,848	2,69,21,848
Others	17,250	17,475	17,248
Total	10,70,38,989	10,70,39,214	10,70,30,187



Hindusthan Vidyut Corporation Limited

Notes to the financial statements for the year ended 31st March 2017

Note 8: First-time adoption of IND AS

Transition to Ind AS

These financial statements, for the year ended March 31, 2017, are the first the Company has prepared in accordance with Ind AS. For periods up to and including the year ended March 31, 2016, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies(Accounts) Rules, 2014 (Indian GAAP).

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for periods ending on March 31, 2017, together with the comparative period data as at and for the year ended March 31, 2016, as described in the summary of significant accounting policies. In preparing these financial statements, the Company's opening balance sheet was prepared as at April 1, 2015, the Company's date of transition to Ind AS. This note explains the principal adjustments made by the Company in restating its Indian GAAP financial statements, including the balance sheet as at April 1, 2015 and the financial statements as at and for the year ended March 31, 2016.

I) Exemptions applied

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain

Deemed Cost

Ind AS 101 permits a first time adopter to elect to fair value on its property, plant and equipment as recognized in financial statements as at the date of transition to Ind AS, measured as per previous GAAP and use that as its deemed cost as at the date of transition or apply principles of Ind AS retrospectively. Ind AS 101 also permits the first time adopter to elect to continue with the carrying value for all of its property plant and equipment as

Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS

Fair value of financial Assets and Liabilities

The company has payables that are non-derivative financial instruments. Under previous GAAP, these were carried at transactions cost less allowances for impairment, if any. Under IND AS, these are financial assets and liabilities are initially recognised at fair value and subsequently measured at amortised cost, less allowances for impairment, if any. For transaction entered into on or after the date of transition to IND AS, the requirement of initial recognition at fair value is applied prospectively.

Reconciliation between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior years. The following tables represents the reconciliation from previous GAAP to Ind AS



B.1 : Reconciliation of equity as at 31 March 2016

Particulars	Notes to first-time adoption	Previous GAAP (*)	Adjustments	Ind AS
Non-current assets				
Property, Plant and Equipment		27,926		27,926
Capital work-in-progress		11,83,58,876		11,83,58,876
Financial Assets				
- Investments		25,00,000	(25,00,000)	-
Other non current assets		-	-	-
Deferred tax assets (Net)		-	-	-
Total Non - Current Assets		12,08,86,802		11,83,86,802
Current assets				
Inventories		-	-	-
Financial Assets				
- Cash and cash equivalent		1,67,612		1,67,612
- Other financial assets		-	10,00,000	10,00,000
Current Tax Assets		-	15,00,000	15,00,000
Other current assets		-	-	-
Total Current Assets		1,67,612		26,67,612
Total Assets		12,10,54,414		12,10,54,414
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital		1,40,15,200		1,40,15,200
(b) Other Equity		-		-
Reserve and Surplus		1,40,15,200		1,40,15,200
Total equity				
LIABILITIES				
Non-current liabilities				
Financial Liabilities		-		-
Other non-current liabilities		-		-
Total non-current liabilities				
Current liabilities				
Financial Liabilities		10,70,39,214		10,70,39,214
- Other financial liabilities		-		-
Provisions		-		-
Other current liabilities		-		-
Current Tax Liabilities(net)		-		-
Total Current Liabilities		10,70,39,214		10,70,39,214
Total liabilities		10,70,39,214		10,70,39,214
Total Equity & Liabilities		12,10,54,414		12,10,54,414

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note



B.2: Reconciliation of equity as at date of transition (1 April 2015)

Particulars	Notes to first-time adoption	Previous GAAP (*)	Adjustments	Ind AS
Non-current assets				
Property, Plant and Equipment		33,706		33,706
Capital work-in-progress		11,82,97,832		11,82,97,832
Financial Assets				
- Investments		25,00,000	(25,00,000)	-
Other non current assets				
Deferred tax assets (Net)				
Total Non - Current Assets		12,08,31,538		11,83,31,538
Current assets				
Inventories				
Financial Assets				
- Cash and cash equivalent		2,13,849		2,13,849
- Other financial assets			10,00,000	10,00,000
Current Tax Assets			15,00,000	15,00,000
Other current assets				
Total Current Assets		2,13,849		27,13,849
Total Assets		12,10,45,387		12,10,45,387
EQUITY AND LIABILITIES				
Equity				
Equity Share capital		1,40,15,200		1,40,15,200
(b) Other Equity				
Reserve and Surplus		1,40,15,200		1,40,15,200
Total equity				
LIABILITIES				
Non-current liabilities				
Financial Liabilities				
Other non-current liabilities				
Total non-current liabilities				
Current liabilities				
Financial Liabilities				
- Other financial liabilities		10,70,30,187		10,70,30,187
Other current liabilities				
Current Tax Liabilities				
Total Current Liabilities		10,70,30,187		10,70,30,187
Total liabilities		10,70,30,187		10,70,30,187
Total Equity & Liabilities		12,10,45,387		12,10,45,387

