



**FINANCIAL STATEMENTS
OF SUBSIDIARY COMPANIES**

2015-16



Shri K.M. Singh, Chairman and Managing Director, NHPC Limited (Centre), Shri R.S. Mina, Director (Personnel) (2nd from left), Shri Jayant Kumar, Director (Finance) (2nd from right), Shri Ratish Kumar, Director (Projects) (extreme left) and Shri Balraj Joshi, Director (Technical) (extreme right) during the Analyst Meet at Mumbai on 02.06.2016

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NHPC Limited

(A Government of India Enterprise)

INDEPENDENT AUDITOR'S REPORT

To The Members of NHDC Limited, Bhopal (M.P.)

REPORT ON THE FINANCIAL STATEMENTS:

We have audited the attached financial statements of NHDC Ltd ('the Company') which comprise the Balance Sheet as at 31.03.2016 the Statement of Profit and Loss for the year ended on 31.03.2016 and Cash Flow statement for the year ended on that date and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these standalone 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 in accordance with the Standards on Auditing 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment including the assessment of the risks of material misstatement of the financial statements whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and the operating - and effectiveness of such controls. 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 financial statements.

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information as required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31.03.2016 and its Profit and its Cash Flow 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 sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. The Comptroller and Auditor-General of India has issued directions indicating the areas to be examined in terms of sub-section (5) of section 143 of the Companies Act, 2013, the compliance of which is set out in Annexure-B.
3. As required by section 143(3) of the Act we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) in our opinion, the Company has kept proper books of accounts as required by law so far as appears from our examination of those books.
 - c) the Balance Sheet and Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts.
 - d) in our opinion, 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.
 - e) on the basis of written representations received from the Directors of the company as on 31st March, 2016, and taken on record by the Board of Directors, none of the director is disqualified as on 31st March 2016 from being appointed as a director in terms of section 164(2) of the Act.
 - f) 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 C'; and
 - (g) 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 29 Other Explanatory Notes to Accounts;
 - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts – Refer Note 7 to the financial statements;
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.

For BHUTORIA GANESAN & CO
Chartered Accountants

(CA R Ganesan)

Partner

Membership No. 26164

Firm Reg No: 004465C

Place: Bhopal

Date: 09.05.2016

ANNEXURE – A TO THE AUDITORS' REPORT

[Referred to in our Report of even date on the Accounts of NHDC LTD. as at and for the year ended 31st March 2016]

- (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 in accordance with regular programme of verification, which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Discrepancies have been appropriately dealt with in the books of account.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

Name of the Statute	Nature of dues	Amount (₹ in Lacs)	Year to which it pertains	Forum at which case is pending
Finance Act, 1994	Service Tax (CISF) ISP	3.21	2012-13	COMMISSIONER (APPEALS), BHOPAL CUSTOMS, CENTRAL EXCISE, AND SERVICE TAX
	Service Tax (CISF) OSP	6.31	2012-13	
M. P. Entry Tax Act	Entry Tax on addition to Fixed Asset due to exchange rate variation and other additions.	4.67	2008-09	MPCT APPELLATE BOARD (₹ 2.10 Lacs deposited under protest)

- (ii) The management has conducted physical verification of inventories at all its locations at reasonable intervals during the year. The procedures of physical verification of inventory followed by management are in our opinion, reasonable and adequate in relation to the size of the company and the nature of its business. The company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- (iii) The company has not granted any loan, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The company has not accepted deposits from the public during the year, with reference to sec 73 to 76 of the Companies Act 2013.
- (vi) We have broadly reviewed the books of account maintained by the company pursuant to rules made by the Central Government for the maintenance of cost records under section 148 of the Companies Act 2013 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however made a detailed examination of the same.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and excise duty.
- According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31 March 2016 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 as per the records of the company, there are no material dues which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the following dues of income tax, sales tax, service tax, duty of customs or excise, electricity duty, value added tax and cess which have not been deposited on account of dispute are given below

- (viii) The Company has settled all the loans or borrowings from the financial institution, banks and government or debenture holders and has nil borrowings as at the end of the year. The company has not issued any debentures.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) Based on our audit procedures, and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with 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.

For BHUTORIA GANESAN & CO
Chartered Accountants

(CA R Ganesan)
Partner
Membership No. 26164
Firm Reg No: 004465C

Place: Bhopal
Date: 09.05.2016



ANNEXURE-B TO THE AUDITORS' REPORT

[Referred to in our Report of even date on the Accounts of NHDC LTD. as at and for the year ended 31st March 2016]

Report on Directions under section 143(5) of Companies Act 2013 applicable from the Financial Year 2015-16

Sr. No.	Directions	Our Report	Action taken thereon	Impact on Accounts & Financial Statements of the Company
1	Whether the company has clear title / lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.	Yes	No action required.	No impact.
2	Whether there are any cases of waiver / write off of debts/loans/ interest etc., if yes, the reasons there for and the amount involved.	No such Cases	No action required.	No impact.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from Government or other authorities.	No such Cases	No action required.	No impact.

(CA R Ganesan)

Partner

Place: Bhopal

Date: 09.05.2016

Membership No. 26164

Firm Reg No: 004465C

ANNEXURE - C TO THE AUDITORS' REPORT

[Referred to in our Report of even date on the Accounts of NHDC LTD. as at and for the year ended 31st March 2016]

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

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

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the 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, issued by ICAI and deemed to be prescribed 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 judgment, including the assessment of the risks of material misstatement of the 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 (1) pertain to the maintenance of records that, in reasonable detail,

accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For BHUTORIA GANESAN & CO
Chartered Accountants

(CA R Ganesan)

Partner

Membership No. 26164

Firm Reg No: 004465C

Place: Bhopal

Date: 09.05.2016

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF NHDC LIMITED FOR THE YEAR ENDED 31 MARCH, 2016.

The preparation of financial statements of NHDC Limited for the year ended 31 March, 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 09 May 2016

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under Section 143(6)(a) of the Act of the financial statements of NHDC Limited for the year ended 31 March, 2016. This supplementary audit has been carried out independently without access to the working papers of the statutory auditor and is limited primarily to inquiries of the statutory auditor and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on the behalf of the
Comptroller and Auditor General of India

(Ritika Bhatia)

Principal Director of Commercial Audit &

Ex-officio Member, Audit Board-III,

New Delhi

Place : New Delhi

Date : 27 June 2016



NHPC Limited

(A Government of India Enterprise)

BALANCE SHEET AS AT 31ST MARCH 2016

(Amount in ₹ Lacs)

PARTICULARS	Note No.	As at 31st March, 2016	As at 31st March, 2015
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUNDS			
(a) Share Capital	2	196258	196258
(b) Reserves and Surplus	3	465664	456611
(2) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	4	-	52763
(b) Deferred Tax Liabilities	5	17706	17819
(c) Other Long Term Liabilities	6	12300	12181
(d) Long Term Provisions	7	1635	1296
(3) CURRENT LIABILITIES			
(a) Trade Payables	8		
i) Outstanding dues of Micro and Small Enterprises		121	37
ii) Outstanding dues of Creditors other than Micro and Small Enterprises		753	1059
(b) Other Current Liabilities	9	4045	23588
(c) Short Term Provisions	7	70057	50165
TOTAL		768539	811777
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Fixed Assets			
(i) Tangible Assets	10.1	233611	252660
(ii) Intangible Assets	10.2	258499	268991
(iii) Capital Work In Progress	11.1	6479	525
(iv) Intangible Assets under development	11.2	-	-
(b) Non Current Investments	12	-	-
(c) Deferred Tax Assets	5	-	-
(d) Long Term Loans and Advances	13	3890	4339
(e) Other Non Current Assets	14.1	6456	33593
Sub-total		508935	560108
(f) Non Current Assets - Regulatory Assets	14.2	-	508935
(2) CURRENT ASSETS			
(a) Current Investments	15	-	-
(b) Inventories	16	897	791
(c) Trade Receivables	17	37257	40872
(d) Cash & Bank Balances	18	151215	143092
(e) Short Term Loans and Advances	13	6534	3162
(f) Other Current Assets	19	63701	63752
TOTAL		768539	811777
Significant Accounting Policies	1		
Expenditure during construction for the year	28		
Other Explanatory Notes to Accounts	29		
Note 1 to 29 form integral part of the Accounts			

As per our report of even date attached

For and on behalf of Board of Directors

For **BHUTORIA GANESAN & CO.**
Chartered Accountants

R. GANESAN
(Partner)
Membership No. 26164
FRN - 004465C

G.P. PATEL
Chief Executive Director
DIN 03337117

R.S. MINA
Managing Director
DIN 00149956

Place: Bhopal
Date: 09.05.2016

V.K. TRIPATHI
Co. Secretary

B.L. SABOO
General Manager (Finance) & Chief
Financial Officer

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

(Amount in ₹ Lacs)

PARTICULARS	Note No.	For the year ended 31st March, 2016	For the year ended 31st March, 2015
INCOME			
i) Revenue from Operations (Gross)	20	114421	137088
Less: Electricity Duty		51	429
Revenue from Operations (Net)		114370	136659
ii) Other Income	21	19325	18226
TOTAL REVENUE		133695	154885
EXPENDITURE			
i) Generation, Administration and Other Expenses	22	15324	14221
ii) Employee Benefits Expense	23	8297	7543
iii) Finance Cost	24	4594	9302
iv) Depreciation & Amortization Expenses	25	25527	25440
TOTAL EXPENDITURE		53742	56506
Profit before Prior Period items, Exceptional and Extraordinary items and Tax		79953	98379
Prior Period Items (net)	26	(85)	2
Profit before Exceptional and Extraordinary items and Tax		80038	98377
Exceptional items [Expenses / (Income)]		-	-
Profit before extraordinary items and Tax		80038	98377
Extraordinary items		-	-
PROFIT BEFORE TAX		80038	98377
Tax Expenses	27		
i) Current Tax		17081	20685
ii) Adjustments relating to earlier periods		70	(1)
iii) Deferred Tax		(113)	1047
Total Tax Expenses		17038	21731
Profit for the period from continuing operations		63000	76646
Profit from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit from discontinuing operations after tax		-	-
Profit for the period		63000	76646
Earning per share (Equity shares, face value of ₹ 1,000/- each)			
Basic (in ₹)		321.01	390.54
Diluted (in ₹)		321.01	390.54
Expenditure during construction for the year	28		
Other Explanatory Notes to Accounts	29		
Note 1 to 29 form integral part of the Accounts			

As per our report of even date attached

For and on behalf of Board of Directors

For **BHUTORIA GANESAN & CO.**
Chartered Accountants

R. GANESAN
(Partner)
Membership No. 26164
FRN - 004465C

G.P. PATEL
Chief Executive Director
DIN 03337117

R.S. MINA
Managing Director
DIN 00149956

Place: Bhopal
Date: 09.05.2016

V.K. TRIPATHI
Co. Secretary

B.L. SABOO
General Manager (Finance) & Chief
Financial Officer



NOTE NO. 1 – SIGNIFICANT ACCOUNTING POLICY

1.1 BASIS OF PREPARATION

The financial statements are prepared on accrual basis of accounting under the historical cost convention in accordance with Accounting Principles Generally Accepted in India (GAAP), provisions of the Companies Act 2013, Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Electricity Act, 2003, to the extent applicable.

1.2 USE OF ESTIMATES

The preparation of financial statements in conformity with the GAAP requires the management to make estimates and assumptions on a reasonable and prudent basis taking into account all available information that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the amounts of revenue and expenses during the reported period. Actual results could differ from those estimates & assumptions. Any revision in the estimate is recognized in the period in which the same is determined.

2 FIXED ASSETS

2.1 TANGIBLE ASSETS

2.1.1 Fixed assets are stated at cost of acquisition/construction less accumulated depreciation/amortisation and impairment losses, if any. In cases where final settlement of bills with contractors is pending, but the asset is complete and ready for use, capitalisation is done on estimated basis subject to necessary adjustments, including those arising out of settlement of arbitration/court cases.

2.1.2 Assets created on land not belonging to the Company are included under fixed assets.

2.1.3 Expenditure incurred on renovation and modernization of tangible assets on completion of the originally estimated useful life of the power station resulting in increased life and/or efficiency of an existing asset, is added to the cost of the related asset. Tangible assets acquired as replacement of the existing assets are capitalized and its corresponding replaced assets removed/retired from active use are derecognized.

2.1.4 Payments made/ liabilities created provisionally towards compensation (including interest on enhanced compensation awarded by the court till the date of court's award), rehabilitation and other expenses relating to land in possession are treated as cost of land.

2.2 INTANGIBLE ASSETS

2.2.1 Land taken for use from State Government (without transfer of title) and expenses on relief and rehabilitation as also on creation of alternate facilities for land evacuees or in lieu of existing facilities coming under submergence and where construction of such alternate facilities is a specific pre-condition for the acquisition of the land for the purpose of the project, are accounted for as Land-Right to use.

2.2.2 Software (not being an integral part of the related hardware) acquired for internal use, is stated at cost of

acquisition less accumulated amortisation and impairment losses, if any and is recognised as intangible asset.

2.3 CAPITAL WORK IN PROGRESS

2.3.1 Capital work-in-progress is carried at cost. Administrative & general overhead and other expenditure attributable to construction of the project are accumulated under 'Expenditure During Construction (EDC)' and are subsequently allocated on systematic basis over major immovable assets, other than land and infrastructural facilities, on commissioning of the project.

2.3.2 Expenditure on maintenance, up-gradation etc. of common public facilities in projects under construction is charged to 'Expenditure during Construction (EDC)'.

2.3.3 Expenditure in relation to Survey and Investigation of the projects is carried as Capital Work in Progress. Such expenditure is either capitalized as cost of Project on completion of the construction of the project or the same is charged to the Statement of Profit & Loss in the year in which it is decided to abandon such project.

2.3.4 Capital expenditure incurred for creation of facilities, over which the company does not have control but the creation of which is essential principally for construction of the project, is charged to 'Expenditure during Construction (EDC)'. Subsequent to completion of the Project, expenditure on creation of facilities over which the company does not have control is charged to "Statement of Profit & Loss."

3. MACHINERY SPARES

3.1 (a) Machinery spares procured along with the Plant & Machinery or subsequently and whose use is expected to be irregular are capitalized separately, if cost of such spares is known and depreciated fully over the residual useful life of the related plant and machinery at the rates of depreciation and methodology as notified by CERC for such Plant & Machinery. If cost of such spares is not known particularly when procured along with mother plant, these are capitalized & depreciated along with mother plant at the rates of depreciation and methodology as notified by CERC for such Plant & Machinery.

(b) Written Down Value (WDV) of spares is charged off to Statement of Profit & Loss in the year in which such spares are replaced in place of retrieved spares, provided the spares so retrieved do not have any useful life. Similarly, value of such spares, procured & replaced in place of retrieved spares, is charged off to Statement of Profit & Loss in that year itself, provided spares so retrieved do not have any useful life.

(c) When the useful life of the related fixed asset expires and asset is retired from active use, such spares are valued at net book value or net realizable value whichever is lower. However, in case retired assets are not replaced, WDV of related spares less disposable value is written off.

