

JAIKAD POWERTRANSCO LIMITED
REGISTERED OFFICE : JSW CENTRE, BANDRA KURLA COMPLEX
BANDRA (EAST), MUMBAI 400 051
CIN - U40102MH2008PLC81433

Audited Financial Results for the Quarter and Year Ended 31st March 2016

| Sl.No. | Particulars | in ₹ | | | | |
|--------|---|--------------------|--------------------|--------------------|---------------------|---------------------|
| | | Quarter Ended | | | Year Ended | |
| | | 31.03.2016 | 31.12.2015 | 31.03.2015 | 31.03.2016 | 31.03.2015 |
| | Audited | Unaudited | Audited | Audited | Audited | |
| 1 | Income from operation | | | | | |
| | a) Net Sales / Income from Operations | 2128,74,998 | 2128,75,001 | 2510,58,906 | 11165,00,000 | 10191,00,000 |
| | b) Other Operating Income | - | - | - | - | - |
| | Total Income from operations (a+b) (net) | 2128,74,998 | 2128,75,001 | 2510,58,906 | 11165,00,000 | 10191,00,000 |
| 2 | Expenditure : | | | | | |
| | a) Employee Benefits Expenses | 22,09,728 | 22,86,679 | 17,29,380 | 90,61,907 | 80,47,497 |
| | b) Depreciation and Amortisation Expenses | 729,71,152 | 737,70,868 | 723,53,559 | 2934,73,606 | 2934,32,832 |
| | c) Other Expenses | 136,84,102 | 50,12,841 | 127,57,876 | 293,60,735 | 246,21,360 |
| | Total | 888,64,982 | 810,70,388 | 868,40,816 | 3318,96,248 | 3261,01,689 |
| 3 | Profit / (Loss) from Operations before Other income, Finance costs, and Exceptional items (1 - 2) | 1240,10,016 | 1318,04,613 | 1642,18,090 | 7846,03,752 | 6929,98,311 |
| 4 | Other Income | 143,52,380 | 87,19,931 | 31,40,919 | 1971,31,237 | 65,90,303 |
| 5 | Profit / (Loss) before Finance costs and Exceptional items (3 + 4) | 1383,62,396 | 1405,24,544 | 1673,59,009 | 9817,34,989 | 6995,88,614 |
| 6 | Finance costs | 777,48,460 | 798,16,479 | 913,38,686 | 3292,57,426 | 3852,08,806 |
| 7 | Profit / (Loss) after Finance costs but before Exceptional items (5 - 6) | 606,13,936 | 607,08,065 | 760,20,323 | 6524,77,563 | 3143,79,808 |
| 8 | Exceptional items | - | - | - | - | - |
| 9 | Profit / (Loss) before tax (7-8) | 606,13,936 | 607,08,065 | 760,20,323 | 6524,77,563 | 3143,79,808 |
| 10 | Tax Expense (Refer Note 2) | 130,06,999 | 129,56,072 | 159,35,198 | 1393,20,167 | (151,96,873) |
| 11 | Profit / (Loss) after Tax (9-10) | 476,06,937 | 477,51,993 | 600,85,124 | 5131,57,396 | 3295,76,681 |
| 12 | Paid-up Equity Share Capital (Face Value of ₹ .10 per share) | 13750,00,000 | 13750,00,000 | 13750,00,000 | 13750,00,000 | 13750,00,000 |
| 13 | Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year | | | | 6070,18,351 | 5917,05,791 |
| 14 | Earnings per Share (EPS) | | | | | |
| | - Basic EPS (₹.) | 0.35 | 0.35 | 0.44 | 3.73 | 2.40 |
| | - Diluted EPS (₹) | 0.35 | 0.35 | 0.44 | 3.73 | 2.40 |

Notes :

- The above results for the year ended are in respect of Jaigad-New Koyana 55 Km and Jaigad-Karad 110 Km 400 KV Double Circuit Lines.
- In accordance with the Maharashtra Electricity Regulatory Commission (MERC) tariff regulation for determination of tariff, the income-tax paid is considered for tariff determination (truing up). Accordingly, the deferred tax liability (arising out of difference in rates of depreciation between MERC and Income tax) of ₹ 157,50,881 for the quarter ended on 31st Mar 2016 has been considered as net tax to be recovered in future tariff determination. Accordingly the tax expenses comprises of the following:

| Particulars | Quarter Ended 31.03.2016 | Quarter Ended 31.12.2015 | Quarter Ended 31.03.2015 | Year ended 31.03.2016 | Year ended 31.03.2015 |
|--|-----------------------------|-----------------------------|-----------------------------|--------------------------|--------------------------|
| Current Tax | 130,06,999 | 129,56,072 | 159,35,198 | 1393,20,167 | 658,96,538 |
| Deferred Tax | (1052,33,690) | 377,65,366 | 246,82,315 | - | 1005,85,464 |
| Less: Tax to be recovered in future tariff determination | (1052,33,690) | 377,65,366 | 246,82,315 | - | 1816,78,876 |
| Net Tax | 130,06,999 | 129,56,072 | 159,35,198 | 1393,20,167 | (151,96,873) |

- The above results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on 22.04.2016
- Revenue has been recognized on the basis of approved Mid-Term Performance Review for MYT Second Control Period from FY 2012-13 to FY 2015-16. MERC has approved truing up application for FY 2012-13 & 2013-14 & ARR for FY 2014-15 & 2015-16 vide order number 208 of 2014 dated 26th June 2015, which has been given effect in the revenue recognition during the current quarter, detail of which are hereunder:
 - Increase of Rs 14,74,00,000 based on approval of Truing up for FY 2012-13.
 - Increase of Rs 9,93,00,000 based on approval of Truing up for FY 2013-14.
 - Increase of Rs 1,83,00,000 based on revised approval ARR for 2014-15.
- Other Income Includes Rs 16.73 Cr for the period from April'15 to June'15 towards delayed payment charges to be recovered from distribution companies in accordance vide order number 208 of 2014 dated 26th June 2015.
- The Company is engaged in transmission business and all activities of the Company revolve around this business as a single segment. As such there are no other reportable segments as per Accounting Standard 17 on "Segment Reporting" prescribed under section 133 of the Companies Act, 2013, readwith Rule 7 of the Companies (Account) Rule, 2014.