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note

Reconciliation of total equity as at 31 March 2016 and 1 April 2015

Particulars	Notes to first time adoption	31st March 2016	1st April 2015
Total equity (shareholder's fund) as per previous GAAP		1,40,15,200	1,40,15,200
Adjustments:			
On account Deferred tax		-	-
On account retirement benefits adjusted through OCI		-	-
On account of change in fair value of Investments		-	-
Total adjustments			
Total equity as per Ind AS		1,40,15,200	1,40,15,200

* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purpose of this note



Hindusthan Vidyut Corporation Limited

Notes to the financial statements for the year ended 31st March 2017

9. During the period the company has no employees on its roll. Accordingly, provisions of IndAS-19 "Employees Benefit" are not applicable.

10. The company does not have more than one reportable segment in accordance with the principle outlined in IndAS-108 "Segment Reporting". The disclosures requirements on segment reporting are not applicable.

11. The Company is yet to commence operations and does not prepare Statement of Profit & Loss, the requirement of IndAS-33 "Earning Per Share" is not applicable. However, the necessary details of Capital Work in Progress Pre-operative Expenditure pending allocation have been disclosed in Note No-2A.

12. There are no adjustments on account of deferred tax liability or deferred tax assets in respect of current as well as earlier year since the company is yet to commence its commercial operations.

13. Disclosure of Related Parties / Related Party Transactions as per IndAS-24:-

(A) Name of Related parties and description of relationship :

Parties	Relationship
Hindusthan Engineering & Industries Ltd.	Holding Co.
Shri Rajendra Prasad Mody	Director
Shri Murari Lal Birmiwala (ceases to be a director w.e.f. 09.11.2015)	Director
Shri Subhash Madan (ceases to be a director w.e.f. 09.11.2015)	Director
Shri Laxmi Kant Rungta	Director
Shri Shyamal Dutt	Director

(B) Disclosure of Related Party Transactions during the year :

Name of the Party	Transaction during the year		Amount Outstanding	
	2016-17	2015-16	2016-17	2015-16
Advances/Security Deposit taken				
Hindusthan Engineering & Industries Ltd.	-	8,800	8,00,99,891	8,00,99,891
	-	8,800	8,00,99,891	8,00,99,891
Directors Sitting fees				
Shri R.P.Mody	4,000	4,000	Nil	Nil
Shri M.L.Birmiwala	-	2,000	Nil	Nil
Shri S.Madan	-	1,000	Nil	Nil
Shri L.K. Rungta	4,000	2,000	Nil	Nil
Shri S.Dutt	4,000	2,000	Nil	Nil
	12,000	11,000	-	-

14. The Company was awarded the aforesaid Integrated Lignite Mining-cum-Power Generation Project through International Competitive Bidding by Government of Rajasthan (GOR) in 1996. Necessary Implementation Agreement and Power Purchase Agreement were signed by the Company with the concerned Authorities. The Company obtained all the approvals required by making all out efforts and incurring huge expenses. However, even after a period of 4 years, GOR was unable to give the Mining Lease Approval, which is an essential pre-requisite for setting up the plant as Mining was an integral part of the project as per tender conditions. This failure on the part of GOR halted the project and nothing could move further. GOR, thereafter, declared the Implementation Agreement ineffective. The matter was referred to arbitration between the Company and GOR. The Arbitral Tribunal vide its Award dated 2.1.2007, has awarded a sum of Rs.11,40,32,805/- to the company with future interest against GOR. The objections filed by GOR in the court of District Judge, Jaipur City, Jaipur have been rejected and award has been upheld by the court. GOR has filed an appeal before Hon'ble High Court of Rajasthan at Jaipur.



15. The Company's promoter company viz. Hindusthan Engineering & Industries Ltd. (HEIL) (formerly known as Hindusthan Development Corporation Ltd.(HDC) had started pre-developing the Barsingsar Lignite Mining cum Power Generation Project at Barsingsar, Distt. Bikaner, Rajasthan by early 1992 much before the date of Incorporation of the Company i.e. 3rd July, 1995. HEIL was incurring substantial expenditure since 1992 on this Project. Upto the year ending March 31, 2004, HEIL had transferred the expenditure amounting to Rs. 6,96,12,486. The details of such expenditure transferred by HEIL are as follows:

	Amount (Rs.)
Advertisement & Publicity	2,26,814
Bank Charges	16,332
Bank Guarantee Commission	53,26,165
Books & Periodicals	7,82,886
Fees & Subscription	86,76,598
General Charges	6,12,362
Insurance Premium	1,16,882
Legal & Professional Charges	15,000
Postage & Telegram	2,02,414
Power, Fuel & Water	17,76,580
Rent, Rates & Taxes	46,56,320
Repair & Maintenance	23,78,036
Stationery & Printing	5,77,627
Salaries & Welfare	1,91,83,788
Service Tax Paid	1,75,88,293
Travelling & Conveyance	51,01,082
Telephone & Trunkcall	23,75,306
Total	6,96,12,485

16. There is no contingent liability as on 31st March, 2017 (PY : Nil).

17. There are no foreign currency exposure as on 31st March, 2017 (PY : Nil).

18. In the opinion of the management, Current Assets, Loans and Advances have a value on realisation at least equal to the amount at which they are stated in the Balance Sheet.