3.2 Other machinery spares are treated as "stores & spares" forming part of the inventory.

4. RATE REGULATED ACTIVITIES

Where an item of expenditure incurred during the period of construction of a project is recognised as expense in the Statement of Profit & Loss i.e. not allowed to be capitalized as part of cost of relevant fixed asset in accordance with the Accounting Standards, but is nevertheless permitted by Central Electricity Regulatory Commission(CERC), the regulator, to be recovered from the beneficiaries in future through tariff, the right to recover the same is recognized as a Regulatory Asset and corresponding Regulatory Income is recognised, as per the Guidance Note on Accounting for Rate Regulated Activities issued by the Institute of Chartered Accountants of India(ICAI), if it fulfils the conditions for such recognition laid down in the ibid Guidance Note.

5. DEPRECIATION & AMORTISATION

- 5.1 Depreciation on additions to /deductions from tangible assets during the year is charged on pro-rata basis from / up to the date on which the asset is available for use / disposal.
- 5.2.1 Depreciation on tangible assets of Operating Units of the Company is charged to the Statement of Profit & Loss on straight-line method following the rates and methodology as notified by CERC for the fixation of tariff except for assets specified in policy no. 5.2.3 below.
- 5.2.2 Depreciation on tangible assets of other than Operating Units of the company is charged on straight-line method to the extent of 90% of the cost of asset following the rates as notified by CERC for the fixation of tariff except for assets specified in policy no. 5.2.3 below.
- 5.2.3 Depreciation in respect of following assets is charged on straight line method based on the life and residual value (5%) given in the Schedule II of the Companies Act, 2013:
 - (i) Construction Plant & Machinery
 - (ii) Computer & Peripherals
- 5.2.4 Temporary erections are depreciated fully (100%) in the year of acquisition / capitalization by retaining Re. 1/- as WDV.
- 5.3 Assets valuing ₹ 5000/- or less but more than ₹ 750/- are fully depreciated during the year in which asset is made available for use with Re. 1/- as WDV.
- 5.4 Low value items, which are in the nature of assets (excluding immovable assets) and valuing upto ₹ 750/- are not capitalized and charged off to revenue in the year of use.
- 5.5 Cost of software recognized as 'Intangible Assets' is amortized on straight line method over a period of legal right to use or three financial years, whichever is earlier, starting from the year in which it is acquired.
- 5.6 Land-Right to use is amortized over a period of 30 years from the date of commercial operation of the project.
- 5.7.1 Leasehold Land, in case of operating units, is amortized over the period of lease or 35 years whichever is lower, following the rates and methodology notified by CERC, vide Tariff Regulation 2014.
- 5.7.2 Leasehold Land, in case of units other than operating units, is amortized over the period of lease or 35 years whichever is lower.

- 5.8 Tangible Assets created on leasehold land are depreciated to the extent of 90% of original cost over the balance available lease period of respective land from the date such asset is available for use or at the applicable depreciation rates & methodology notified by CERC Regulations for such assets, whichever is higher.
- 5.9 Where the cost of depreciable assets has undergone a change during the year due to increase/decrease in long term liabilities on account of exchange fluctuation, price adjustment, settlement of arbitration/court cases, change in duties or similar factors, the unamortized balance of such assets is depreciated prospectively over the residual life of such assets at the rate of depreciation and methodology notified by CERC regulations.
- 5.10 Where the life and / or efficiency of an asset is increased due to renovation and modernization, the expenditure thereon along with its unamortized depreciable amount is charged prospectively over the revised / remaining useful life determined by technical assessment.

6. INVESTMENTS

- 6.1 Long term Investments are carried at cost. Provision for diminution is made to recognise a decline, other than temporary, in the value of such investments.
- 6.2 Current Investments are valued at lower of cost and fair value determined on an individual investment basis.

7. INVENTORIES

- 7.1 Stores & Spares are valued at cost, determined on weighted average basis, or net realizable value whichever is lower.
- 7.2 Diminution in the value of obsolete, unservicable and surplus stores and spares, identified on a systematic basis, is provided in the accounts.

8. FOREIGN CURRENCY TRANSACTIONS

- 8.1 Transactions in foreign currency are initially recorded at exchange rates prevailing on the date of transaction. At each Balance Sheet date, monetary items denominated in foreign currency are translated at the exchange rate prevailing on the Balance Sheet date.
- 8.2 Exchange differences are recognised as income & expenses in the period in which they arise in Statement of Profit & Loss in case of operational stations and to EDC in case of projects under construction. However, exchange differences in respect of liabilities relating to fixed assets/ capital work-in-progress arising out of transaction entered into prior to 01/04/2004 are adjusted to the carrying cost of respective fixed asset/Capital Work-in-Progress.

9. EMPLOYEE BENEFITS

- 9.1 Employee benefits consist of provident fund, pension, gratuity, post retirement medical facilities, leave benefits (including compensated absences) and other terminal benefits.
- 9.2 Company contribution paid/payable during the year to Employees Defined Contribution Superannuation Scheme for providing pension benefits and Provident Fund scheme is accounted for and paid to respective funds which are administered through separate trusts.



- 9.3 The liability for retirement benefits of employees in respect of Gratuity is ascertained at the year end on the basis of actuarial valuation and paid to the Gratuity trust.
- 9.4 The liability for leave benefits (including compensated absences), post retirement medical benefits, allowance on retirement/death and memento on superannuation to employees is ascertained at the year end on the basis of actuarial valuation.

10. REVENUE

- 10.1 (a) Sale of energy is accounted for as per tariff notified by Central Electricity Regulatory Commission. In case of Power Station where tariff is not notified, sale is recognized on provisional rates worked out by the Company based on the parameters and method adopted by the appropriate authority. Recovery/refund towards foreign currency variation in respect of foreign currency loans and recovery towards income tax are accounted for on year to year basis.
- (b) Incentives/Disincentives are recognised as per tariff notifications. In case of Power Station where tariffs have not been notified, incentives are recognized provisionally on assessment of the likelihood of acceptance of the same.
- (c) Adjustments arising out of finalisation of Regional Energy Account (REA), though not material, are effected in the year of respective finalisation.
- (d) Advance against depreciation considered as deferred income in earlier years is included in sales on straight line basis over the balance useful life after 31st March of the year closing after a period of 12 years from the date of commercial operation of the project, considering the total useful life of the project as 35 years.
- 10.2 Revenue on Project Management / Construction Contracts/ Consultancy assignments is recognized on percentage of completion method. The percentage of completion is determined as proportion of "cost incurred up to reporting date" to "estimated cost to complete the concerned Project Management / Construction Contracts and Consultancy assignment".
- 10.3 Interest on investments is accounted for on accrual basis. Dividend income is recognized when right to receive the same is established.
- 10.4 Interest/Surcharge recoverable from customers/ Liquidated damages /interest on advances to contractors are recognised when no significant uncertainty as to measurability and collectability exists.

11. MISCELLANEOUS

- 11.1 Liabilities for Goods in transit/Capital works executed but not certified are not provided for, pending inspection and acceptance by the Company.
- 11.2 Prepaid expenses and prior period expenses/income of items of ₹ 50,000/- and below are charged to natural heads of accounts.
- 11.3 Insurance claims are accounted for based on certainty of realization.

12. BORROWING COST

Borrowing costs attributable to the qualifying tangible assets during construction/renovation & modernisation are capitalised. Other borrowing costs are recognised as an expense in the period in which they are incurred.

13. TAXES ON INCOME

Tax on income for the current period is determined on the basis of taxable income under the Income Tax Act, 1961.

Deferred tax is recognized on timing differences between the accounting income and taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. Deferred tax assets are recognized and carried forward to the extent there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax recovery adjustment account is credited/debited to the extent tax expense is chargeable from the beneficiaries in future years.

14. IMPAIRMENT OF ASSETS

The company assesses at each balance sheet date whether there is any indication that cash generating unit (CGU) is impaired based on internal/external indicators. If any such indication exists, company estimates the recoverable amount of the CGU. An impairment loss is recognized in the Statement of Profit and Loss where the carrying amount exceeds the recoverable amount of the cash generating units. An impairment loss is reversed if there is a change in the recoverable amount and such loss either no longer exists or has decreased. Rate Regulated Assets are also tested for impairment at each Balance Sheet Date.

15. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on management estimate required to settle the obligation at the balance sheet date and are not discounted to present value.

Contingent liabilities are disclosed on the basis of judgment of management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate. Contingent assets are not recognised in the Financial Statements.

16. CASH FLOW STATEMENTS

Cash flow statement is prepared in accordance with the indirect method prescribed in the relevant Accounting Standard.

17. GRANT-IN-AID

Amount of contribution received from the Govt. of Madhya Pradesh towards "Irrigation and R&R Component" and Govt. of Gujarat towards "Sardar Sarovar Component", being not relatable to cost of individual assets are treated initially as Grants in Aid - Reserve and subsequently adjusted in the same proportion as the depreciation written off on the assets acquired out of such contribution.

NOTE NO. 2 SHARE CAPITAL

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016		As at 31st March, 2015	
	In No.	(Amount in ₹ Lacs)	In No.	(Amount in ₹ Lacs)
a) Authorized Equity Share Capital (Par value per share ₹ 1000/-)	30000000	300000	30000000	300000
b) No. of Equity shares issued, subscribed and fully paid (Par value per share ₹ 1000/-)	19625800	196258	19625800	196258
c) During the period ended 31 March, 2016, the company has neither issued / nor reduced any share capital. Hence reconciliation of equity shares is not required.				
d) The Company has issued only one kind of equity shares with voting rights proportionate to the share holding of the shareholders. These voting rights are exercisable at meeting of shareholders. The holders of the equity shares are also entitled to receive dividends as declared from time to time for them.				
e) Shares in the company held by each shareholder holding more than 5 percent specifying the number of shares held	As at 31st March, 2016		As at 31st March, 2015	
	In No.	In (%)	In No.	In (%)
	- NHPC Limited (Holding Company) and on its behalf	10024200 51.08%	10024200 51.08%	
	- Govt. of Madhya Pradesh and on its behalf	9601600 48.92%	9601600 48.92%	
f) In preceding five financial years immediately preceding 31.03.2016, Company has not allotted any equity share as fully paid up pursuant to contract(s) without payment being received in cash/ not allotted any equity share as fully paid up by way of bonus share(s) / not bought back any equity shares.				

NOTE NO. 3 RESERVE AND SURPLUS

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Grant in aid Reserve #		
As per last Balance Sheet	136666	141881
Additions during the period	1528	2014
Deductions during the period	7287	7229
Less: Adjustments during the period	-	-
As at Balance Sheet date	130907	136666
Self Insurance Reserve		
As per last Balance Sheet	16051	16051
Add: Transfer from Surplus	-	-
Less: Transfer to General Reserve during the period	16051	-
	-	16051
Less: - Adjustment on account of Claim	-	-
As at Balance Sheet date	-	16051
Corporate Social Responsibility (CSR) Reserve		
As per last Balance Sheet	2334	704
Add: Transfer from Surplus	-	1630
Less: Write back during the period	608	-
Less: Adjustments during the period	-	-
As at Balance Sheet date	1726	2334
Research & Development Reserve		
As per last Balance Sheet	1002	473
Add: Transfer from Surplus	381	529
Less: Write back during the period	-	-
Less: Adjustments during the period	-	-
As at Balance Sheet date	1383	1002



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(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
General Reserve		
As per last Balance Sheet	10636	10636
Add: Transfer from Self Insurance Reserve during the period	16051	
Less: Write back during the period	-	-
Less: Adjustments during the period	-	-
As at Balance Sheet date	26687	10636
Surplus *	304961	289922
Total	465664	456611
* Surplus		
Profit for the period as per Statement of Profit and Loss	63000	76646
Balance brought forward	289922	243308
Add:		
Amount Utilised From Self Insurance Fund	-	-
Write Back From CSR / SD Reserve	608	-
Write Back From Research & Development Reserve	-	-
Balance available for Appropriation		
Transfer to General Reserve	-	-
Transfer to Self Insurance Fund	-	-
Transfer to Corporate Social Responsibility (CSR) Reserve	-	1630
Transfer to Research & Development Reserve	381	529
Dividend :		
- Interim	-	-
- Proposed	40037	23158
- Final		
Tax on Dividend		
- Interim	-	-
- Proposed	8151	4715
Balance carried forward	304961	289922

EXPLANATORY NOTE:-

(Amount in ₹ Lacs)

PARTICULARS	01.04.2015	ADDITIONS	DEDUCTIONS	ADJUSTMENTS	31.03.2016
i) Proportionate contribution by Govt. of Madhya Pradesh towards Irrigation Component in ISPS as a Grant-in-Aid.	27960	131	1548	-	26543
ii) Proportionate Sub-vention towards Sardar Sarovar project transferred from NVDA Account for ISPS.	35734	166	1979	-	33921
iii) Contribution by Govt of Madhya Pradesh towards R&R of ISPS.	30835	1141	1566	-	30410
iv) Proportionate contribution by Govt. of Madhya Pradesh towards Irrigation Component in OSPS as Grant-in-Aid.	17091	15	1074	-	16032
v) Contribution by Govt of Madhya Pradesh towards R&R of OSPS.	25046	75	1120		24001
Total	136666	1528	7287	-	130907

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NOTE NO. 4 LONG TERM BORROWINGS

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Total Borrowings	Less: - Current Maturities	Long Term Borrowings	Total Borrowings	Less: - Current Maturities	Long Term Borrowings
Bonds						
- Secured	-	-	-	-	-	-
- Unsecured	-	-	-	-	-	-
Term Loans						
• From Banks						
- Secured	-	-	-	24978	5965	19013
- Unsecured	-	-	-	-	-	-
• From Other Parties						
- Secured	-	-	-	47250	13500	33750
- Unsecured	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>72228</u>	<u>19465</u>	<u>52763</u>
Aggregate amount of loans guaranteed by directors	Nil	Nil	Nil	Nil	Nil	Nil
Aggregate amount of loans guaranteed by Govt. of India	Nil	Nil	Nil	Nil	Nil	Nil
Amount of default in repayment of loans and interest	Nil	Nil	Nil	Nil	Nil	Nil
Period of default in repayment of loans and interest	Nil	Nil	Nil	Nil	Nil	Nil

Explanatory Note: -

- Details in respect of rate of interest and terms of payment of Term Loans are disclosed in Appendix to Note No. 4 - Long Term Borrowings.
 - For Current maturities as above, refer note no. 9 - Other Current Liabilities.
 - Particulars of security (Separately in each case):-
- # Above outstanding 'Term Loans from Banks' were secured by way of first Charge in favour of the lender by deposit of title deeds of immovable property and also first charge on all present and future movable, fixed and current assets of Indira Sagar Project, since satisfied.
- # Above outstanding 'Term Loan from Other Parties' was secured by way of first charge in favour of the lender by deposit of title deeds of immovable property and also first charge on all present and future movable, fixed and current assets of Omkareshwar Project, since satisfied.