7 Statement of Asset and Liabilities

| Sl. | Particulars | As at 31.03.2016 Audited | As at 31.03.2015 Audited |
|----------|--|--------------------------------|--------------------------------|
| A | EQUITY AND LIABILITIES | | |
| 1 | Shareholder's Funds | | |
| | a) Share Capital | 13750,00,000 | 13750,00,000 |
| | b) Reserves and Surplus | 6070,18,351 | 5917,05,791 |
| | Sub - total - Shareholder's fund | 19820,18,351 | 19667,05,791 |
| 2 | Non Current Liability | | |
| | (a) Long-term borrowings | 24731,20,000 | 27748,80,000 |
| | (b) Deferred tax liabilities (net) | - | - |
| | (c) Long-term provisions | 2,90,379 | 1,88,971 |
| | Sub-total - Non-current liabilities | 24734,10,379 | 27750,68,971 |
| 3 | Current Liabilities | | |
| | (a) Trade payables | 51,68,273 | 48,43,840 |
| | (b) Other current liabilities | 3838,24,730 | 3858,83,704 |
| | (c) Short-term provisions | 1657,25,046 | 1376,19,674 |
| | Sub-total - Current liabilities | 5547,18,049 | 5283,47,218 |
| | TOTAL - EQUITY AND LIABILITIES | 50101,46,779 | 52701,21,980 |
| B | ASSETS | | |
| 1 | Non - current assets | | |
| | (a) Fixed assets | 41652,79,653 | 44578,58,427 |
| | (b) Non-Current Investments | 611,18,500 | 472,54,000 |
| | (c) Other non - current assets | 76,58,332 | 61,96,141 |
| | Sub total - Non - current assets | 42340,56,485 | 45113,08,568 |
| 2 | Current assets | | |
| | (a) Current investments | 4525,89,979 | 610,52,060 |
| | (b) Inventories | 30,05,889 | 7,68,494 |
| | (c) Trade receivables | 2377,17,407 | 5352,36,246 |
| | (d) Cash and Bank balances | 137,05,489 | 164,96,458 |
| | (e) Short term loans and advances | 7,75,510 | 6,30,801 |
| | (f) Other current assets | 682,96,020 | 1446,29,353 |
| | Sub total - Current assets | 7760,90,294 | 7588,13,412 |
| | TOTAL - ASSETS | 50101,46,779 | 52701,21,980 |

- The figures for the previous periods have been regrouped and reclassified, wherever necessary, to make them comparable with the figures for the current periods. s. The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the financial year.

For and on behalf of Board of Directors

Place : Mumbai
Date : 25.04.2016

Vijay Paranjape
Managing Director
DIN: 06550745

JAIGAD POWERTRANSCO LIMITED

BALANCE SHEET AS AT 31st March, 2016

| Particulars | Note | As at | As at |
|---|----------|---------------------|---------------------|
| | | 31st Mar, 2016 | 31st Mar, 2015 |
| | | ₹ | ₹ |
| I EQUITY AND LIABILITIES | | | |
| (1) Shareholders' funds: | | | |
| (a) Share capital | 2 | 13750,00,000 | 13750,00,000 |
| (b) Reserves and surplus | 3 | 6070,18,351 | 5917,05,791 |
| | | 19820,18,351 | 19667,05,791 |
| (2) Non-current liabilities: | | | |
| (a) Long-term borrowings | 4 | 24731,20,000 | 27748,80,000 |
| (b) Deferred tax liabilities | 24 (iii) | - | - |
| (c) Long-term provisions | 5 | 2,90,379 | 1,88,971 |
| | | 24734,10,379 | 27750,68,971 |
| (3) Current Liabilities: | | | |
| (a) Trade payables | 6 | - | - |
| (i) Total outstanding dues of Micro enterprises & small enterprises | | - | - |
| (ii) Total outstanding dues of creditors other than Micro & small enterprises | | 51,68,273 | 48,43,840 |
| (b) Other current liabilities | 7 | 3838,24,730 | 3858,83,704 |
| (c) Short term Provisions | 8 | 1657,25,046 | 1376,19,674 |
| | | 5547,18,049 | 5283,47,218 |
| TOTAL | | 50101,46,779 | 52701,21,980 |
| II ASSETS | | | |
| (1) Non-current assets: | | | |
| (a) Fixed Asssets | | | |
| (i) Tangible assets | 9 | 41652,79,653 | 44578,58,427 |
| (b) Non-Current Investments | 10 | 611,18,500 | 472,54,000 |
| (c) Long-term loans and advances | 11 | 76,58,332 | 61,96,141 |
| | | 42340,56,485 | 45113,08,568 |
| (2) Current assets: | | | |
| (a) Current investments | 12 | 4525,89,979 | 610,52,060 |
| (b) Inventories | 13 | 30,05,889 | 7,68,494 |
| (c) Trade receivables | 14 | 2377,17,407 | 5352,36,246 |
| (d) Cash and bank balances | 15 | 137,05,489 | 164,96,458 |
| (e) Short-term loans and advances | 16 | 7,75,510 | 6,30,801 |
| (f) Other current assets | 17 | 682,96,020 | 1446,29,353 |
| | | 7760,90,294 | 7588,13,412 |
| TOTAL | | 50101,46,779 | 52701,21,980 |
| SIGNIFICANT ACCOUNTING POLICIES | 1 | | |
| NOTES FORMING INTEGRAL PART OF ACCOUNTS | 2 to 24 | | |

As per our attached report of even date
For I. Qureshi & Associates
 Chartered Accountants