19. No amount is due to Micro, Small & Medium Enterprises (identified on the basis of information made available to the company by such enterprises). No interest has been paid / accrued during the year in this regard.

20. Auditors Remuneration :

Particulars	Year ended	
	31st March 2017	Year ended 31st March 2016
Statutory Audit Fees	15,000	15,000

21. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The company is not subject to any externally imposed capital requirements.

	31.3.2017	31.03.2016	31.03.2015
Capital	1,40,15,200	1,40,15,200	1,40,15,200
Long term Term Debts	-	-	-
Gearing ratio	0%	0%	0%



22. Significant Accounting Judgements, Estimates and Assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Financial instruments

The Significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in Note 1 to the financial statements.

(a) Financial assets and liabilities

The carrying value of financial instruments by categories as at March 31, 2017 is as follows:

PARTICULARS	Amount in Rs.				
	Fair Value through Profit or Loss	Value through Profit	Fair value through other Comprehensive Income	Amortised Cost	Total Carrying Value
Financial assets					
Cash and cash equivalents	-	-	-	1,22,212	1,22,212
Other financial assets	-	-	-	10,00,000	10,00,000
Total Financial Assets	-	-	-	11,22,212	11,22,212
Financial Liabilities					
Other financial liabilities	-	-	-	10,70,38,989	10,70,38,989
Total Financial liabilities	-	-	-	10,70,38,989	10,70,38,989

The carrying value of financial instruments by categories as at March 31, 2016 is as follows:

PARTICULARS	Amount in Rs.				
	Fair Value through Profit or Loss	Value through Profit	Fair value through other Comprehensive Income	Amortised Cost	Total Carrying Value
Financial assets					
Cash and cash equivalents	-	-	-	1,67,612	1,67,612
Other financial assets	-	-	-	10,00,000	10,00,000
Total Financial Assets	-	-	-	11,67,612	11,67,612
Financial Liabilities					
Other financial liabilities	-	-	-	10,70,39,214	10,70,39,214
Total Financial liabilities	-	-	-	10,70,39,214	10,70,39,214

The carrying value of financial instruments by categories as at April 1, 2015 is as follows:

PARTICULARS	Amount in Rs.				
	Fair Value through Profit or Loss	Value through Profit	Fair value through other Comprehensive Income	Amortised Cost	Total Carrying Value
Financial assets					
Cash and cash equivalents	-	-	-	2,13,849	2,13,849
Other financial assets	-	-	-	10,00,000	10,00,000
Total Financial Assets	-	-	-	12,13,849	12,13,849
Financial Liabilities					
Other financial liabilities	-	-	-	10,70,30,187	10,70,30,187
Total Financial liabilities	-	-	-	10,70,30,187	10,70,30,187

* Carrying amounts of cash & cash equivalents and other financial liabilities as at March 31, 2017, March 31, 2016 and April 1, 2015 approximate the fair value because of their short-term nature.



23. Disclosure on SBN's

As per MCA notification G.S.R. 308 (E) dated 30th March 2017, the details of Specified bank Notes (SBN) and other bank notes held and transacted during the period from 08.11.2016 to 30.12.2016 is as under :

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on November 8,2016	5,000.00	74.54	5,074.54
(+) Permitted Receipts	-	5,000.00	5,000.00
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	5,000.00	-	5,000.00
Closing cash in hand as on December 30, 2016	-	5,074.54	5,074.54

*For the purpose of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407 (E), dated the 8th November,2016

24. There are no other additional material information required to be disclosed pursuant to provision of Companies Act 2013, Schedule III of the Companies Act, 2013, Companies Accounting Standards) Rule, 2015 and other material applicable enactment, circulars, orders, notifications etc.

25. Previous year figures have been re-grouped/ re-classified wherever considered necessary to facilitate compariso

As per our report of even date

For NSBP & Co.

Chartered Accountants

Firm Registration No.001075N



Deepak K Aggarwal

Partner

Membership No: 095541

Place :Delhi

Date: The 10th day of August, 2017

For and on behalf of the Board of Directors

L. K. RUNGTA

Director

DIN No. 02512399

Place: Kolkata

Date: 10/08/2017

R. P. MODY

Director

DIN No. 00140503

Place: Kolkata

Date: 10/08/2017