Appendix to Note no. 4

Long Term Borrowings

(Amount in ₹ Lacs)

Particulars	As at 31st March, 2016	As at 31st March, 2015
(A). BONDS (Non-convertible and Non-cumulative)-Secured	-	-
TOTAL BONDS (A)	-	-
(B). TERM LOANS - Secured		
- From Banks		
I - INDIRA SAGAR PROJECT		
HDFC BANK LIMITED - Loan I	0	14902
(Repayable in 20 half yearly installments of ₹ 1863 Lacs each up to 31.03.2019 at floating interest rate of 12.50% p.a., since prepaid.)		
HDFC BANK LIMITED - Loan II	0	10076
(Repayable in 20 half yearly installments of ₹ 1120 Lacs each up to 30.09.2019 at floating interest rate of 11.75% p.a., since prepaid.)		
Sub Total	<u>0</u>	<u>24978</u>



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(Amount in ₹ Lacs)

Particulars	As at 31st March, 2016	As at 31st March, 2015
- From Other Parties		
II - OMKARESHWAR PROJECT		
POWER FINANCE CORPORATION LIMITED	0	47250
(Repayable in 20 half yearly installments of ₹ 6750 Lacs each up to 15.07.2018 at floating interest rate of 10.29% p.a., since prepaid.)		
Sub Total	0	47250
TOTAL TERM LOANS - INR- SECURED (B)	0	72228
TERM LOAN FROM -OTHER PARTIES (Unsecured)		
(C) TERM LOAN FROM BANKS/FIS - FOREIGN CURRENCY	-	-
TOTAL TERM LOANS - Banks/Financial Institutions - FC - Unsecured (C)	-	-
(D) LOANS FROM CENTRAL GOVT.- Unsecured	-	-
TOTAL TERM LOANS -UNSECURED LOANS (D)	-	-
GRAND TOTAL (A+B+C+D)	0	72228

NOTE NO. 5 DEFERRED TAX LIABILITIES / ASSETS

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Deferred Tax Liability		
Depreciation	60649	64598
Less: Deferred Tax Assets	-	-
Provision for doubtful debts, inventory and others	-	-
Provision for employee benefit schemes	510	397
Deferred Tax Liability	60139	64201
Less: Recoverable for tariff period upto 2009	42433	46382
Less: Deferred Tax Adjustment Against Deferred Tax Liabilities	-	-
Deferred Tax Liability (Net)	17706	17819

Explanatory Note: -

In compliance to the Accounting Standard 22 on "Accounting for Taxes on Income" notified by The Companies Accounting Standard Rules, 2006 ₹ 4062 Lacs (previous year ₹ 2099 Lacs) has been created as deferred tax asset during the year ended 31.03.2016.

NOTE NO. 6 OTHERS LONG TERM LIABILITIES

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Total Liability	Less: - Current Liability	Long Term Liability	Total Liability	Less: - Current Liability	Long Term Liability
a) Trade Payables	-	-	-	-	-	-
b) Others						
Deposits/ retention money	935	639	296	938	761	177
Income received in advance (Advance Against Depreciation)	12004	-	12004	12004	-	12004
Deferred Foreign Currency Fluctuation Liabilities	-	-	-	-	-	-
Deferred Income from Foreign Currency Fluctuation Account	-	-	-	-	-	-
	12939	639	12300	12942	761	12181

NOTE NO. 7 PROVISIONS

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
a) PROVISION FOR EMPLOYEE BENEFITS (Provided for on basis of actuarial valuation)						
i) Provision for leave encashment						
As per last Balance Sheet	970	67		753	40	
Additions during the year	235	66		217	78	
Amount used during the year	-	80		-	51	
Amount reversed during the year	-	-		-	-	
Closing Balance	1205	53	1258	970	67	1037
ii) Provision for REHS						
As per last Balance Sheet	287	2		253	1	
Additions during the year	91	2		34	1	
Amount used during the year	-	1		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	378	3	381	287	2	289
iii) Provision for TTA (Baggage Allowance on Retirement)						
As per last Balance Sheet	37	-		30	-	
Additions during the year	12	-		7	-	
Amount used during the year	-	-		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	49	-	49	37	-	37
iv) Provision for Memento						
As per last Balance Sheet	2	-		1	-	
Additions during the year	1	-		1	-	
Amount used during the year	-	-		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	3	-	3	2	-	2
(Others)						
v) Provision for Wage Revision						
As per last Balance Sheet	-	128		-	123	
Additions during the year	-	35		-	37	
Amount used during the year	-	19		-	25	
Amount reversed during the year	-	-		-	7	
Closing Balance	-	144		-	128	
Less: Advance paid	-	131		-	128	
Closing Balance (Net of advance)	-	13	13	-	-	-
vi) Provision for Performance Related Pay / Incentive						
As per last Balance Sheet	-	465		-	683	
Additions during the year	-	445		-	432	
Amount used during the year	-	166		-	612	
Amount reversed during the year	-	8		-	38	
Closing Balance	-	736		-	465	
Less: Advance paid	-	4		-	4	
Closing Balance (Net of advance)	-	732	732	-	461	461
vii) Provision for Superannuation /Pension Fund						
As per last Balance Sheet	-	-		-	-	
Additions during the year	-	-		-	-	
Paid to Trust	-	-		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	-	-	-	-	-



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(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
b) Provision for Taxation						
As per last Balance Sheet	-	186		-	-	
Additions during the year	-	17082		-	20685	
Amount adjusted during the year	-	186		-	-	
Amount used during the year	-	-		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	17082		-	20685	
Less: Advance Tax & TDS	-	17082		-	20500	
Provision of Income Tax (Net of Refund)	-	-	-	-	185	185
c) Provision for Proposed Dividend						
As per last Balance Sheet	-	23158		-	11579	
Additions during the year	-	40037		-	23158	
Amount used during the year	-	23158		-	11579	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	40037	40037	-	23158	23158
d) Tax on Proposed Dividend						
As per last Balance Sheet	-	4715		-	1968	
Additions during the year	-	8151		-	4715	
Amount used during the year	-	4715		-	1968	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	8151	8151	-	4715	4715
e) Provision For Tariff Adjustment						
As per last Balance Sheet	-	-		-	43	
Additions during the year	-	2225		-	-	
Amount used during the year	-	-		-	43	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	2225	2225	-	-	-
f) Provision For Committed Capital Expenditure						
As per last Balance Sheet	-	11243		-	11776	
Additions during the year	-	-		-	-	
Amount used during the year	-	1064		-	533	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	10179	10179	-	11243	11243
g) Provision - Provision for Restoration expenses of Insured Assets						
As per last Balance Sheet	-	2482		-	451	
Additions during the year	-	-		-	3453	
Amount used during the year	-	1103		-	1345	
Amount reversed during the year	-	1375		-	77	
Closing Balance	-	4	4	-	2482	2482
h) Provision - Others						
As per last Balance Sheet	-	7852		-	8428	
Additions during the year	-	1204		-	5	
Amount used during the year	-	394		-	555	
Amount reversed during the year	-	2		-	26	
Closing Balance	-	8660	8660	-	7852	7852
Total	1635	70057	71692	1296	50165	51461

Explanatory Note: -

- Provision of ₹ 22 Lacs (Cumulative provision ₹ 131 Lacs) has been made under the head "Provision for wage revision" towards the "Personal Adjustment Pay (fitment benefits) pending settlement of the same as the matter is subjudiced. The said amount already stands paid to the employees and shown as "Advance Paid".
- For explanation in respect of (e) above refer Note No. 20.

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NOTE NO. 8 TRADE PAYABLE

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Total outstanding dues of micro enterprise and small enterprise(s)	121	37
Total outstanding dues of Creditors other than micro enterprises and small enterprises	753	1059
	874	1096

Explanatory Note: -

Disclosures requirements under section 22 of The Micro, Small and Medium Enterprises Development Act, 2006 is given in Note No. 29- Other Explanatory Notes to Accounts (at Serial No. 15).

NOTE NO. 9 OTHER CURRENT LIABILITIES

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Current maturities of long term debt (Refer Note no. 4)	-	19465
Deposits	-	-
Interest accrued but not due on borrowings	-	502
Interest accrued and due on borrowings	-	-
Income received in advance	-	-
Unpaid dividend	-	-
Liability against capital works/supplies	1716	1089
Deposits/ retention money	639	761
Due to Holding Company	265	112
Unspent amount of deposit/agency	-	-
Bond application money	-	-
Statutory dues payables	790	917
Liabilities toward Self Insurance Fund	-	-
Other liabilities	635	742
Advances against the deposit works	-	-
Less: Amount Spent on Deposit Work	-	-
Advances against cost of Project Mgt./ Consultancy Work	-	-
Less: Amount Spent in respect of Project Mgt./ Consultancy Work	-	-
Provision Toward Amt Recoverable in r/o Project Mgt / Consultancy Work	-	-
Grants in aid - pending utilization	-	-
	4045	23588

Explanatory Note: -

Other liabilities includes ₹ 280 Lacs (As on 31.03.2015 ₹ 324 Lacs) on account of Deposit by oustees of Omkareshwar Project towards land for land as per decision of Grievance Redressal Authority.

NOTE NO. 10.1 TANGIBLE ASSETS

CLASS OF ASSETS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	01.04.2015	Addition	Deduction	Other Adjustments	31.03.2016	01.04.2015	For the Adjustment Period	31.03.2016	31.03.2015
i) Land – Freehold	-	-	-	-	-	-	0	-	-
ii) Land – Leasehold	176	-	-	-	176	57	6	113	119
iii) Roads and Bridges	1039	19	-	-	1058	274	40	744	765
iv) Buildings	67178	212	-	-	67390	19694	2278	45418	47484
v) Railway sidings	-	-	-	-	-	-	0	-	-
vi) Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)	169474	154	-	-	169628	63799	8895	96934	105675
vii) Generating Plant and machinery	158206	365	-	39	158610	62993	8327	87277	95213
viii) Plant and machinery Sub station	2412	-	-	-	2412	937	127	1348	1475
ix) Plant and machinery Transmission lines	421	5	-	-	426	138	23	265	283
x) Plant and machinery Others	426	-	-	-	426	192	23	211	234
xi) Construction Equipment	633	2	-	-	635	476	30	129	157
xii) Water Supply System/Drainage and Sewerage	307	-	-	-	307	66	11	230	241
xiii) Electrical installations	89	4	-	-	93	17	4	63	72
xiv) Vehicles	121	-	1	-	120	102	3	15	19
xv) Aircraft/ Boats	-	-	-	-	-	-	0	-	-
xvi) Furniture and fixture	558	3	1	-	560	318	27	216	240
xvii) Computers	331	24	67	6	294	243	30	80	88
xviii) Communication Equipment	49	3	-	(15)	37	27	2	17	22
xix) Office Equipments	321	36	4	(51)	302	158	16	150	163
xx) Research and Development	120	-	-	-	120	17	8	96	103
xxi) Other assets	459	27	-	(1)	485	152	29	305	307
xxii) Tangible Assets of minor value > 750 and < ₹ 5000	89	9	1	(5)	92	89	8	-	-
Total	402409	863	74	(27)	403171	149749	19887	169560	252660
Previous year	401645	806	42		402409	129880	19857	252660	271765

NOTE NO. 10.2 INTANGIBLE ASSETS

CLASS OF ASSETS	GROSS BLOCK				DEPRECIATION		NET BLOCK	
	01.04.2015	Addition	Deduction	Other Adjustments	For the Period	31.03.2016	31.03.2016	31.03.2015
i) Land – Unclassified/ Right of Use	356157	2,434	-	-	12903	0	100092	258499
ii) Computer Software	157	1	-	-	24	0	158	0
Total	356314	2435	-	-	12927	-	100250	258499
Previous year	353459	2864	9	-	12813	-	87323	268991
								278949

Figures within parenthesis represent deductions.

Explanatory Note: -

- 1) Tangible Assets of ₹ 399170 Lacs (As on 31.03.2015 ₹ 398380 Lacs) created on Land unclassified/ Right to use are included under the relevant head.
- 2) Foreign Exchange Rate Variation included in Adjustments to assets are as follows:-

Class of Assets	Addition to Gross Block on account of foreign exchange rate variation	
	As on 31.03.2016 (₹ in Lacs)	As on 31.03.2015 (₹ in Lacs)
Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)	11	(23)
Generating Plant and machinery	-	(3)
Total	11	(26)

Depreciation for the period		As on 31.03.2016 (₹ in Lacs)
10.1	Tangible Assets	19887
10.2	Intangible Assets	12927
Total		32814
Charged to Grant in Aid Reserve		7287
Charged to P&L		25527



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NOTE NO. 11.1 CAPITAL WORK IN PROGRESS

(Amount in ₹ Lacs)

Particulars	Linkage	01.04.2015	Addition	Adjustment	Capitalised	31.03.2016
Roads and Bridges	4302	14	5	-	19	-
Buildings	4303	185	78	-	210	53
Railway sidings	4305	-	-	-	-	-
Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)	4306	44	6207	(9)	128	6114
Generating Plant and Machinery	4307	63	88	-	151	-
Plant and Machinery - Sub station	4308	-	-	-	-	-
Plant and Machinery - Transmission lines	4309	-	1	-	1	-
Plant and Machinery - Others	4310	-	1	-	-	1
Construction Equipment	4311	-	-	-	-	-
Water Supply System/Drainage and Sewerage	4312, 4314	-	-	-	-	-
Other assets awaiting installation	4414, 6114, 4318	1	135	-	112	24
Capital Expenditure On assets Not Owned by NHDC	4326	-	-	-	-	-
CWIP - Assets Under 5 KM Scheme Of the GOI	4327	-	-	-	-	-
Survey, investigation, consultancy and supervision charges	4340	218	69	-	-	287
Expenditure on compensatory Afforestation	4350	-	-	-	-	-
Expenditure during construction	4375, 4380, 4381	-	-	-	-	-
Less: Provided for	350922	-	-	-	-	-
Sub total (a)		525	6584	(9)	621	6479
Construction Stores		-	-	-	-	-
Less : Provisions for construction stores		-	-	-	-	-
Sub total (b)		-	-	-	-	-
TOTAL		525	6584	(9)	621	6479
Previous year		386	784	(4)	641	525

Figures within parenthesis represent deductions.

Explanatory Note: -

1. CWIP of ₹ 6185 Lacs (As on 31.03.2015 ₹ 306 Lacs) created on Land unclassified / right to use are included under relevant head.
2. Hydraulic Works above shown net of Insurance claim recoverable ₹ 2154 Lacs.