For and on behalf of the Board of Directors

I. Qureshi
 Proprietor

Santosh Amberkar
 Director
 DIN: 05173607

Vijay Paranjape
 Managing Director
 DIN: 06550745

Place: Mumbai
 Date: 25.04.2016

Chandra Prakash Tated
 Chief Financial Officer

Narendra Rahalkar
 Company Secretary

Pramod Menon
 Director
 DIN: 01443287

JAIGAD POWERTRANSCO LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st March , 2016

| Particulars | Note | For the year ended | For the year ended |
|--|----------|---------------------|--------------------|
| | | 31st Mar, 2016 | 31st Mar, 2015 |
| | | ₹ | ₹ |
| I Revenue from operations | 18 | 11165,00,000 | 10191,00,000 |
| II Other income | 19 | 1971,31,237 | 65,90,303 |
| III Total Revenue (I+II) | | 13136,31,237 | 10256,90,303 |
| IV Expenses: | | | |
| Employee benefit expenses | 20 | 90,61,907 | 80,47,497 |
| Finance costs | 21 | 3292,57,426 | 3852,08,806 |
| Depreciation and amortisation | 22 | 2934,73,606 | 2934,32,832 |
| Other expenses | 23 | 293,60,735 | 246,21,360 |
| Total Expenses | | 6611,53,674 | 7113,10,495 |
| V Profit before extraordinary item and tax (III-IV) | | 6524,77,563 | 3143,79,808 |
| VI Exceptional Item | | - | |
| VII Profit before tax (V-VI) | | 6524,77,563 | 3143,79,808 |
| VIII Tax Expenses: | | | |
| Current tax | | 1393,20,167 | 658,96,538 |
| Deferred tax | 24 (iii) | - | (810,93,411) |
| | | 1393,20,167 | (151,96,874) |
| IX Profit / (Loss) for the year (VII - VIII) | | 5131,57,396 | 3295,76,682 |
| X Earnings per share (₹) | 24 (vii) | | |
| Basic | | 3.73 | 2.40 |
| Diluted | | 3.73 | 2.40 |
| SIGNIFICANT ACCOUNTING POLICIES | 1 | | |
| NOTES FORMING INTEGRAL PART OF ACCOUNTS | 2to 24 | | |

As per our attached report of even date

For I. Qureshi & Associates

Chartered Accountants

For and on behalf of the Board of Directors

I. Qureshi
Proprietor

Santosh Amberkar
Director
DIN: 05173607

Vijay Paranjape
Managing Director
DIN: 06550745

Place: Mumbai
Date: 25.04.2016

Chandra Prakash Tated
Chief Financial Officer

Narendra Rahalkar
Company Secretary

Pramod Menon
Director
DIN: 01443287

JAIGAD POWERTRANSCO LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March 2016

| | Year ended 31st Mar, 2016 | Year ended 31st Mar, 2015 |
|--|------------------------------|------------------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit before tax | 6524,77,563 | 3143,79,808 |
| Adjustment for | | |
| Depreciation | 2934,73,606 | 2934,32,832 |
| Interest Income & Gain on sale of Current Investment | (298,31,237) | (65,90,303) |
| Loss on asset written off | - | 94,968 |
| Interest and Finance Expenditure | 3292,57,426 | 3852,08,806 |
| Operating Profit before working capital changes | 12453,77,358 | 9865,26,111 |
| Adjustment for | | |
| Trade & other receivables | 3738,52,172 | 4242,25,350 |
| Trade Payables | (29,50,207) | (94,26,025) |
| Inventories | (22,37,395) | (2,14,311) |
| Tax Paid | (1355,12,668) | (625,48,248) |
| NET CASH FLOW FROM OPERATING ACTIVITIES | 14785,29,260 | 13385,62,877 |
| B. CASH FLOW FROM INVESTMENT ACTIVITIES | | |
| Fixed Assets, CWIP & pre-operative expenses (net of project creditors) | (8,94,832) | (2,21,617) |
| Interest Income & Gain on sale of Current Investment | 298,31,237 | 65,90,303 |
| Long Term Investments | (138,64,500) | (472,54,000) |
| Current Investments | (3915,37,919) | (610,52,060) |
| Loans and advances | (16,06,900) | (11,18,697) |
| NET CASH FLOW USED IN INVESTMENT ACTIVITIES | (3780,72,914) | (1030,56,071) |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Borrowings (- Repayments) (Net) | (3017,60,000) | (6715,73,946) |
| Interest and Finance charges paid | (3316,34,244) | (3866,94,064) |
| Dividend Paid (includes tax on dividend) | (4698,53,071) | (1608,68,125) |
| NET CASH FLOW USED IN FINANCING ACTIVITIES | (11032,47,315) | (12191,36,135) |
| NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C) | (27,90,969) | 163,70,671 |
| CASH AND CASH EQUIVALENTS - OPENING BALANCES | 164,96,458 | 1,25,787 |
| CASH AND CASH EQUIVALENTS - CLOSING BALANCES | 137,05,489 | 164,96,458 |

Notes :

- 1) The above cash flow statement has been prepared by using the indirect method as per Accounting Standard 3.
- 2) Previous year's figures have been regrouped/rearranged wherever necessary to confirm to current year classification.

As per our attached report of even date

For I. Qureshi & Associates
Chartered Accountants

For and on behalf of the Board of Directors

I. Qureshi
Proprietor

Santosh Amberkar
Director
DIN: 05173607

Vijay Paranjape
Managing Director
DIN: 06550745

Place: Mumbai
Date: 25.04.2016

Chandra Prakash Tated
Chief Financial Officer

Narendra Rahalkar
Company Secretary

Pramod Menon
Director
DIN: 01443287

JAIGAD POWERTRANSCO LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2016

NOTE 1:

SIGNIFICANT ACCOUNTING POLICIES

A. Background

Jaigad PowerTransco Limited (the Company), which is the joint venture of JSW Energy Limited and Maharashtra State Electricity Transmission Company Limited with 74% and 26% share holding respectively has been set up to construct, operate and maintain 54.739 Kilo meters of one Jaigad–New Koyna 400 KV double circuit (Quad) transmission line and 110 kilo meters of one Jaigad-karad 400 KV double circuit (Quad) transmission line.

The construction of 54.739 Kilo meters Jaigad-New –New Koyna & 110 kilo meters of Jaigad-karad 400 KV double circuit (Quad) transmission line has been completed and has been declared for commercial operations with effect from 7th July, 2010 & 2nd December 2011 respectively.

B. Significant Accounting Policies:

(i) BASIS OF PREPERATION OF FINANCIAL STATEMEMENTS

The financial statements are prepared under the historical cost convention, on accounting principles of a going concern and as per applicable accounting standards. The Company follows mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties.

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements and reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates and differences between actual results and estimates are recognized in the periods in which the results are known/materialize.

(ii) FIXED ASSETS:

Tangible Assets

Fixed Assets are stated at their cost of acquisition or construction less accumulated depreciation and impairment losses. Cost comprises of all costs incurred to bring the assets to their location and working condition up to the date the assets are put to use.

In case of commissioned assets, work against deposits/works contracts where final settlement of bills with contractors is yet to be effected; capitalization is done on provisional basis subject to necessary adjustments in the year of final settlements.

Transmission system assets are considered “put to use”, for the purpose of capitalization, after test charging/ successful commissioning of the system/ assets and on completion of stabilization period wherever technically required.

Material items retired from active use and held for disposal are stated at the lower of their net book value and net realizable value and shown separately in the financial statements.

The cost of an addition or extension to an existing asset which is of a capital nature and which becomes an integral part of the existing asset is usually added to its gross book value. Any addition or extension, which has a separate identity and is capable of being used after the existing asset is disposed of, is accounted for separately.

Intangible Assets

An item is recognized as an intangible asset if it meets the definition of an intangible asset, it is probable that future economic benefits will flow to the Company and the cost of the asset can be reliably measured.

(iii) **CAPITAL WORK IN PROGRESS AND PRE OPERATIVE EXPENDITURE DURING CONSTRUCTION PERIOD (CWIP) :**

All costs related directly to the construction of an asset and all indirect expenses which are incidental and related to the construction of assets is shown as CWIP till capitalization.

Interest during construction (net) and all indirect expenses which are incidental and related to the construction of fixed assets are identified and apportioned on an appropriate basis to the cost of the related assets capitalized. Balance, if any, left after such capitalization is kept as a separate item under the CWIP Schedule.

Claims for price variation/ exchange rate variation the amount whereof is ascertainable as per the terms of the contract are accounted for on accrual basis.

(iv) **DEPRECIATION:**

Depreciation on assets is provided, pro-rata for the period of use, by the Straight Line Method (SLM) as per the provisions of Part B of Schedule II of the Companies Act, 2013.

Leasehold land is amortized over the period of the lease.

The Company capitalizes software where it is reasonably estimated that the software has an enduring useful life. Software is depreciated over an estimated useful life of 3 years.

When the historical cost of an asset has undergone a change due to price adjustment, exchange fluctuation or similar factors the depreciation on the revised unamortised depreciable amount is provided prospectively over the residual useful life of the asset.

(v) **IMPAIRMENT OF ASSETS:**

In accordance with Accounting Standard 28 on "Impairment of Assets" prescribed by the Companies (Accounting Standards) Rules, 2006, where there is an indication of impairment of the Company's assets relating to cash generating units, the carrying amount of such assets are reviewed at each balance sheet date to determine whether there is an impairment. The recoverable amount of such assets is estimated as the higher of its net selling price and its value in use. An impairment loss is recognized in the profit and loss account whenever carrying amount of such assets exceeds the recoverable amount.

(vi) **BORROWING COST:**

Borrowing Costs directly attributable to the acquisition and construction of a qualifying asset are capitalized as part of cost of such asset upto the date when such asset is ready for its intended use.

The borrowing costs are capitalised or charged to revenue, based on whether the asset is under construction or in operation.

(vii) INVENTORIES:

Inventories of stores and spares are valued at cost, net of provision for diminution in value. Cost is determined on the weighted average basis for valuation.

(viii) FOREIGN EXCHANGE TRANSACTION:

Foreign Currency transactions are initially recorded at the exchange rates prevailing on the date of the transaction. Foreign Currency assets and liabilities (monetary items) are reported at the exchange rate prevailing on the balance sheet date.

All exchange differences arising on reporting of short term foreign currency monetary items at rates different from those at which they were initially recorded are recognized in the statement of Profit and Loss.

In respect of foreign exchange differences arising on revaluation of settlement of long term foreign currency monetary items, the Company has availed the option available in the Companies (Accounting Standard) (Second Amendment) Rules 2011, wherein:

- Foreign exchange differences on account of depreciable asset, is adjusted in the cost of depreciable asset and the charge of depreciation is accordingly increase/reduced.
- In other cases, foreign exchange differences are accumulated in a "Foreign Currency Monetary Item Translation Difference Account" and amortized over the balance period of such long-term asset/liabilities.

Non-monetary items such as investments are carried at historical cost using the exchange rates on the date of the transaction.

Forward contracts other than those entered into to hedge foreign currency risk on unexecuted firm commitments or of highly probable forecast transactions are treated as foreign currency transactions and accounted accordingly. Exchange differences arising on such contracts are recognized in the period in which they arise and the premium paid is accounted as expense over the period of the contract.

All other exchange differences are dealt with in the profit & loss statement.

(ix) EMPLOYEE BENEFITS

Retirement benefits in the form of Provident Fund and Family pension Scheme are defined contribution schemes and the contributions are charged to the profit and loss account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective trusts.

Stock Based Compensation - The compensation cost of stock options granted to employees is calculated using the intrinsic value of the stock options. The compensation expense is amortised uniformly over the vesting period of the option in accordance with the Guidance note on Share based payments issued by the institute of Chartered Accountant of India.

Employee benefits under defined benefit plans, such as Gratuity and Compensated absences are provided for on the basis of the a actuarial valuation made at the end of each financial year.

Actuarial gains/ losses are immediately taken to profit and loss statement and are not deferred.

(x) REVENUE RECOGNITION

Transmission Income is accounted for on accrual basis for the period of operation of the transmission line computed based on the approved Annual Revenue Requirement (ARR) or where the ARR is not approved, on the basis of the tariff order.

Where neither the ARR nor the tariff order are approved, transmission income is accounted as per Maharashtra Electricity Regulatory Commission (Multi Year Tariff) Regulations 2011(MERC Regulations) where under, transmission income is computed by taking the total costs, contingency provision and Return on Equity (ROE) @ 15.5% on post-tax basis and after grossing up with the applicable income taxes for the purpose of revenue.

Any difference between the total annual revenue recognised as aforesaid and the annual revenue as approved by MERC in respect of ARR/Truing up Petition filed, is adjusted/ recognised during the accounting period in which approval of the ARR/Truing Up Petition, as the case may be, is received from MERC.

Delayed payment charges are recognised based on ARR approved by MERC.