NOTE NO. 11.2 INTANGIBLE ASSETS UNDER DEVELOPMENT

(Amount in ₹ Lacs)

Particulars		01.04.2015	Addition	Adjustment	Capitalised	31.03.2016
Intangible assets under development	4322					-
TOTAL		-	-	-	-	-
Previous year		-	-	-	-	-

NOTE NO. 12 NON CURRENT INVESTMENTS

Particulars	As at 31st March, 2016			As at 31st March, 2015		
	Number of shares/ bonds/ securities	Face value per share/ bond/ security (In ₹)	Amount (₹ in Crore)	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (₹ in Crore)
A. Trade - Quoted						
(a) Investment in Equity Instrument	-	-	-	-	-	-
Trade - Unquoted						
(a) Investment In Equity Instruments	-	-	-	-	-	-
(b) Investment In Bonds	-	-	-	-	-	-
(c) Share Application Money	-	-	-	-	-	-
Sub Total (A)			-			-
B. Non Trade - Quoted						
(a) Investment in Equity Instrument	-	-	-	-	-	-
(b) Investment In Government Securities - (Self Insurance Fund)	-	-	-	-	-	-
(c) Investment In Public Sector Undertaking/Public Financial Institution & Corporate Bonds - (Self Insurance Fund)	-	-	-	-	-	-
Sub Total (B)			-			-
Total (A+B)			-			-
Quoted Investments						
(i) Aggregate Cost	-	-	-	-	-	-
(ii) Aggregate Market Value	-	-	-	-	-	-
Unquoted Investments						
(i) Aggregate Cost	-	-	-	-	-	-
(ii) Aggregate provision for diminution in value	-	-	-	-	-	-
Valuation as per accounting policy no. 6						

NOTE NO. 13 LOANS AND ADVANCES

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
(a) CAPITAL ADVANCES						
Secured (considered good)	-	-	-	-	-	-
Unsecured (considered good)						
— Against bank guarantee	-	457	457	320	-	320
— Others	-	148	148	-	-	-
Less : Provision for expenditure awaiting utilisation certificate	-	-	-	-	-	-
Unsecured (considered doubtful)	-	-	-	-	-	-
Less : Provisions for doubtful advances *1	-	-	-	-	-	-
(b) DEPOSITS						
- Unsecured (considered good)	284	454	738	569	473	1042
- Unsecured (considered doubtful)	50	-	50	50	-	50
Less : Provision for Demand raised by Govt. Deptt. *2	-	-	-	-	-	-
Less : Provision for Doubtful Deposits *3	50	-	50	50	-	50



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(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
(c) LOANS & ADVANCES TO RELATED PARTIES						
- Secured (considered good)	-	-	-			
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)						
OTHER LOANS & ADVANCES						
Employees (including accrued interest)						
- Secured (considered good)	3552	304	3856	3325	292	3617
- Unsecured (considered good)	54	149	203	125	165	290
- Unsecured (considered doubtful)	-	-	-	-	-	-
Advance to contractor / supplier / Service Provider						
- Secured (considered good)	-	-	-	-	-	-
- Unsecured (considered good)	-	-	-	-	-	-
- Against bank guarantee	-	-	-	-	-	-
- Others	-	65	65	-	17	17
- Unsecured (considered doubtful)						
Loan to State Government in settlement of dues from customer	-	-	-	-	-	-
- Secured (considered good)	-	-	-	-	-	-
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)	-	-	-	-	-	-
Other advances						
- Unsecured (considered good)	-	741	741	-	804	804
- Unsecured (considered doubtful)	-	-	-	-	-	-
Less : Provisions for doubtful Other loans & advances *4	-	-	-	-	-	-
Advance income tax & tax deducted at source	-	70407	70407	-	44590	44590
Less : Provisions for Income Tax	-	66191	66191	-	43179	43179
Net Advance Tax	-	4216	4216	-	1411	1411
	3890	6534	10424	4339	3162	7501
	Long Term	Short Term	Total	Long Term	Short Term	Total
*1 Provisions for doubtful advances						
Opening Balance	-	-	-	-	-	-
Addition during the period	-	-	-	-	-	-
Used during the period	-	-	-	-	-	-
Reversed during the period	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
	Long Term	Short Term	Total	Long Term	Short Term	Total
* 2 Provisions against Demand raised by Govt. Deptt.						
Opening Balance	-	-	-	-	-	-
Addition during the year	-	-	-	-	-	-
Used during the year	-	-	-	-	-	-
Reversed during the year	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
	Long Term	Short Term	Total	Long Term	Short Term	Total
*3 Provisions for Doubtful Deposits						
Opening Balance	50	-	50	50	-	50
Addition during the year	-	-	-	-	-	-
Used during the year	-	-	-	-	-	-
Reversed during the year	-	-	-	-	-	-
Closing balance	50	-	50	50	-	50

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(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
*4 Provisions for Doubtful Loans & Advances						
Opening Balance	-	-	-	-	-	-
Addition during the year			-			-
Used during the year			-			-
Reversed during the year			-			-
Closing balance	-	-	-	-	-	-
Explanatory Note: -						
1) PARTICULARS OF LOANS AND ADVANCES DUE FROM DIRECTORS	As at 31.03.2016			As at 31.03.2015		
Amount due at the end of the period			-			-
2) Advance due by firms or private companies in which any Director of the Company is a Director or member amounts to Rs. Nil (Previous year Rs. Nil)						
3) Provision for doubtful deposit represent amount of ₹ 50 Lacs deposited with M. P. Urja Vikas Nigam, Bhopal during the year 2007.						

NOTE NO. 14.1 OTHER NON-CURRENT ASSETS

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Long term trade receivable		
- Secured - Considered good	-	-
- Unsecured - Considered good	6456	33593
- Considered doubtful and provided	-	-
Receivable on account of Unbilled Revenue	-	-
Others		
Interest accrued on:		
- Others	-	-
Deferred Foreign Currency Fluctuation Assets	-	-
Deferred Expenditure on Foreign Currency Fluctuation Account	-	-
	6456	33593

NOTE NO.14.2 OTHER NON-CURRENT ASSETS- REGULATORY ASSETS

(Amount in ₹ Lacs)

Particulars	1-Apr-2015	Addition	Adjustment*	Amortisation/ Impairment	31-Mar-16
Regulatory Assets	-	-	-	-	-
Total	-	-	-	-	-
Previous Year	-	-	-	-	-



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NOTE NO. 15 CURRENT INVESTMENTS

Particulars	As at 31st March, 2016			As at 31st March, 2015		
	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (₹ in Crore)	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (₹ in Crore)
Current maturities of long term investments	-	-	-	-	-	-
A. Trade - Quoted	-	-	-	-	-	-
B. Non Trade - Quoted	-	-	-	-	-	-
Total			-			-
Unquoted Investments						
Aggregate Cost			-			-
Valuation as per accounting policy no. 6						

NOTE NO. 16 INVENTORIES

(Amount in ₹ Lacs)

PARTICULARS		As at 31st March, 2016		As at 31st March, 2015	
(Valuation as per Accounting Policy No. 7)					
Stores and spares		358		353	
Stores in transit/ pending inspection		24	382	55	408
Loose tools			-		-
Scrap inventory			17		28
Material at site			498		355
Material issued to contractors/ fabricators			-		-
Inventory for Self Generated VER's			-		-
Less: Provision for Obsolescence & Diminution in Value *1			-		-
			897		791
*1	Provision for Obsolescence & Diminution in Value				
Opening Balance			-		-
Addition during the year			-		-
Used during the year			-		-
Reversed during the year			-		-
Closing balance			-		-

NOTE NO. 17 TRADE RECEIVABLES

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016		As at 31st March, 2015	
Trade Receivables outstanding for a period exceeding six months from the date they become due for payment				
- Secured - Considered good		-		-
- Unsecured - Considered Good		27276		30749
- Unsecured - Considered Doubtful		-		-
Other Trade Receivables		-		-
- Secured - Considered good		-		-
- Unsecured - Considered Good		9981		10123
- Unsecured - Considered Doubtful		-		-
Less: Provision for doubtful debts *1		-		-
		37257		40872

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(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
*1 Provisions for doubtful debts		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	<u>-</u>	<u>-</u>

NOTE NO. 18 CASH AND BANK BALANCES

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
A Cash and Cash Equivalents		
i) Cash on hand (includes stamps on hand of ₹ Nil /-, as on 31.03.2015 ₹ Nil/-)	3	4
ii) Cheques, drafts on hand	-	-
iii) Balances with banks		
• With scheduled banks		
- In current account	167	492
- Self Insurance Fund	-	-
- Others	-	-
- In deposits account (Deposits with maturity of three months or less)		
- Self Insurance Fund	-	-
- IPO Proceeds	-	-
- Others	49722	18484
• With other banks		
B Other Bank Balances		
i) Deposits with maturity of more than three months but less than/upto 12 months		
• With scheduled banks		
- IPO Proceeds	-	-
- In deposit account	86617	96397
Deposit account-Unpaid Dividend	-	-
ii) Deposits with more than 12 months maturity		
- IPO Proceeds	-	-
- Term Deposit	14706	27715
	<u>151215</u>	<u>143092</u>

Explanatory Note: -

- Cash and Bank Balances include an amount of ₹ 990 Lacs (As on 31.03.2015 ₹ 901 Lacs) kept with banks as per orders of Hon'ble Court of Law, which is not available for use as on 31.03.2016.
- Cash and Bank Balances include an amount of ₹ 280 Lacs (As on 31.03.2015 ₹ 324 Lacs) representing deposit by oustees towards Land for Land in respect of Omkareshwar Project, which is not available for use as on 31.03.2016.



NOTE NO. 19 OTHER CURRENT ASSETS

(Amount in ₹ Lacs)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
a) Interest accrued on:		
Loan to State Government in settlement of dues from customers	-	-
Deposits		
- IPO	-	-
- Self Insurance	-	-
- Other deposits	5957	4674
Others	-	1
b) Receivable on account of unbilled revenue	20666	16644
c) Recoverables from Holding company	-	-
d) Interest recoverable from beneficiary	71	242
e) Claims recoverables	30984	37447
Less: Provisions for Doubtful Claims *1	25	25
f) Others	6040	4766
g) Work In Progress		
Construction work in progress(on behalf of client)	-	-
Consultancy work in progress(on behalf of client)	-	-
h) Surplus Assets / Obsolete Assets held for disposal	8	3
j) Expenditure awaiting adjustment		
Less: Provision for project expenses write off sanction *2	-	-
i) Losses awaiting write off sanction/pending investigation	11	15
Less: Provision for losses pending investigation/awaiting write off sanction *3	11	15
	63701	63752
*1 Provisions for Doubtful Claims		
Opening Balance	25	25
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	25	25
*2 Provision for project expenses write off sanction		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	-	-
*3 Provision for losses pending investigation/awaiting write off sanction		
Opening Balance	15	18
Addition during the year	-	-
Used during the year	4	3
Reversed during the year	-	-
Closing balance	11	15

Explanatory Note: -

1. Claims recoverable (at e) includes a sum of ₹ 28595 Lacs (As on 31.03.2015 ₹ 33709 Lacs) due from Govt. of Madhya Pradesh as per details in Other Explanatory Notes to Accounts (Note no. 29 at Serial no. 4) and a sum of ₹ 2166 Lacs (As on 31.03.2015 ₹ 3576 Lacs) towards insurance claim recoverable for repair of Energy Dissipation Arrangements (EDA) at Indira Sagar Project. Further it includes a sum of ₹ 8 Lacs (As on 31.03.2015 ₹ 8 Lacs) towards TDS recoverable and duplicate payments recoverable from oustees of ₹ 12 Lacs (As on 31.03.2015 ₹ 12 Lacs) already provided for.
2. Others at (f) represents Materialisation of deferred tax amounting to ₹ 6040 Lacs (As on 31.03.2015 ₹ 4766 Lacs), Refer Note no. 20.
3. Surplus Assets / Obsolete Assets held for disposal are shown at lower of book value and net realizable value.

NOTE NO. 20 REVENUE FROM OPERATIONS

(Amount in ₹ Lacs)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A SALES		
SALE OF POWER (including electricity duty)	116646	137088
Less :		
- Sales adjustment on a/c of Foreign Exchange Rate Variation	-	-
- Tariff Adjustments	2225	-
- Regulated Power Adjustment	-	-
- Income from generation of electricity - precommissioning (refer Note 28 I (a) "	-	-
Sub total A	114421	137088
B ADVANCE AGAINST DEPRECIATION		
During the period	-	-
Less : Written back during the period	-	-
Sub total B	-	-
C OTHER OPERATING INCOME		
Interest from Beneficiary States (Revision of Tariff)	-	-
Sub total C	-	-
D REVENUE FROM CONTRACTS, PROJECT MANAGEMENT AND CONSULTANCY WORKS		
Contract Income	-	-
Revenue from Project management/ Consultancy works	-	-
Sub total D	-	-
TOTAL (A-B+C+D)	114421	137088

Explanatory Note: -

- 1) Pending truing-up tariff order for five year period 2009-14 & tariff order for five year period 2014-19, the sales for the year in respect of both the power projects has been recognized based on principles enunciated in Central Electricity Regulatory Commission (CERC) Tariff Regulation 2009-2014 and following the principle of conservatism, as the tariff petitions are subject to approval by CERC. Considering above, the company has recognized differential tariff as unbilled revenue, (Sale of Power) amounting to (a) ₹ Nil (previous year ₹ 8683 Lacs) against truing up tariff order for the period 2009-14 and (b) ₹ 4022 Lacs (previous year ₹ 6064 Lacs) for the period 2015-16, as the billing for the year has been made as per tariff approved by CERC for the F.Y. 2013-14.
- 2) Sale of Power includes ₹ Nil (previous year ₹ 4426 Lacs) on account of earlier year sales billed during the year.
- 3) An amount of ₹ 2154 Lacs has been reduced from sales on account of uncertainty in collection due to difference in Plant Availability Factor (PAF) as billed by NHDC and as verified by Madhya Pradesh State Load Dispatch Centre (MPSLDC). NHDC has filed miscellaneous petition with CERC for necessary directions in the matter, pending which the amount has been shown as provision for tariff adjustment in Note No. 7(Provisions). In addition to above a sum of ₹ 70 Lacs has been shown as tariff adjustment on account of differential tariff in respect of Omkareshwar Project for the tariff period 2014-19.
- 4) In terms of regulation No. 49 of tariff regulation issued vide Central Electricity Regulatory Commission (CERC) notification No. L-1/144/2013-CERC dated 21.02.2014, deferred tax liabilities for the period upto 31st March 2009, whenever materialized, are recoverable directly from the beneficiaries and accounted for on yearly basis. Accordingly Sale of Power includes ₹ 6040 Lacs (Corresponding Previous year ₹ 4766 Lacs) on account of deferred tax materialized (Also refer note no. 19).
- 5) During the year, the company has paid/provided towards Electricity Duty of ₹ 51 Lacs (Previous Year ₹ 429 Lacs) and Energy Development Cess of ₹ 4391 Lacs (Previous Year ₹ 5525 Lacs). The Electricity Duty and Energy Development Cess is recoverable from beneficiary and accordingly billed to the beneficiary and included in Sale of Power.