(xi) INVESTMENTS

Long-term Investments are stated at cost. In case, there is a decline other than temporary in the value of any investments, a provision for the same is made. Current investments are stated at lower of cost or fair value.

(xii) TAXES ON INCOME

Income tax expenses comprise current tax (i.e. amount of tax for the period determined in accordance with the income tax law) and deferred tax charges or credit (reflecting the tax effects of timing differences between accounting income and taxable income of the year).

The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future. However, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date and written down or written up to reflect the amount that is reasonably / virtually certain as the case may be to be realized.

Tax credit is recognized in respect of Minimum Alternate Tax (MAT) paid in terms of Section 115JAA of the Income Tax Act, 1961 based on convincing evidence that the Company will pay normal income tax within the statutory time frame and the same is reviewed at each balance sheet date.

(xiii) EARNINGS PER SHARE:

The Company reports basic and diluted Earnings Per Share (EPS) in accordance with Accounting Standard 20 on "Earnings per share". Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

(xiv) CASH FLOW STATEMENT

The Cash Flow Statement is prepared by the "indirect method" set out in Accounting Standard 3 on "Cash Flow Statements" and presents the cash flows by operating, investing and financing activities of the Company,

Cash and Cash equivalents presented in the Cash Flow Statement consist of cash on hand and demand deposits with banks.

(xv) PROVISIONS & CONTINGENT LIABILITIES:

Provisions are recognized for liabilities that can be measured only by using a substantial degree of estimation, if;

- a) The Company has a present obligation as a result of a past event.
- b) A probable outflow of resources is expected to settle the obligation and
- c) The amount of the obligation can be reliably estimated.

Where some or all the expenditure required to settle a provision is expected to be reimbursed by another party, such reimbursement is recognized to the extent of provision or contingent liability as the case may be, only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in the case of

- a) A present obligation arising from a past event, when it is not probable that outflow of resources will be required to settle the obligation.
- b) A possible obligation, unless the probability of outflow or resources is remote.

JAIGAD POWERTRANSCO LIMITED
NOTES ACCOMPANYING TO THE FINANCIAL STATEMENTS

| NOTE: 2 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|---|---------------------------------|---------------------------------|
| SHARE CAPITAL | ₹ | ₹ |
| Authorised: 150,000,000 Equity Shares of ₹.10 each <i>(Previous year 150,000,000 equity shares of ₹. 10 each)</i> | 15000,00,000 | 15000,00,000 |
| Issued, subscribed and paid-up: 137,500,000 Equity Shares of Rs.10 each <i>(Previous year 137,500,000 equity shares of ₹. 10 each)</i> | 13750,00,000 | 13750,00,000 |
| | 13750,00,000 | 13750,00,000 |

| Details of shareholding | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|---|---------------------------------|---------------------------------|
| a) Details of shareholding by Holding, Subsidiary or Associate Company | No. of Shares | No. of Shares |
| JSW Energy Limited (Holding Company) | 1017,50,000 | 1017,50,000 |
| b) Details of shareholding more than 5% | | |
| JSW Energy Limited (Holding Company) | 1017,50,000 | 1017,50,000 |
| | 74% | 74% |
| Maharashtra State Electricity Transmission Company Limited | 357,50,000 | 357,50,000 |
| | 26% | 26% |

| c) Terms & Rights attached to equity shares |
|--|
| (i) The Company has only one class of equity shares having a par value of ₹.10 each. Each holder of equity shares is entitled to one vote per share. The Company declares and pay dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of the Shareholders in the ensuing Annual General Meeting. |
| (ii) In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amount, in proportion to the shareholding. |

| d) The reconciliation of the number of shares outstanding and the amount of share capital is set out below: | | | | |
|--|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
| Particulars | As at 31st Mar, 2016 | As at 31st Mar, 2015 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| | No. of Shares | No. of Shares | ₹ | ₹ |
| Balance as at the beginning of the year | 1375,00,000 | 1375,00,000 | 13750,00,000 | 13750,00,000 |
| i) Issued during the year | - | - | - | - |
| Balance as at the end of the year | 1375,00,000 | 1375,00,000 | 13750,00,000 | 13750,00,000 |

JAIGAD POWERTRANSCO LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| NOTE: 3 | As at | As at |
|---|-----------------------|-----------------------|
| RESERVES AND SURPLUS | 31st Mar, 2016 | 31st Mar, 2015 |
| | ₹ | ₹ |
| Contingency Reserve | | |
| Balance as at the beginning of the year | 603,60,304 | 464,67,694 |
| Add: Transferred from Surplus in statement of Profit and Loss | 138,94,847 | 138,92,610 |
| Balance as at the end of the year | 742,55,151 | 603,60,304 |
| Surplus in the statement of Profit and Loss: | | |
| Balance as at the beginning of the year | 5313,45,487 | 5140,29,540 |
| Add: Profit during the year | 5131,57,396 | 3295,76,682 |
| Profit available for allocation/appropriation | 10445,02,883 | 8436,06,222 |
| Transferred to Contingency Reserve (refer note 24 (ii)) | 138,94,847 | 138,92,610 |
| Less: Interim Dividend | 2761,37,893 | 1375,00,000 |
| Less: Dividend Distribution Tax on Interim Dividend | 562,15,178 | 233,68,125 |
| Less: Proposed Dividend | 1375,00,000 | 1142,42,845 |
| Less: Dividend Distribution Tax on Proposed Dividend | 279,91,765 | 232,57,155 |
| Balance as at the end of the year | 5327,63,200 | 5313,45,487 |
| | 6070,18,351 | 5917,05,791 |

JAIGAD POWERTRANSCO LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| NOTE: 4 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|-----------------------------|---------------------------------|---------------------------------|
| LONG TERM BORROWINGS | ₹ | ₹ |
| Secured Loans | | |
| Rupee Term Loans: | | |
| Banks | 24731,20,000 | 27748,80,000 |
| | 24731,20,000 | 27748,80,000 |

Details of Security for Term Loans:
(a) a first ranking mortgage on the Transmission Tower Assets of the Company both present and future.
(b) a first charge by way of hypothecation of moveable assets of the Company both present and future.
(c) a first charge on receivables and interest in all the bank accounts including the Trust and Retention Accounts and intangible assets of the Company, both present and future.
(d) assignment of all rights, title etc., in the Company's project documents, insurance contracts, letter of credit and any other form of security held by the Company.
Terms of Repayment: ₹410 Crores Term Loan repayable in 38 Structured Quarterly Instalment commencing from 30/06/2011

| Period of Repayment | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|----------------------------|---------------------------------|---------------------------------|
| 2-3 Years | 6035,20,000 | 6035,20,000 |
| 4-5 Years | 6182,80,000 | 6182,80,000 |
| 6-8 Years | 12513,20,000 | 15530,80,000 |

| NOTE: 5 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|---------------------------------|---------------------------------|---------------------------------|
| LONG TERM PROVISIONS | ₹ | ₹ |
| Provision for Employee Benefits | 2,90,379 | 1,88,971 |
| | 2,90,379 | 1,88,971 |

| NOTE: 6 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|--|---------------------------------|---------------------------------|
| TRADE PAYABLES | ₹ | ₹ |
| Total outstanding dues of Micro enterprises & small enterprises # | - | - |
| Total outstanding dues of creditors other than Micro & small enterprises | 51,68,273 | 48,43,840 |
| | 51,68,273 | 48,43,840 |

Refer Note 24(v) for dues to Micro, Small and Medium Enterprises

| NOTE: 7 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|--|---------------------------------|---------------------------------|
| OTHER CURRENT LIABILITIES | ₹ | ₹ |
| Current maturities of long term borrowings | 3017,60,000 | 3017,60,000 |
| Employee benefit expense | 14,53,472 | 15,24,525 |
| Statutory Dues | 8,52,737 | 4,63,840 |
| Interest accrued but not due on borrowings | 133,79,833 | 157,56,651 |
| Payable (Capital goods/Project) | 663,78,688 | 663,78,688 |
| | 3838,24,730 | 3858,83,704 |

| NOTE:8 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
|----------------------------------|---------------------------------|---------------------------------|
| SHORT TERM PROVISIONS | ₹ | ₹ |
| Provisions for Employee Benefits | 2,33,281 | 1,19,674 |
| Proposed Dividend | 1375,00,000 | 1142,42,845 |
| Dividend Distribution Tax | 279,91,765 | 232,57,155 |
| | 1657,25,046 | 1376,19,674 |

JAIGAD POWERTRANSCO LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Particulars | | Gross Block | | | | Depreciation | | | Net Block | | |
|-------------------------------------|--------------|-------------------------|----------|-----------------------------|-------------------------|------------------------|--------------|-----------------------------|------------------------|-------------------------|-------------------------|
| | | As at 01st Apr, 2015 | Addition | Adjustments / Deductions | As at 31st Mar, 2016 | Upto 31st Mar, 2015 | For the Year | Adjustments / Deductions | Upto 31st Mar, 2016 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| Tangibles | | | | | | | | | | | |
| Plant & Machinery | 55558,07,438 | - | - | 55558,07,438 | 10987,45,206 | 2933,46,633 | - | 13920,91,839 | | 41637,15,599 | 44570,62,232 |
| Furniture & Fixtures | 4,40,285 | 8,55,274 | - | 12,95,559 | 2,01,745 | 61,144 | - | 2,62,889 | | 10,32,670 | 2,38,540 |
| Computers | 3,17,142 | 39,558 | - | 3,56,700 | 1,66,109 | 35,507 | - | 2,01,616 | | 1,55,084 | 1,51,033 |
| Office Equipment | 4,79,021 | - | - | 4,79,021 | 72,399 | 30,322 | - | 1,02,721 | | 3,76,300 | 4,06,622 |
| Total | 55570,43,886 | 8,94,832 | - | 55579,38,718 | 10991,85,459 | 2934,73,606 | - | 13926,59,065 | | 41652,79,653 | 44578,58,427 |
| Previous year as on 31-03-15 | 55569,70,059 | 2,21,617 | 1,47,790 | 55570,43,886 | 8058,05,449 | 2934,32,832 | 52,822 | 10991,85,459 | | 44578,58,427 | 47511,64,610 |

NOTE "9" - FIXED ASSETS

₹

JAIGAD POWERTRANSCO LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| | | |
|---|---------------------------------|---------------------------------|
| NOTE: 10 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| NON- CURRENT INVESTMENTS | ₹ | ₹ |
| Investment in Government Securities | 611,18,500 | 472,54,000 |
| | 611,18,500 | 472,54,000 |
| NOTE: 11 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| LONG TERM LOANS AND ADVANCES | ₹ | ₹ |
| Unsecured, considered good | | |
| Deposits towards Lease of Land from JSW Energy Ltd | 50,00,000 | 50,00,000 |
| Advance tax and TDS [Net of Provision of ₹ 274,722,286 (previous year ₹ 147,107,609)] | 24,48,332 | 9,86,141 |
| Security Deposit | 2,10,000 | 2,10,000 |
| | 76,58,332 | 61,96,141 |
| NOTE: 12 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| CURRENT INVESTMENTS | ₹ | ₹ |
| Investment In Mutual Funds | 4525,89,979 | 610,52,060 |
| | | |
| | No of Units | Face Value |
| UTI Mutual Fund | | |
| UTI Money Market Fund Growth | 267983 | 1000 |
| | 4525,89,979 | 610,52,060 |
| NOTE: 13 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| INVENTORIES | ₹ | ₹ |
| Spares (valued at cost and certified by the Management) | 30,05,889 | 7,68,494 |
| Basis of Valuation {Refer note 1 (vii)} | 30,05,889 | 7,68,494 |
| NOTE: 14 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| TRADE RECEIVABLES (Unsecured) | ₹ | ₹ |
| Outstanding for a period exceeding six months from the due date | 1673,00,000 | - |
| Outstanding for a period not exceeding six months from the due date | 704,17,407 | 5352,36,246 |
| | 2377,17,407 | 5352,36,246 |
| NOTE: 15 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| CASH AND BANK BALANCES | ₹ | ₹ |
| Cash and Cash Equivalents. | | |
| Cash in Hand | - | 2,833 |
| Balance with Banks | 137,05,489 | 164,93,625 |
| | 137,05,489 | 164,96,458 |
| NOTE: 16 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| SHORT TERM LOANS AND ADVANCES | ₹ | ₹ |
| Unsecured, considered good | | |
| Advances recoverable in cash or in kind or for value to be received | 5,05,638 | 3,62,808 |
| Prepaid Expenses | 2,69,872 | 2,67,993 |
| | 7,75,510 | 6,30,801 |
| NOTE: 17 | As at 31st Mar, 2016 | As at 31st Mar, 2015 |
| OTHER CURRENT ASSETS | ₹ | ₹ |
| Amount Recoverable towards unbilled revenue (pending Tariff Order from MERC) | 682,96,020 | 1446,29,353 |
| | 682,96,020 | 1446,29,353 |