NOTE NO. 21 OTHER INCOME

(Amount in ₹ Lacs)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A) Income from Non-Current Investments		
i) Trade		
- Dividend from subsidiaries	-	-
- Dividend - Others	-	-
- Interest Government Securities (8.5% tax free bonds issued by the State Governments)	-	-
ii) Non-Trade		
- Dividend income -Mutual Fund	-	-
- Dividend income -Others	-	-
- Interest- (Self Insurance Fund)	-	-
B) Other Income		
i) Interest		
- Deposit Account -Self Insurance Fund	-	-
- Deposit Account (Banks)- Other than self insurance fund	13519	9969
Interest from Beneficiary -Trade receivable on deferred credit	5021	7536
- Employee's Loans and Advances	264	261
- Others	89	1
ii) Late payment surcharge	-	-
iii) Net Gain/Loss on Sale of Mutual Fund	-	-
iv) Income From Sale Of Self Generated VERs	-	-
v) Realization of Loss Due To Business Interruption	-	-
vi) Profit on sale of assets	-	-
vii) Liability/ Provisions not required written back #	68	96
viii) Others	364	363
ix) Exchange rate variation	-	-
TOTAL	19325	18226
Add/(Less): C.O./Regional Office/PID Expenses	-	-
TOTAL	19325	18226
Less: Income transferred to EDC	-	-
Less: Income transferred to Advance Deposit from Client/Contractees and against Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	19325	18226
#Detail of Liability/Provisions not required written back		
a) Bad and doubtful Advances *1	-	-
b) Bad and doubtful deposits *2	-	-
c) Other doubtful Loans & Advances *3	-	-
d) Diminution in value of stores and spares *4	-	-
e) Bad and doubtful debts *5	-	-
f) Bad and doubtful claims *6	-	-
g) Project expenses awaiting w/o reversed *7	-	-
h) Losses pending investigation/awaiting write off sanction *8	-	-
i) Provision for wage revision	-	7
j) Provision for PRP / Incentive /Productivity Linked Incentive	7	38
k) Provision for Superannuation/Pension Fund	-	-
l) Provision for Retirement benefits (Gratuity, Leave Encashment, REHS, Mommento etc)	-	-
l) Provision for tariff adjustment	-	-
m) Provision For Corporate Social Responsibility and Sustainable Development & Research & Development Expenses	-	-
n) Provision for Committed Capital Expenditure	-	-
o) Others	61	51
TOTAL	68	96

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NOTE NO. 22 GENERATION, ADMINISTRATION AND OTHER EXPENSES

(Amount in ₹ Lacs)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A. GENERATION EXPENSES		
Water Charges	-	-
B. Consumption of stores and spare parts	162	302
C. Direct Expenditure on Contract, Project Management and Consultancy Works	-	-
D. REPAIRS & MAINTENANCE		
- Building	327	426
- Machinery	101	63
- Others	1659	1822
E. ADMINISTRATION EXPENSES		
Rent	420	403
Rates and taxes	20	25
Energy Development Cess	4391	5525
Insurance	1509	1322
Security expenses	1177	1005
Electricity Charges	890	841
Travelling and Conveyance	137	147
Expenses on vehicles	19	26
Telephone, telex and Postage	63	55
Advertisement and publicity	69	77
Entertainment and hospitality expenses	15	18
Printing and stationery	71	66
Consultancy charges - Indigenous	160	148
Consultancy charges - Foreign	-	-
Audit expenses (Refer detail below)	12	11
Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses	-	-
Expenditure on land not belonging to company	-	-
Loss on sale of assets	-	1
Assets / claims written off	-	-
Books & Periodicals	2	2
Donation	-	-
Corporate Social Responsibility / Sustainable Development/ Community Development Expenses	2638	295
Directors' expenses	1	2
Research and development expenses	2	3
Interest on Arbitration/ Court Cases	7	30
Interest to beneficiary states	-	-
Rebate to customers	1006	1103
Expenditure on Self Generated VER's	-	-
Expenses for Regulated Power	-	-
Less: - Exp Recoverable on Regulated Power	-	-
Exchange rate variation	-	-
Other general expenses	466	503
Sub-total	15324	14221
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	15324	14221
Less: Amount transferred to EDC	-	-
Less: Recoverable from Deposit Works	-	-
Total (A to E) = I	15324	14221



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(Amount in ₹ Lacs)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
F. PROVISIONS		
Bad and doubtful debts provided	-	-
Bad and doubtful advances / deposits provided	-	-
Bad and doubtful claims provided	-	-
Diminution in value of stores and spares	-	-
Shortage in store & spares provided	-	-
Provision against diminution in the value of investment	-	-
Project expenses provided for	-	-
Provision for fixed assets/ stores provided for	-	-
Diminution in value of Inventory of Self Generated VER's Provided for	-	-
Sub-total	-	-
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	-	-
Less: Amount transferred to EDC	-	-
Less: Recoverable from Deposit Works	-	-
Total (F) = II	-	-
Total carried forward to Statement of Profit & Loss	15324	14221

Explanatory Note: -

- The Company's significant leasing arrangements are in respect of operating leases of premises for offices, guesthouses & transit camps. These leasing arrangements, which are not non-cancellable, are usually renewable on mutually agreeable terms. Lease payments in respect of premises for offices, guest house & transit camps are shown in Rent.

- Sitting fees to independent directors 1 2

- Detail of audit expenses are as under: -

i) Statutory auditors

As Auditor

Audit Fees	6	7
Tax Audit Fees	2	2
	8	9

In other Capacity

Taxation Matters	-	-
Company Law Matters	-	-
Management Services	-	-
Other Matters/services	3	1
	3	1

Reimbursement of expenses

	-	-
ii) Cost Auditors		
Audit Fees	1	1
Reimbursement of expenses	-	-

Total Audit Expenses	12	11
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NOTE NO. 23 EMPLOYEE BENEFITS EXPENSE

(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
Salaries, wages, allowances	6455	6001
Gratuity, Contribution to provident fund & pension scheme (incl. administration fees)	1182	1093
Staff welfare expenses	660	449
Leave Salary & Pension Contribution	-	-
TOTAL	8297	7543
Add/(Less): C.O./Regional Office Expenses	-	-
TOTAL	8297	7543
Less: Employee Cost transferred to EDC	-	-
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	8297	7543

Explanatory Note: -

- 1) The Company's significant leasing arrangements are in respect of operating leases of premises for residential use of employees. These leasing arrangements, which are not non-cancellable, are usually renewable on mutually agreeable terms. Salaries, wages, allowances includes ₹ 281 Lacs (Previous year ₹ 264 Lacs) towards lease payments in respect of premises for residential use of employees.

(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2) Gratuity, Contribution to provident fund & pension scheme include contributions:		
i) towards Employees Provident Fund	384	371
ii) towards Employees Defined Contribution Superannuation Scheme & EPS	596	526

NOTE NO. 24 FINANCE COST

(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
a) Interest on :		
Government of India loan	-	-
Bonds	-	-
Foreign loan	-	-
Term loan	4044	9293
Cash credit facilities /WCDL	-	-
Other interest charges	-	-
sub total	4044	9293
b) Other Borrowing Cost		
Loss on Hedging Transactions	-	-
Bond issue/ service expenses	-	-
Royalty	-	-
Commitment fee	-	-
Guarantee fee on foreign loan	-	-
Other finance charges	550	9
sub total	550	9
c) Applicable net gain/ loss on Foreign currency transactions and translation		
Exchange differences regarded as adjustment to interest cost	-	-



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(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
Less: Interest adjustment on account of Foreign Exchange Rate Variation	-	-
sub total	-	-
Total	4594	9302
Add/(Less): C.O./Regional Office/PID Expenses	-	-
TOTAL	4594	9302
Less: Finance Cost transferred to EDC	-	-
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	4594	9302

NOTE NO. 25 DEPRECIATION AND AMORTIZATION EXPENSES

(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
Depreciation & Amortisation	32814	32669
Depreciation adjustment on account of Foreign Exchange Rate Variation	-	-
Add/(Less): C.O./Regional Office / PID Expenses	-	-
TOTAL	32814	32669
Less: Depreciation & Amortisation Expenses transferred to EDC	-	-
Less: Recoverable from Deposit Works	-	-
Less: Charged to Grant in Aid - Reserve (Grants written off)	7287	7229
Total carried forward to Statement of Profit & Loss	25527	25440

NOTE NO. 26 PRIOR PERIOD ITEMS (NET)

(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
INCOME		
Sale of Electricity	-	-
Advance Against Depreciation written back	-	-
Interest/Surcharge from debtors	-	-
Others	101	-
SUB TOTAL	101	-
EXPENDITURE		
Salary & Wages	-	-
Repair & Maintenance	-	(19)
Finance Cost	-	-
Depreciation & Amortization Expense	16	21
Others	-	-
SUB TOTAL	16	2
TOTAL	(85)	2
Add/(Less): C.O./Regional Office/PID Expenses	-	-
TOTAL	(85)	2
Less: Prior Period Expenses transferred to EDC	-	-
Prior period expenses	-	-
Less Prior period income	-	-
Total	(85)	2
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	(85)	2

NOTE NO. 27 TAX EXPENSES

(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
Current Tax		
Income Tax Provision	17081	20685
Adjustment Relating To Earlier years	70	(1)
Deferred Tax	(4063)	(2099)
Less: Recoverable	(3950) (113)	(3146) 1047
	17038	21731

NOTE NO. 28 EXPENDITURE DURING CONSTRUCTION FOR THE YEAR / PERIOD

(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
A. EMPLOYEE BENEFITS EXPENSE		
i) Salaries, wages, allowances	-	-
ii) Gratuity and contribution to provident fund (including administration fees)	-	-
iii) Staff welfare expenses	-	-
iv) Leave Salary & Pension Contribution	-	-
Sub-total	-	-
B. REPAIRS & MAINTENANCE		
i) Building	-	-
ii) Machinery	-	-
iii) Others	-	-
Sub-total	-	-
C. ADMINISTRATION & OTHER EXPENSES		
i) Rent	-	-
ii) Rates and taxes	-	-
iii) Insurance	-	-
iv) Security expenses	-	-
v) Electricity Charges	-	-
vi) Travelling and Conveyance	-	-
vii) Expenses on vehicles	-	-
viii) Telephone, telex and Postage	-	-
ix) Advertisement and publicity	-	-
x) Entertainment and hospitality expenses	-	-
xi) Printing and stationery	-	-
Design and Consultancy charges:		
xii) - Indigenous	-	-
xiii) - Foreign	-	-
xiv) Remuneration to Auditors	-	-
xv) Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses	-	-
xvi) Expenditure on land not belonging to company	-	-
xvii) Losses on sale of assets	-	-
xviii) Loss on assets/ materials written off	-	-
xix) Exchange rate variation	-	-
xx) Other general expenses	-	-
Sub-total	-	-



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(Amount in ₹ Lacs)

	For the year ended 31st March 2016	For the year ended 31st March 2015
D. FINANCE COST		
i) Interest on :		
Government of India loan	-	-
Bonds	-	-
Foreign loan	-	-
Term loan	-	-
ii) Bond issue/ service expenses	-	-
iii) Commitment fee	-	-
iv) Guarantee fee on loan	-	-
v) Other finance charges	-	-
Sub-total	-	-
E. PROVISIONS	-	-
Sub-total	-	-
F. DEPRECIATION AND AMORTISATION EXPENSES	-	-
Sub-total	-	-
G. PRIOR PERIOD EXPENSES		
Prior Period Expenses	-	-
Less: Prior Period Income	-	-
Sub-total	-	-
H. C.O./Regional Office Expenses:		
i) Other Income	-	-
ii) Generation, Administration and Other Expenses	-	-
iii) Employee Benefits Expense	-	-
iv) Depreciation & Amortisation Expenses	-	-
v) Finance Cost	-	-
vi) Provisions	-	-
vii) Prior Period Adjustment (Net)	-	-
Sub-total	-	-
GRAND TOTAL (A to H)	-	-
I. LESS: RECEIPTS AND RECOVERIES		
a) Income from generation of electricity – precommissioning	-	-
b) Others		
i) Interest on loans and advances	-	-
ii) Miscellaneous receipts	-	-
iii) Profit on sale of assets	-	-
iv) Exchange rate variation (Credit)	-	-
v) Provision/Liability not required written back	-	-
vi) Hire charges/ outturn on plant and machinery	-	-
Sub-total	-	-
TOTAL	-	-

Note No. : 29 - Other Explanatory Notes to Accounts

1. Disclosure relating to Contingent Liabilities:-

- a) Claims against the Company not acknowledged as debts in respect of:

(i) Capital works

Contractors have lodged claims aggregating to ₹27544 Lacs (previous year ₹27859 Lacs) against the Company on account of rate & quantity deviation, cost relating to extension of time and idling charges due to stoppage of work/delays in handing over the site etc. These claims are being contested by the company as being not admissible in terms of provisions of the respective contracts or are lying at arbitration tribunal/other forums/ under examination with the Company. It includes ₹17106 Lacs (previous year ₹13526 Lacs) towards arbitration awards including updated interest thereon against the Company, which has been challenged/ being challenged in the Court of Law.

The management has assessed the above claims and recognized a provision of ₹NIL (previous year ₹NIL) based on probability of outflow of resources embodying economic benefits and estimated ₹27544 Lacs (previous year ₹27859 Lacs) as the amount of contingent liability i.e. amounts for which Company may be held contingently liable. In respect of such estimated contingent claims either outflow of resources embodying economic benefits is not probable or a reliable estimate of the amount required for settling the obligation cannot be made. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(ii) Land Compensation cases

In respect of land acquired for the projects, some of the land oustees have filed claims for higher compensation amounting to ₹25881Lacs (previous year ₹118310 Lacs) before various authorities/courts. Pending their settlement, the Company has assessed and provided an amount of ₹ 2063 Lacs (previous year ₹916 Lacs) based on probability of outflow of resources embodying economic benefits and estimated ₹23818 Lacs (previous year ₹117394 Lacs) as the amount of contingent liability as outflow of resources is considered as not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(iii) Disputed Tax Demands

Disputed Income Tax/Sales Tax/Service Tax/ other taxes/duties matters pending before various appellate authorities amount to ₹14 Lacs (previous year ₹5 Lacs). Pending their settlement, the Company has assessed and provided an amount of ₹NIL (previous year ₹NIL) based on probability of outflow of resources embodying economic benefits and rest of the claims i.e. ₹14

Lacs (previous year ₹5 Lacs) are being disclosed as contingent liability as outflow of resources is considered not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(iv) Others

Claims on account of other matters amount to ₹1259 Lacs (previous year ₹367 Lacs). These claims are pending before various forums. Pending their settlement, the Company has assessed and provided an amount of ₹NIL (previous year ₹NIL) based on probability of outflow of resources embodying economic benefits and estimated ₹1259 Lacs (previous year ₹367 Lacs) as the amount of contingent liability as outflow of resources is considered as not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

The above is summarized as below:

(Amount in ₹ Lacs)

Sl. No.	Particulars	Claims as on 31.03.2016	Provision against the claims	Contingent liability as on 31.03.2016	Contingent liability as on 31.03.2015	Addition of contingent liability during the year
(1)	(2)	(3)	(4)	(5)	(6)	(7)=(5)-(6)
1.	Capital Works	27544	NIL	27544	27859	(315)
2.	Land Compensation	25881	2063	23818	117394	(93576)
3.	Disputed tax matters	14	NIL	14	5	9
4.	Others	1259	NIL	1259	367	892
	Total	54698	2063	52635	145625	(92990)

- b) The above contingent liabilities do not include contingent liabilities on account of pending cases in respect of service matters & others where the amount cannot be quantified.
- c) It is not practicable to ascertain and disclose the uncertainties relating to outflow in respect of contingent liabilities.
- d) There is possibility of reimbursement to the company of ₹NIL (previous year ₹NIL) towards above contingent liabilities.
- e) An amount of ₹95 Lacs (previous year ₹47 Lacs) stands paid towards above contingent liabilities to contest the cases and is being shown under Loans & Advances.

The company's management does not reasonably expect that the above claims/obligations (including under litigation), when ultimately concluded and determined, will have a material and adverse effect on the company's results of operations or financial condition.

2. a) Estimated amount of contracts (net of advances) remaining to be executed on capital account not provided for ₹12956 Lacs (Previous Year ₹20467 Lacs). This includes estimated unexecuted amount for the railway diversion works ₹3461 Lacs (Previous Year ₹3461 Lacs).



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- b) Estimated amount of capital commitment towards compensation for Land and other related expenditure not provided for ₹2156 Lacs (Previous Year ₹3374 Lacs)
- 3 a) Pending approval of the competent authority, provisional payments/ provisions made towards executed quantities of works of some of the items beyond approved quantities and extra items, are included in Capital Work-in-Progress/Fixed Assets/Statement of Profit & Loss.
- (b) In the opinion of the management, the value of the current assets, loans and advances on realization in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet.
4. Government of Madhya Pradesh (GoMP), being a joint venture partner, contributed on various accounts through Narmada Valley Development Authority (NVDA) as per CCEA approval, details given below: -

(Refer Note no 3 of Balance Sheet)

Indira Sagar Project : -

(Amount in ₹ Lacs)

	Cumulative upto 31.03.2015	During F.Y. 2015 - 16	Cumulative upto 31.03.2016
(A) Amount received in Cash or in kind			
i. Expenditure incurred by NVDA	131939	278	132217
ii. Cash Received	61521		61521
iii. Amount transferred from OSP A/c	856		856
Total of (A)	194316	278	194594
(B) Due/Adjusted on account of			
i. Equity Capital	66000	-	66000
ii. Irrigation Component	40100	131	40231
iii. SSP Component	51242	166	51408
iv. Sub-vention towards excess R&R Expenses	39594	1141	40735
v. Electricity charges & water supply maintenance charges	504	-	504
vi. Advance against Irrigation/ Equity of OSP	3308	-	3308
Total of (B)	200748	1438	202186
(C) Amount recoverable from NVDA i.e. (B-A)	6432	1160	7592

Omkareshwar Project: -

(Amount in ₹ Lacs)

	Cumulative upto 31.03.2015	During F.Y. 2015 - 16	Cumulative upto 31.03.2016
(D) Amount received in Cash or in kind			
i. Expenditure incurred by NVDA	8271	1064	9335
ii. Cash Received	44166	5300	49466
iii. Amount transferred from ISP A/C	3308	-	3308
Total of (D)	55745	6364	62109

(Amount in ₹ Lacs)

	Cumulative upto 31.03.2015	During F.Y. 2015 - 16	Cumulative upto 31.03.2016
(E) Due /Adjusted on account of:			
i. Equity Capital	30016	-	30016
ii. Irrigation Component	23910	15	23925
iii. Sub-vention towards excess R&R Expenses	7490	75	7565
iv. Amount Transferred to ISP A/C	856		856
v. Additional Special R&R Package	20750		20750
Total of (E)	83022	90	83112
(F) Amount recoverable from NVDA i.e. (E-D)	27277	(6274)	21003
(G) Total Amount recoverable i.e (C+F)	33709	(5114)	28595

5. During the year, the following accounting policies have been changed/ modified/ deleted:

(Amount in ₹ Lacs)

Policy No.	Description	Impact on Statement of Profit & Loss
2.1.3	New Policy Inserted:- Tangible Assets Expenditure incurred on renovation and modernization of tangible assets on completion of the originally estimated useful life of the power station resulting in increased life and/or efficiency of an existing asset, is added to the cost of the related asset. Tangible assets acquired as replacement of the existing assets are capitalized and its corresponding replaced assets removed/ retired from active use are derecognized.	No Impact
2.1.4	Policy Modified: - Tangible Assets Payments made/ liabilities created provisionally towards compensation (including interest on enhanced compensation awarded by the court till the date of court's award), rehabilitation and other expenses relatable to land in possession are treated as cost of land.	No Impact

6. The effect of foreign exchange fluctuation during the year is as under:

(Amount in ₹ Lacs)

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
(i) Amount charged to Statement of Profit & Loss excluding depreciation (as FERV)	NIL	NIL
(ii) Amount charged to Statement of Profit & Loss excluding depreciation (as borrowing cost)	NIL	NIL
(iii) Amount charged to Expenditure During Construction (as FERV)	NIL	NIL
(iv) Amount charged to Capital Work-In-Progress (as FERV)	NIL	NIL
(v) Amount adjusted by addition to carrying amount of fixed assets	11	(26)

7. Disclosure as required by 'Accounting Standard – 15 (Revised) on Employee Benefits':

General description of various defined employee benefit schemes as under:

Defined Contribution Schemes

A. Social Security Scheme

The Company has a Social Security Scheme in lieu of compassionate appointment. The Company also makes a matching contribution per month per employee and such contribution is to be made for 8 years to build up corpus from the date the scheme is in operation i.e. 01.04.2009. Funds so accumulated are managed by a separate Trust namely NHDC Employees Social Security Scheme Trust. The scheme has been created to take care of and helping bereaved families in event of death or permanent total disability of its employee. In case of resignation or retirement of an employee, amount equivalent to his own contribution and applicable interest as credited to his account till such date is refunded.

B. Employees Defined Contribution Superannuation Scheme

The Company has an employee defined contribution superannuation scheme for providing pension benefits to employees. As per the scheme, each employee contributes @ 5% of Basic Pay & Dearness Allowance. The company contributes to the extent of balance available after deducting employer's contribution to Provident fund, contribution to Gratuity Trust and REHS, from the amount worked out @ 30% of Basic Pay & DA. The scheme is managed by Life Insurance Corporation of India.

Defined Benefits Schemes

C. Provident Fund

The Company pays fixed contribution to provident fund at predetermined rates to a separate trust namely NHDC Ltd. Employees Provident Fund Trust, which invests the funds in permitted securities. The contribution to the fund for the period is recognized as expense and is charged to the Statement of Profit & Loss. The obligation of the company is to make fixed contribution and to ensure a minimum rate of return to the members as specified by GOI. This fund is operated by the Trust under statutory interest rate guarantee of exempted Fund and provision is created on the basis of actuarial valuation.

D. Gratuity

The Company has a defined benefit gratuity plan. Every employee who has rendered continuous service of five years or more is entitled to get gratuity at 15 days salary (15/26 X last drawn basic salary plus dearness allowance) for each completed year of service subject to a maximum of ₹10 Lacs on superannuation, resignation, termination, disablement or on death. The plan is being managed by a separate Trust namely NHDC Ltd. employees Group Gratuity Assurance Fund, created for the purpose and obligation of the Company is to make contribution to the Trust based on actuarial valuation.

E. Leave

The Company provides for earned leave and half-pay leave to the employees, which accrue annually @ 30 days and 20 days respectively. The maximum ceiling of encashment of earned leave is limited to 300 days. However, any shortfall in the maximum limit of 300 days in earned leave on superannuation shall be regulated as per the clarification issued by the department of Public Enterprises (DPE), Government of India. The liability for the same is recognized on the basis of actuarial valuation.

F. Retired Employee Health Scheme (REHS)

The Company has Retired Employee Health Scheme, under which retired employee and the spouse of retiree, spouse and eligible dependent children of deceased employees are provided medical facilities in the Company hospitals / empanelled hospitals. They can also avail treatment as Out-Patient subject to a ceiling fixed by the Company. The liability for the same is recognized on the basis of actuarial valuation.

G. Allowance on Retirement / Death (Baggage Allowance)

Actual cost of shifting from place of duty at which employee is posted at the time of retirement to any other place where he / she may like to settle after retirement is paid as per the rules of the Company. In case of death, family of deceased employee can also avail this facility. The liability for the same is recognized on the basis of actuarial valuation.

H. Memento to employees on attaining the age of Superannuation

The Company has a policy of providing Memento valuing ₹0.05 Lacs to employee retiring on Superannuation. The liability for the same is recognized on the basis of actuarial valuation.

Schemes described as above at A, B, C, & D are funded and rest are un-funded.

The Provisions for employee's benefits in respect of NHDC's employees have been made for the year on the basis of actuarial valuation as and where applicable as at 31.03.2016. In respect of NHPC employees who are presently posted at NHDC, no provision has been created and only the share of expenditure debited to Statement of Profit & Loss on the basis of information/ advice received from NHPC. No provision has been made for employees who are on deputation from GoMP. The disclosure under the provisions of Accounting Standard – 15 (Revised) on "Employees Benefits" for the financial year ended 31.03.2016 are given below: -

Table 1: - Key Actuarial Assumptions for Actuarial Valuation

Particulars	As at 31.03.2016	As at 31.03.2015
Mortality Table	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)
Discount rate	8.00%	8.00%
Rate of increase in compensation level	6.00%	6.00%
Expected average remaining working lives of employees (years)	19.78	19.55

Table 2: - Change in present value of obligations

(Refer note no 7 & 9)

(Amount in ₹ Lacs)

Particulars	As at 31.03.2016			As at 31.03.2015		
	Gratuity	Leave Encashment	REHS	Gratuity	Leave Encashment	REHS
PVO at beginning of year	1028	1037	289	843	793	254
Interest Cost	82	83	23	72	67	22
Past Service Cost	-	-	-	-	-	-
Current Service Cost	112	126	35	100	105	27
Benefit Paid	(4)	(80)	(1)	(5)	(56)	(1)
Actuarial (Gain)/ Loss	(11)	92	35	18	128	(13)
PVO at end of year	1207	1258	381	1028	1037	289

Table 3: - Change in the fair value of Plan Assets

(Amount in ₹ Lacs)

Particulars	As at 31.03.2016	As at 31.03.2015
	Gratuity (Funded)	Gratuity (Funded)
Fair value of plan assets at the beginning of the period	985	721
Expected return on plan assets	87	68
Contribution	95	188
Withdrawal from fund	-	(5)
Actuarial Gain/(Loss) on plan assets	5	13
Fair value of plan assets at the end of the period	1172	985

Table 4: - Amount recognized in Balance Sheet

(Amount in ₹ Lacs)

Particulars	As at 31.03.2016			As at 31.03.2015		
	Gratuity	Leave Encashment	REHS	Gratuity	Leave Encashment	REHS
PVO at the end of year	1207	1258	381	1028	1037	289
Fair value of plan assets at the end of year	1172	-	-	985	-	-
Funded status/ Difference	(35)	(1258)	(381)	(43)	(1037)	(289)
Unrecognized Actuarial (Gain)/ Loss	-	-	-	-	-	-
Net assets/ (liability) recognized in balance sheet	(35)	(1258)	(381)	(43)	(1037)	(289)

Table 5: - Amount recognized in Statement of Profit & Loss

(Amount in ₹ Lacs)

Particulars	As at 31.03.2016			As at 31.03.2015		
	Gratuity	Leave Encashment	REHS	Gratuity	Leave Encashment	REHS
Current Service cost	112	126	35	100	105	27
Past service cost	-	-	-	-	-	-
Interest Cost	82	83	23	72	67	22
Expected return on plan assets	(87)	-	-	(68)	-	-
Net Actuarial (Gain)/ Loss recognized for the year	(16)	92	35	5	122	(13)
Expenses recognized in P&L A/c for the year	91	301	93	109	294	36

Liabilities as on 31.03.2016 on account of Baggage Allowance on Retirement and Memento are ₹49 Lacs & ₹3 Lacs (Previous Year ₹ 37 Lacs & ₹2 Lacs) respectively.

8. a) Electricity Generation is the principal business activity of the Company. Other revenue viz, interest income does not form part of a reportable segment as per Accounting Standard-17 on 'Segment Reporting'.
- b) The Company has at present power projects only in the State of Madhya Pradesh, therefore, reporting geographical segments are inapplicable.
9. In compliance of Accounting Standard – 18 on 'Related party disclosures', the required information is as under: -

Related Parties

- (i) Holding Company NHPC Ltd., Amount of ₹4 Lacs (Previous year ₹15 Lacs) has been paid /credited to NHPC Ltd. for technical consultancy services for modification and reconstruction of energy dissipation arrangement (EDA) in service bay area of main spillway of ISPS and other works.

(ii) Key Management Personnel

Name	Designation	Period
Sh. R.S. Mina	Managing Director	Continue
Sh. K.M. Singh	Chief Executive Director	01-04-2015 to 23-09-2015
Sh. G.P. Patel	Chief Executive Director	Since 26-10-2015
Sh. Dipankar Chakraborty	General Manager (Finance) and Chief Financial Officer	01-04-2015 to 30-06-2015
Sh. B. L. Saboo	General Manager (Finance) and Chief Financial Officer	Since 01-07-2015
Sh. Vinay Tripathi	Company Secretary	Continue

Remuneration to key management personnel is ₹ 123 Lacs (Corresponding previous year ₹94 Lacs)

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(A Joint Venture of NHPC Ltd. and Govt. of M.P.)

10. Earnings per Share:

The elements considered for calculation of Earning per Share (Basic and Diluted) are as under:

Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
Net Profit after tax used as numerator (₹)	6,30,00,18,362	7,66,45,88,043
Weighted Average No. of Equity Share used as denominator	19625800	19625800
Earning Per share (₹) – Basic & Diluted	321.01	390.54
Face Value Per Share (₹)	1000	1000

11. The Management is of the opinion that no case of impairment of Assets exists under the provision of Accounting Standard - 28 on 'Impairment of Assets' as on 31.03.2016.

12. Other disclosures as per schedule – III of the Companies Act, 2013:

(Amount in ₹ Lacs)

Sl. No.	Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
a)*	Value of imports calculated on CIF basis:		
	i) Capital Goods	NIL	NIL
	ii) Spare parts	NIL	NIL
b)*	Expenditure in Foreign Currency		
	i) Know - How	NIL	NIL
	ii) Interest	NIL	NIL
	iii) Other Misc. Matters	NIL	2
c)*	Value of spare parts and Components consumed in operating units.		
	i) Imported	NIL	NIL
	ii) Indigenous	161	302
d)*	Earnings in foreign currency		
	i) Interest	NIL	NIL
	ii) Others	NIL	NIL

* Accrual basis.