JAIGAD POWERTRANSCO LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| | | |
|--|--|--|
| NOTE: 18 | For the year ended 31st Mar, 2016 | For the year ended 31st Mar, 2015 |
| REVENUE FROM OPERATIONS | ₹ | ₹ |
| Revenue From Transmission Operations | 11165,00,000 | 10191,00,000 |
| | 11165,00,000 | 10191,00,000 |
| | | |
| NOTE: 19 | For the year ended 31st Mar, 2016 | For the year ended 31st Mar, 2015 |
| OTHER INCOME | ₹ | ₹ |
| Delayed Payment Charges | 1673,00,000 | - |
| Interest Income | 47,22,323 | 25,42,440 |
| Gain on sale of current investments | 251,08,914 | 40,47,863 |
| | 1971,31,237 | 65,90,303 |
| | | |
| NOTE: 20 | For the year ended 31st Mar, 2016 | For the year ended 31st Mar, 2015 |
| EMPLOYEE BENEFITS EXPENSE | ₹ | ₹ |
| Salaries,wages and bonus | 87,66,371 | 77,85,753 |
| Contribution to Provident fund and other funds | 2,95,536 | 2,61,744 |
| Workmen and staff welfare | | |
| | 90,61,907 | 80,47,497 |
| | | |
| NOTE: 21 | For the year ended 31st Mar, 2016 | For the year ended 31st Mar, 2015 |
| FINANCE COSTS | ₹ | ₹ |
| Interest expenses | | |
| Fixed loans | 3280,82,023 | 3751,58,122 |
| Working Capital Loan | - | 73,65,951 |
| Interest on Income Tax | 3,32,757 | 4,572 |
| Finance Charges | 8,42,646 | 26,80,161 |
| | 3292,57,426 | 3852,08,806 |
| | | |
| NOTE: 22 | For the year ended 31st Mar, 2016 | For the year ended 31st Mar, 2015 |
| DEPRECIATION AND AMORTISATION EXPENSES | ₹ | ₹ |
| Depreciation | 2934,73,606 | 2934,32,832 |
| | 2934,73,606 | 2934,32,832 |
| | | |
| NOTE: 23 | For the year ended 31st Mar, 2016 | For the year ended 31st Mar, 2015 |
| OTHER EXPENSES | ₹ | ₹ |
| Rent | 5,02,486 | 4,81,564 |
| Rates & Taxes | 1,06,595 | 91,334 |
| Repair & Maintenance expenses- Machinery | 108,00,499 | 77,71,172 |
| Legal & Professional Expenses | 24,49,440 | 13,90,959 |
| Travelling & Conveyance | 21,85,374 | 24,66,408 |
| Loss on asset written off | - | 94,968 |
| Advertisement Expenses | 21,11,649 | 25,47,311 |
| Electricity Expenses | 93,760 | 99,941 |
| Insurance Expenses | 3,04,203 | 3,18,928 |
| Auditors Remuneration | 5,80,540 | 4,88,766 |
| Postage & Telephone Expenses | 94,077 | 86,580 |
| Licence & Application Filing Fees | 28,07,656 | 17,08,983 |
| Corporate Social Responsibility Expenses | 50,68,131 | 58,88,341 |
| General Expenses | 22,56,325 | 11,86,105 |
| | 293,60,735 | 246,21,360 |
| | | |

Note: 24**NOTES TO ACCOUNTS:**

- (i) Maharashtra Electricity Regulatory Commission (MERC) has approved truing up application for FY 2012-13 and FY 2013-14 and revised ARR for FY 2014-15 vide its order dated 26th June, 2015, which has been given effect in the revenue recognition during the current year, details of which are as under:
- a) Increase in revenue of ₹14,74,00,000 based on approval of Truing up for FY2012-13.
- b) Increase in revenue of ₹9,93,00,000 based on approval of Truing up for FY2013-14.
- c) Increase in revenue of ₹1,83,00,000 based on approval of ARR for FY 2014-15.
- (ii) The company has set aside an amount of ₹13,894,847 (Previous year ₹13,892,610) as 'Contingency Reserve' to be used for the purpose of future losses, which may arise from uninsured risks, or as determined by the board as per Clause 50.7.1 of MERC (Terms and Conditions of Tariff) Regulations, 2005.
- (iii) In accordance with the MERC tariff regulations for determination of tariff, the income tax paid is considered for tariff determination (truing up). Accordingly, during the year, the Company has recognized deferred tax liability (arising out of difference in rates of depreciation prescribed by MERC and Income tax and unabsorbed depreciation) of ₹120,984,571 (₹302,663,447 pertaining to the period upto 31st March, 2016 and ₹181,678,876 pertaining to the period up to 31st March, 2015) as net tax to be recovered in future tariff determination. The details of cumulative net tax to be recovered in future tariff determination and its adjustment/netting off against cumulative amount of Deferred Tax Liability/(Asset) is given herein below:

| Particulars of Deferred Tax Liability/(Asset) arising due to cumulative timing difference | As at 31-3-2016 | As at 31-3-2015 |
|---|-----------------|-----------------|
| a) On account of Unabsorbed Depreciation | - | (2,30,68,383) |
| b) On account of Timing difference of depreciation | 30,26,63,447 | 20,47,47,258 |
| | 30,26,63,447 | 18,16,78,876 |
| Less: Recoverable in future tariff determination | (30,26,63,447) | (18,16,78,876) |
| Balance as per Balance Sheet | - | - |

- (iv) In the opinion of the Management, the Current Assets, Loans and Advances have a value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet. The provision for all known liabilities is adequate and not in excess of what is required.
- (v) The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under:

| Sl.No | Particulars | Current Year | Previous Year |
|-------|--|--------------|---------------|
| 1 | Principal amount due and remaining unpaid | - | - |
| 2 | Interest due on (1) above and the unpaid interest | - | - |
| 3 | Interest paid on all delayed payments under the MSMED Act. | - | - |
| 4 | Payment made beyond the appointed day during the year | - | - |
| 5 | Interest due and payable for the period of delay other than (3) above | - | - |
| 6 | Interest accrued and remaining unpaid | - | - |
| 7 | Amount of further interest remaining due and payable in succeeding years | - | - |

(vi) Remuneration to Auditors (inclusive of service tax):

| Particulars | Current Year | Previous Year |
|---------------------------|--------------|---------------|
| As Auditor | 372,125 | 314,608 |
| For Taxation Matters | 86,250 | 56,180 |
| For Certification Service | 122,165 | 117,978 |
| Total | 580,540 | 488,766 |

(vii) Earnings Per Share:

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Profit After Tax | 513,157,396 | 329,576,682 |
| Weighted Average Number of equity shares | 137,500,000 | 137,500,000 |
| Nominal value per share in ` | 10.00 | 10.00 |
| Basic and Diluted Earnings per share in ` | 3.73 | 2.40 |

(viii) Related Party Disclosures, as required by Accounting Standard 18, "Related Party Disclosures", prescribed by the Companies (Accounting Standards) Rules, 2006, are given below:

(a) **LIST OF RELATED PARTIES WHERE CONTROL EXIST:**

1. **Parties where control exists**

JSW Energy Limited (JSWEL) – Holding Company

2. **Other related parties (where transactions have taken place during the period) Companies with significant influence:**

Maharashtra State Electricity Transmission Co. Ltd. (MSETCL)

(b) **RELATED PARTY TRANSACTIONS**

Parties with whom the Company has entered into transactions during the period in the ordinary course of business

| Nature of Transaction | Current Year | Previous Year |
|--|---------------|----------------|
| Transmission Services Provided | | |
| MSETCL-STU | 1,116,500,000 | 1,01,91,00,000 |
| Delay Payment Charges recoverable | | |
| MSETCL-STU | 167,300,000 | - |
| Operation and Maintenance Services Received | | |
| MSETCL | 3,576,526 | 26,81,395 |
| Reimbursement of Expenses (Paid) | | |
| JSWEL | 874,408 | 5,39,027 |
| Lease Rent Paid | | |
| JSWEL | 1,000 | 1,000 |

(c) **BALANCES AT YEAR ENDED 31st MARCH 2016**

| Nature of Transaction | Current Year | Previous Year |
|---|--------------|---------------|
| Trade Receivable | | |
| MSETCL –STU | 237,717,407 | 535,236,246 |
| Amount Recoverable towards unbilled revenue (Pending approval of Tariff by MERC) | | |
| MSETCL-STU | 68,296,020 | 144,629,353 |
| Amount Payable | | |

| | | |
|-----------------------------|---------------|---------------|
| MSETCL | 67,137,517 | 67,049,806 |
| JSWEL | 1,637 | 133,151 |
| | | |
| Equity Share Capital | | |
| JSWEL | 1,017,500,000 | 1,017,500,000 |
| MSETCL | 35,750,000 | 35,750,000 |
| | | |
| Lease Deposit to | | |
| JSWEL | 5,000,000 | 5,000,000 |

Note: Related party relationships have been identified by the management and relied upon by the Auditors.

(ix) Company is engaged in the business of operating and maintaining transmission lines and related operations, primarily in India. As the Company operates in a single business and geographical segment the reporting requirements for primary and secondary segment disclosure prescribed by Accounting Standard 17-Segment reporting have not been provided in these financial statements.

(x) Employees Benefits:
Defined benefit plans – as per actuarial valuations as on 31st March, 2016
Details of Gratuity plan are as follows:

| Description | Current Year | Previous Year |
|--|--------------|---------------|
| 1. Reconciliation of opening and closing balances of obligation | | |
| a. Opening Balance | 1,84,078 | 74,166 |
| c. Current Service Cost | 78,024 | 61,152 |
| c. Interest Cost | 14,653 | 6,905 |
| d. Actuarial (gain)/loss | 29,123 | 41,855 |
| e. Benefits paid | - | - |
| f. Closing Balance | 3,05,878 | 1,84,078 |
| 2. Change in Plan Assets (Reconciliation of opening & closing balances) | | |
| a. Opening Fair Value of plan assets | 83,203 | 77,040 |
| b. Actual Company Contributions | - | - |
| c. Expected return on plan assets | 6,623 | 6,702 |
| d. Actuarial Gain /(loss) | 533 | (539) |
| e. Benefits paid | - | - |
| f. Closing Fair Value of plan assets | 90,359 | 83,203 |
| 3. Reconciliation of fair value of assets and obligations | | |
| a. Present value of obligation | 3,05,878 | 1,84,078 |
| b. Fair value of plan assets | 90,359 | 83,203 |
| c. Balance amount recognized as liability in the Balance sheet | 2,15,519 | 1,00,875 |
| d. Current Liability (within 12 months) | 205,460 | 1,00,875 |
| e. Non-Current Liability | 10,059 | |
| 4. Expense recognized in the period | | |
| a. Current service cost | 78,024 | 61,152 |
| b. Interest cost | 14,653 | 6,905 |
| c. Expected return on plan assets | (6,623) | (6,702) |
| d. Actuarial (gain)/loss | 28,590 | 42,394 |
| e. Expense recognized | 114,644 | 103,749 |
| 5. Assumptions | | |
| a. Discount rate (per annum) | 8.06% | 7.96% |
| b. Estimated rate of return on plan assets (per annum) | 8.06% | 7.96% |
| c. Rate of escalation in salary (per annum) | 6.00% | 6.00% |

(xi) Previous year's figures have been re-grouped/reclassified to conform to current year's presentation.

For and on behalf of the Board of Directors

Santosh Amberkar
Director
DIN: 05173607

Vijay Paranjape
Managing Director
DIN: 06550745

Place: Mumbai
Date: 25th April, 2016

Chandra Prakash Tated
Chief Financial Officer

Narendra Rahalkar
Company Secretary

Pramod Menon
Director
DIN: 01443287