13. Disclosure related to Corporate Social Responsibility (CSR) (refer Note No.22)

(i) The breakup of CSR expenditure under various heads of expenses incurred during the year ended on 31.03.2016 is as below:-

Sl. No.	Heads of Expenses constituting CSR expenses	Amount in ₹ Lacs
1	Health Care and Sanitation	13
2	Education & Skill Development	114
3	Rural Development	227
4	Swachh Vidyalaya Abhiyan	2284
	Total amount	2638

(ii) Other disclosures:

(a) Details of expenditure incurred during the financial year ended on 31.03.2016 categorising as 'paid' and 'yet to be paid' along with the nature of expenditure (capital or revenue nature) is as under:-

(Amount in ₹ Lacs)

	Particular	Paid (a)	Yet to be paid (b)	Total (a+b)
(i)	Construction/ Acquisition of any asset	2302	16	2318
(ii)	On purpose other than (i) above	279	41	320
	Total	2581	57	2638

(b) As stated above, a sum of ₹ 57 Lacs out of total expenditure of ₹ 2638 Lacs is yet to be paid to concerned parties which are included in the relevant head of accounts pertaining to liabilities.

14. Disclosure related to confirmation of balances is as under:

(a) Balances shown under Material issued to contractors, Claims recoverable including insurance claims, Advance for Capital Expenditure, Trade receivables, Advances to Contractors, Trade payables, and Deposits/Earnest Money from contractors are subject to reconciliation/ confirmation and consequential adjustments, if any.

(b) The confirmation from external parties in respect of Trade Receivables, Trade Payables, Deposits, Advances to Contractors/Suppliers/Service Providers/Others including for capital expenditure and material issued to contractors is obtained for outstanding balances of ₹ 5 Lac or above as at 31st December of every year. Status of confirmation of balances as at 31st December 2015 as well as outstanding as on 31.03.2016 is as under:

(Amount in ₹ Lacs)

Particulars	Outstanding amount as on 31.12.2015	Amount confirmed	Outstanding amount as on 31.03.2016
Trade receivable	51180	41273	43713
Deposits, Advances to contractors/ suppliers/ service providers/ others including for capital expenditure and material issued to contractors	3345	1266	1458
Trade/Other payables	2567	1089	2159
Security Deposit/ Retention Money payable	809	70	931

(c) In the opinion of management, unconfirmed balances will not have any material impact.

15. Disclosures as required under Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006 read with notification of Ministry of Corporate Affairs dt. 04.09.2015



NHPC Limited

(A Government of India Enterprise)

making alteration in Schedule-III of the Companies Act, 2013 are as follows:-

(Refer Note no - 8)

Sl. No.	Particulars	Amount in ₹ Lacs
(i)	The principal amount and the interest due thereon remaining unpaid to any supplier on Balance Sheet date: - Principal - Interest	Nil
(ii)	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	Nil
(iii)	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	Nil
(iv)	The amount of interest accrued and remaining unpaid as on Balance Sheet date	Nil
(v)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	Nil

16. Previous year's figures / opening balances have been regrouped/re-arranged/re-cast wherever necessary.

For and on behalf of Board of Directors

G.P. PATEL
Chief Executive Director
DIN 03337117

V.K. TRIPATHI
Co. Secretary

R.S. MINA
Managing Director
DIN 00149956

B.L. SABOO
General Manager (Finance) & Chief Financial Officer

As per our report of even date attached
For **BHUTORIA GANESAN & CO.**
Chartered Accountants

R. GANESAN
(Partner)
Membership No. 26164
FRN - 004465C

Place: Bhopal
Date: 09.05.2016

CASH FLOW STATEMENT

(Amount in ₹ Lacs)

S. No.	PARTICULARS	For the year ended 31st March, 2016	For the year ended 31st March, 2015
A)	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Profit before tax and extraordinary items	80038	98377
	Add:		
	- Depreciation & Amortisation including Prior Period	25543	25461
	- Provisions/Liabilities written Back	-	-
	- Provisions	104	1232
	- Loss/(Profit) on sale of assets (Net)	-	1
	- Finance cost	4594	9302
	- Interest Income	(18540)	(17505)
	Operating Profit before Working Capital Adjustments	91739	116868
	(Increase)/ Decrease in inventories	(106)	(36)
	(Increase)/ Decrease in Trade Receivables	30752	24196
	(Increase)/ Decrease in Loans & Advances	(121)	(1110)
	(Increase)/ Decrease in Other Current Assets	51	(16412)
	Increase /(Decrease) in Current Liabilities & Provisions	(181)	(2376)
		122134	121130
	Less: Taxes Paid (Including TDS) Net of Refund	20141	20410
		20141	20410
	Cash generated from operations (A)	101993	100720
B)	CASH FLOW FROM INVESTING ACTIVITIES		
	Tangible & Intangible Assets and CWIP	(9243)	(3767)
	Interest Income	18540	17505
	Proceeds on sale of assets	-	-
	Net cash used in Investing Activities (B)	9297	13738
C)	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from issue of Share Capital	-	-
	Proceeds from Borrowings	-	-
	Repayments of Borrowings	(72228)	(22447)
	Funds received from GOMP towards SSP, Irrigation component & R&R Subvention	1528	2014
	Dividend Paid	(23158)	(11579)
	Dividend Tax Paid	(4715)	(1968)
	Interim Dividend Paid	-	-
	Interim Dividend Tax Paid	-	-
	Finance cost	(4594)	(9302)
	Cash Flow From Financing Activities	(103167)	(43282)
	Net increase / decrease in Cash and Cash equivalents	8123	71176
	Cash and Cash equivalents (Opening Balance)	143092	71916
	Cash and Cash equivalents (Closing Balance)	151215	143092

Explanatory Notes to Cash Flow Statement

- Cash and Bank Balances include an amount of ₹ 990 Lacs (As on 31.03.2015 ₹ 901 Lacs) kept with banks as per orders of Hon'ble Court of Law, which is not available for use as on 31.03.2016.
- Cash and Bank Balances include an amount of ₹ 280 Lacs (As on 31.03.2015 ₹ 324 Lacs) representing deposit by oustees towards Land for Land in respect of Omkareshwar Project, which is not available for use as on 31.03.2016.
- The previous year's figures has been regrouped / re-arranged / re-casted wherever necessary.

As per our report of even date attached

For and on behalf of Board of Directors

For **BHUTORIA GANESAN & CO.**

Chartered Accountants

R. GANESAN

(Partner)

Membership No. 26164

FRN - 004465C

G.P. PATEL

Chief Executive Director

DIN 03337117

R.S. MINA

Managing Director

DIN 00149956

Place: Bhopal

Date: 09.05.2016

V.K. TRIPATHI

Co. Secretary

B.L. SABOO

General Manager (Finance) & Chief Financial Officer



NHPC Limited

(A Government of India Enterprise)

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Loktak Downstream Hydroelectric Corporation Limited

Report on the Standalone Financial Statements

On the basis of the audit queries on the Independent Auditor's Report made by the Comptroller & Auditor General of India, the revised audit report has been prepared in lieu of the earlier report dated 10 May 2016 to comply with the queries issued by the Comptroller & Auditor General of India.

We have audited the accompanying standalone financial statements of Loktak Downstream Hydroelectric Corporation Limited ("the Company"), which comprise the Balance Sheet as at 31.03.2016, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

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

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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 in accordance with the Standards on Auditing 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the

explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit/loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements.

- I. As required by the Companies (Auditor's Report) Order, 2016 ("the order") issued by the Central Government in terms of Section 143(1) 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 obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d) In our opinion, 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.
 - e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) 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 Reports in "Annexure B" .
 - g) With respect to the other matters to be included in the Auditor's Report for the year 2015-16 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 position
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - (iv) The review on accounts, as Independent Auditor, under Sec-143(5) of the Companies Act, 2013, as per directions issued by the Comptroller and Auditor General of India, is enclosed as "Annexure C"

FOR PRASHANT RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS
(F. R. N-327475E)

(RAJESH KUMAR PRASAD)
PARTNER
MEMBERSHIP NO- 063227

Date: 04.07.2016
Place: Imphal

LOKTAK DOWNSTREAM HYDROELECTRIC CORPORATION LIMITED

Annual Report 2015-16

(A Joint Venture of NHPC Limited & Govt. of Manipur)

Annexure- A

ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of Loktak Downstream Hydroelectric Corporation the Company for the year ended on 31st March-2016. We report that:

- i) a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets
- b) These fixed assets have been physically verified on 25/01/2016 by the management; no discrepancies were noticed on such verification
- c) The title deeds of immovable properties are held in the name of the company except a piece of land donated by village chief at Thangal , District Tamenglong, Manipur
- ii) Physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed
- 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 Companies Act, 2013. Accordingly clauses 3(iii)(a) to 3(iii)(c) of the Order are not applicable
- (iv) The Company has not given any loans , guarantees, and security or made investment which is required to be complied with the provisions of section 185 and 186 of the Companies Act, 2013.
- (v) The company has not accepted deposits , according to the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed thereunder.
- (vi) Maintenance of Cost accounting records are not applicable since the company is under survey & investigation phase.
- (vii) (a) The Company is regular in depositing undisputed statutory dues to the appropriate authorities and there is no amount due for more than six months as at the last day of the financial year.
- (vii) (b) There is no disputed statutory dues
- (viii) The company has not borrowed any amount from financial institution , as such the query is not applicable.
- (ix) The Company has not raised money by way of initial public offer or further public offer and term loans
- (x) No case of fraud has been noticed or reported during the year.
- (xi) This clause is not applicable to the Company.
- (xii) The Company is not a Nidhi Company. Hence the clause is not applicable.
- (xiii) Related parties transactions are as per provisions of Company's Act, and disclosed in Financial Statements.
- (xiv) No allotment has been made as such , hence the clause is not applicable.
- (xv) The Company has not entered into any non-cash transaction with directors or persons connected with him . Hence the clause is not applicable.
- (xvi) The company is not required to be registered under clause 45 IA of Reserve Bank of India . Hence the clause is not applicable

FOR PRASHANT RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS
(F. R. N-327475E)

(RAJESH KUMAR PRASAD)
PARTNER
MEMBERSHIP NO- 063227

Date: 04.07.2016
Place: Imphal



NHPC Limited

(A Government of India Enterprise)

Annexure-B

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF LOKTAK DOWNSTREAM HYDROELECTRIC CORPORATION LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Loktak Downstream Hydroelectric Corporation Limited as of March 31, 2016 in conjunction with our audit of the standalone 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, issued by ICAI and deemed to be prescribed 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 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 (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR PRASHANT RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS
(F. R. N-327475E)**

**(RAJESH KUMAR PRASAD)
PARTNER
MEMBERSHIP NO- 063227**

Date: 04.07.2016

Place: Imphal

LOKTAK DOWNSTREAM HYDROELECTRIC CORPORATION LIMITED

Annual Report 2015-16

(A Joint Venture of NHPC Limited & Govt. of Manipur)

Annexure: C

Directions indicating the areas to be examined by the Statutory Auditors during the course of audit of annual accounts of Loktak Hydroelectric Corporation Limited for the year 2015-16 issued by the Comptroller & Auditor General of India under Section 143(5) of the Companies Act, 2013:

Sl. No.	Directions	Auditors' Reply
1	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not, please state the area of freehold and leasehold land for which title/lease deeds are not available.	Yes, except piece of land donated by village chief at Thangal, District : Tamenglong, Manipur
2	Whether there are any cases of waiver/write off of debts/loans/interest etc. If yes, the reasons thereof and amount involved.	No
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from Government or other authorities.	Not applicable

FOR PRASHANT RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS
(F. R. N-327475E)

(RAJESH KUMAR PRASAD)
PARTNER
MEMBERSHIP NO- 063227

Date: 04.07.2016

Place: Imphal

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF LOKTAK DOWNSTREAM HYDROELECTRIC CORPORATION LIMITED, KOMKEIRAP, MANIPUR FOR THE YEAR ENDED 31 MARCH, 2016.

The preparation of financial statements of Loktak Downstream Hydroelectric Corporation Limited, Komkeirap, Manipur for the year ended 31 March, 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 04.07.2016.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6)(a) of the Act of the financial statements of Loktak Downstream Hydroelectric Corporation Limited, Komkeirap, Manipur for the year ended 31 March, 2016. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

For and on the behalf of the
Comptroller and Auditor General of India

(Praveer Kumar)
Principal Director of Commercial Audit
& Ex-officio Member, Audit Board-I,
Kolkata

Place : Kolkata
Date : 12.07.2016



NHPC Limited

(A Government of India Enterprise)

BALANCE SHEET AS AT 31ST MARCH 2016

(Amount in ₹)

PARTICULARS	Note No.	As at 31st March, 2016	As at 31st March, 2015
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUNDS			
(a) Share Capital	2	1176923090	1176923090
(b) Reserves and Surplus	3	176416283	157001564
(2) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	4	-	-
(b) Deferred Tax Liabilities	5	-	-
(c) Other Long Term Liabilities	6	-	-
(d) Long Term Provisions	7	-	-
(3) CURRENT LIABILITIES			
(a) Trade Payables	8		
i) Outstanding dues of Micro and Small Enterprises		-	-
ii) Outstanding dues of Creditors other than Micro and Small Enterprises		926117	176180
(b) Other Current Liabilities	9	14467384	10809756
(c) Short Term Provisions	7	15413739	18856580
TOTAL		1384146613	1363767170
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Fixed Assets			
(i) Tangible Assets	10.1	9915338	10491454
(ii) Intangible Assets	10.2	160331	-
(iii) Capital Work In Progress	11	1018336238	913077288
		-	-
(b) Non Current Investments	12	-	-
(c) Long Term Loans and Advances	13	-	5903038
(d) Other Non Current Assets	14	-	-
Sub-total		1028411907	929471780
(2) CURRENT ASSETS			
(a) Current Investments	15	-	-
(b) Inventories	16	-	-
(c) Trade Receivables	17	-	-
(d) Cash & Bank Balances	18	303744801	381882633
(e) Short Term Loans and Advances	13	14957442	15238320
(f) Other Current Assets	19	37032463	37174437
TOTAL		1384146613	1363767170
Significant Accounting Policies	1		
Expenditure attributable to construction during the year forming part of capital work in progress for the year	28		
Other Explanatory Notes to Accounts	29		
Note 1 to 29 form integral part of the Accounts			

In terms of our report of even date attached

FOR PRASHANT RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS
 (F. Regn. No-327475E)

(K.M. SINGH)
 CHAIRMAN
 DIN-02223301

(VIJAY KUMAR)
 DIRECTOR
 DIN-03021294

(RAJESH KUMAR PRASAD)
 PARTNER
 MEMBERSHIP NO-063227

(M. SADAGOPAN)
 CHIEF FINANCE OFFICER

(VIPAN JAIN)
 COMPANY SECRETARY
 MEMBERSHIP NO-F6515

Place: Faridabad
 Date: 10th May, 2016

LOKTAK DOWNSTREAM HYDROELECTRIC CORPORATION LIMITED

Annual Report 2015-16

(A Joint Venture of NHPC Limited & Govt. of Manipur)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

(Amount in ₹)

PARTICULARS	Note No.	For the year ended 31st March, 2016	For the year ended 31st March, 2015
INCOME			
i) Revenue from Operations	20	-	-
ii) Other Income	21	29564192	40297907
TOTAL REVENUE		29564192	40297907
EXPENDITURE			
i) Generation, Administration and Other Expenses	22	559726	262827
ii) Employee Benefits Expense	23	-	-
iii) Finance Cost	24	-	-
iv) Depreciation & Amortization Expense	25	-	-
TOTAL EXPENDITURE		559726	262827
Profit before Prior Period items, Exceptional items, Extraordinary items, Rate Regulated Activities and Tax		29004466	40035080
Prior Period Items (net)	26	-	-
Profit before Exceptional items, Extraordinary items, Rate Regulated Activities and Tax		29004466	40035080
Exceptional items		-	-
Profit before extraordinary items, Rate Regulated Activities and Tax		29004466	40035080
Extraordinary items		-	-
Profit before Rate Regulated Activities (RRA) and Tax		29004466	40035080
Rate Regulatory Income / (Expenses)		-	-
PROFIT BEFORE TAX		29004466	40035080
Tax Expenses	27		
i) Current Tax		9589747	12989382
ii) Adjustments relating to earlier years		-	-
iii) Deferred Tax		-	-
Total Tax Expenses		9589747	12989382
Profit for the year from continuing operations		19414719	27045698
Profit from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit from discontinuing operations after tax		-	-
Profit for the year		19414719	27045698
Earning per share (Equity shares face value of ₹ 10 each)			
Basic		0.16	0.23
Diluted		0.16	0.23
Significant Accounting Policies	1		
Expenditure attributable to construction during the year forming part of capital work in progress for the year	28		
Other Explanatory Notes to Accounts	29		
Note 1 to 29 form integral part of the Accounts			

In terms of our report of even date attached

FOR PRASHANT RAJESH & ASSOCIATES
CHARTERED ACCOUNTANTS
(F. Regn. No-327475E)

(K.M. SINGH)
CHAIRMAN
DIN-02223301

(VIJAY KUMAR)
DIRECTOR
DIN-03021294

(RAJESH KUMAR PRASAD)
PARTNER
MEMBERSHIP NO-063227

(M. SADAGOPAN)
CHIEF FINANCE OFFICER

(VIPAN JAIN)
COMPANY SECRETARY
MEMBERSHIP NO-F6515

Place: Faridabad
Date: 10th May, 2016



Note No. 1 – Significant Accounting Policy

1.1 BASIS OF PREPARATION

The financial statements are prepared on accrual basis of accounting under the historical cost convention in accordance with Accounting Principles Generally Accepted in India (GAAP), provisions of the Companies Act 2013, Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Electricity Act, 2003, to the extent applicable.

1.2 USE OF ESTIMATES

The preparation of financial statements in conformity with the GAAP requires the management to make estimates and assumptions on a reasonable and prudent basis taking into account all available information that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the amounts of revenue and expenses during the reported period. Actual results could differ from those estimates & assumptions. Any revision in the estimate is recognized in the period in which the same is determined.

2 FIXED ASSETS

2.1 TANGIBLE ASSETS

2.1.1 Fixed assets are stated at cost of acquisition/ construction less accumulated depreciation/ amortisation and impairment losses, if any. In cases where final settlement of bills with contractors is pending, but the asset is complete and ready for use, capitalisation is done on estimated basis subject to necessary adjustments, including those arising out of settlement of arbitration/court cases.

2.1.2 Assets created on land not belonging to the Company are included under fixed assets.

2.1.3 Expenditure incurred on renovation and modernization of tangible assets on completion of the originally estimated useful life of the power station resulting in increased life and/or efficiency of an existing asset, is added to the cost of the related asset. Tangible assets acquired as replacement of the existing assets are capitalized and its corresponding replaced assets removed/ retired from active use are derecognized.

2.1.4 Payments made/ liabilities created provisionally towards compensation (including interest on enhanced compensation awarded by the court till the date of court's award), rehabilitation and other expenses relating to land in possession are treated as cost of land.

2.2 INTANGIBLE ASSETS

2.2.1 Land taken for use from State Government (without transfer of title) and expenses on relief and rehabilitation as also on creation of alternate facilities for land evacuees or in lieu of existing facilities coming under submergence and where construction of such alternate facilities is a specific

pre-condition for the acquisition of the land for the purpose of the project, are accounted for as Land-Right to use.

2.2.2 Software (not being an integral part of the related hardware) acquired for internal use, is stated at cost of acquisition less accumulated amortisation and impairment losses, if any and is recognised as intangible asset.

2.3 CAPITAL WORK IN PROGRESS

2.3.1 Capital work-in-progress is carried at cost. Administrative & general overhead and other expenditure attributable to construction of the project are accumulated under 'Expenditure Attributable to Construction (EAC)' and are subsequently allocated on systematic basis over major immovable assets, other than land and infrastructural facilities, on commissioning of the project.

2.3.2 Expenditure on maintenance, up-gradation etc. of common public facilities in projects under construction is charged to 'Expenditure Attributable to Construction (EAC)'.

2.3.3 Expenditure in relation to Survey and Investigation of the projects is carried as Capital Work in Progress. Such expenditure is either capitalized as cost of Project on completion of the construction of the project or the same is charged to the Statement of Profit & Loss in the year in which it is decided to abandon such project.

2.3.4 Capital expenditure incurred for creation of facilities, over which the company does not have control but the creation of which is essential principally for construction of the project, is charged to 'Expenditure Attributable to Construction (EAC)'. Subsequent to completion of the Project, expenditure on creation of facilities over which the company does not have control is charged to "Statement of Profit & Loss."

3. MACHINERY SPARES

3.1 (a) Machinery spares procured along with the Plant & Machinery or subsequently and whose use is expected to be irregular are capitalized separately, if cost of such spares is known and depreciated fully over the residual useful life of the related plant and machinery at the rates of depreciation and methodology as notified by CERC for such Plant & Machinery. If cost of such spares is not known particularly when procured along with mother plant, these are capitalized & depreciated along with mother plant at the rates of depreciation and methodology as notified by CERC for such Plant & Machinery.

b) Written Down Value (WDV) of spares is charged off to Statement of Profit & Loss in the year in which such spares are replaced in place of retrieved spares, provided the spares so retrieved do not have any useful life. Similarly, value of such spares, procured & replaced in place of retrieved spares, is charged off to Statement of Profit & Loss

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in that year itself, provided spares so retrieved do not have any useful life.

- (c) When the useful life of the related fixed asset expires and asset is retired from active use, such spares are valued at net book value or net realizable value whichever is lower. However, in case retired assets are not replaced, WDV of related spares less disposable value is written off.

- 3.2 Other machinery spares are treated as "stores & spares" forming part of the inventory.

4. RATE REGULATED ACTIVITIES

Where an item of expenditure incurred during the period of construction of a project is recognised as expense in the Statement of Profit & Loss i.e. not allowed to be capitalized as part of cost of relevant fixed asset in accordance with the Accounting Standards, but is nevertheless permitted by Central Electricity Regulatory Commission(CERC), the regulator, to be recovered from the beneficiaries in future through tariff, the right to recover the same is recognized as a Regulatory Asset and corresponding Regulatory Income is recognised, as per the Guidance Note on Accounting for Rate Regulated Activities issued by the Institute of Chartered Accountants of India(ICAI), if it fulfils the conditions for such recognition laid down in the ibid Guidance Note.

5. DEPRECIATION & AMORTISATION

- 5.1 Depreciation on additions to /deductions from tangible assets during the year is charged on pro-rata basis from / up to the date on which the asset is available for use / disposal.
 - 5.2.1 Depreciation on tangible assets of Operating Units of the Company is charged to the Statement of Profit & Loss on straight-line method following the rates and methodology as notified by CERC for the fixation of tariff except for assets specified in policy no. 5.2.3 below.
 - 5.2.2 Depreciation on tangible assets of other than Operating Units of the company is charged on straight-line method to the extent of 90% of the cost of asset following the rates as notified by CERC for the fixation of tariff except for assets specified in policy no. 5.2.3 below.
 - 5.2.3 Depreciation in respect of following assets is charged on straight line method based on the life and residual value (5%) given in the Schedule II of the Companies Act, 2013:
 - (i) Construction Plant & Machinery
 - (ii) Computer & Peripherals
 - 5.2.4 Temporary erections are depreciated fully (100%) in the year of acquisition / capitalization by retaining Re. 1/- as WDV.
- 5.3 Assets valuing ₹ 5000/- or less but more than ₹ 750/- are fully depreciated during the year in which asset is made available for use with Re. 1/- as WDV.

- 5.4 Low value items, which are in the nature of assets (excluding immovable assets) and valuing upto ₹ 750/- are not capitalized and charged off to revenue in the year of use.
- 5.5 Cost of software recognized as 'Intangible Assets' is amortized on straight line method over a period of legal right to use or three financial years, whichever is earlier, starting from the year in which it is acquired.
- 5.6 Land-Right to use is amortized over a period of 30 years from the date of commercial operation of the project.
 - 5.7.1 Leasehold Land, in case of operating units, is amortized over the period of lease or 35 years whichever is lower, following the rates and methodology notified by CERC, vide Tariff Regulation 2014.
 - 5.7.2 Leasehold Land, in case of units other than operating units, is amortized over the period of lease or 35 years whichever is lower.
- 5.8 Tangible Assets created on leasehold land are depreciated to the extent of 90% of original cost over the balance available lease period of respective land from the date such asset is available for use or at the applicable depreciation rates & methodology notified by CERC Regulations for such assets, whichever is higher.
- 5.9 Where the cost of depreciable assets has undergone a change during the year due to increase/decrease in long term liabilities on account of exchange fluctuation, price adjustment, settlement of arbitration/court cases, change in duties or similar factors, the unamortized balance of such assets is depreciated prospectively over the residual life of such assets at the rate of depreciation and methodology notified by CERC regulations.
- 5.10 Where the life and / or efficiency of an asset is increased due to renovation and modernization, the expenditure thereon along with its unamortized depreciable amount is charged prospectively over the revised / remaining useful life determined by technical assessment.

6. INVESTMENTS

- 6.1 Long term Investments are carried at cost. Provision for diminution is made to recognise a decline, other than temporary, in the value of such investments.
- 6.2 Current Investments are valued at lower of cost and fair value determined on an individual investment basis.

7. INVENTORIES

- 7.1 Stores & Spares are valued at cost, determined on weighted average basis, or net realizable value whichever is lower.
- 7.2 Diminution in the value of obsolete, unservicable and surplus stores and spares, identified on a systematic basis, is provided in the accounts.

8. FOREIGN CURRENCY TRANSACTIONS

- 8.1 Transactions in foreign currency are initially recorded at exchange rates prevailing on the date of transaction. At each Balance Sheet date, monetary items denominated in foreign currency are translated at the exchange rate prevailing on the Balance Sheet date.
- 8.2 Exchange differences are recognised as income & expenses in the period in which they arise in Statement of Profit & Loss in case of operational stations and to EDC in case of projects under construction. However, exchange differences in respect of liabilities relating to fixed assets/capital work-in-progress arising out of transaction entered into prior to 01/04/2004 are adjusted to the carrying cost of respective fixed asset/Capital Work-in-Progress.

9. EMPLOYEE BENEFITS

- 9.1 Employee benefits consist of provident fund, pension, gratuity, post retirement medical facilities, leave benefits (including compensated absences) and other terminal benefits.
- 9.2 Company contribution paid/payable during the year to Employees Defined Contribution Superannuation Scheme for providing pension benefits and Provident Fund scheme is accounted for and paid to respective funds which are administered through separate trusts.
- 9.3 The liability for retirement benefits of employees in respect of Gratuity is ascertained at the year end on the basis of actuarial valuation and paid to the Gratuity trust.
- 9.4 The liability for leave benefits (including compensated absences), post retirement medical benefits, allowance on retirement/death and memento on superannuation to employees is ascertained at the year end on the basis of actuarial valuation.

10. REVENUE

- 10.1 (a) Sale of energy is accounted for as per tariff notified by Central Electricity Regulatory Commission. In case of Power Station where tariff is not notified, sale is recognized on provisional rates worked out by the Company based on the parameters and method adopted by the appropriate authority. Recovery/refund towards foreign currency loans and recovery towards income tax are accounted for on year to year basis.
- (b) Incentives/Disincentives are recognised as per tariff notifications. In case of Power Station where tariffs have not been notified, incentives are recognized provisionally on assessment of the likelihood of acceptance of the same.
- (c) Adjustments arising out of finalisation of Regional Energy Account (REA), though not material, are effected in the year of respective finalisation.
- (d) Advance against depreciation considered as deferred income in earlier years is included in sales on straight line basis over the balance useful life

after 31st March of the year closing after a period of 12 years from the date of commercial operation of the project, considering the total useful life of the project as 35 years.

- 10.2 Revenue on Project Management / Construction Contracts/ Consultancy assignments is recognized on percentage of completion method. The percentage of completion is determined as proportion of "cost incurred up to reporting date" to "estimated cost to complete the concerned Project Management / Construction Contracts and Consultancy assignment".
- 10.3 Interest on investments is accounted for on accrual basis. Dividend income is recognized when right to receive the same is established.
- 10.4 Interest/Surcharge recoverable from customers/ Liquidated damages /interest on advances to contractors are recognised when no significant uncertainty as to measurability and collectability exists.

11. MISCELLANEOUS

- 11.1 Liabilities for Goods in transit/Capital works executed but not certified are not provided for, pending inspection and acceptance by the Company.
- 11.2 Prepaid expenses and prior period expenses/income of items of ₹ 50,000/- and below are charged to natural heads of accounts.
- 11.3 Insurance claims are accounted for based on certainty of realization.

12. BORROWING COST

Borrowing costs attributable to the qualifying tangible assets during construction/renovation & modernisation are capitalised. Other borrowing costs are recognised as an expense in the period in which they are incurred.

13. TAXES ON INCOME

Tax on income for the current period is determined on the basis of taxable income under the Income Tax Act, 1961.

Deferred tax is recognized on timing differences between the accounting income and taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. Deferred tax assets are recognized and carried forward to the extent there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax recovery adjustment account is credited/debited to the extent tax expense is chargeable from the beneficiaries in future years.

14. IMPAIRMENT OF ASSETS

The company assesses at each balance sheet date whether there is any indication that cash generating unit (CGU) is impaired based on internal/external indicators. If any such indication exists, company estimates the recoverable amount of the CGU. An impairment loss is recognized in the Statement of Profit and Loss where the carrying amount exceeds the recoverable amount of the cash generating units. An impairment loss is reversed if

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there is a change in the recoverable amount and such loss either no longer exists or has decreased. Rate Regulated Assets are also tested for impairment at each Balance Sheet Date.

15. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on management estimate

required to settle the obligation at the balance sheet date and are not discounted to present value.

Contingent liabilities are disclosed on the basis of judgment of management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate. Contingent assets are not recognised in the Financial Statements.

16. CASH FLOW STATEMENTS

Cash flow statement is prepared in accordance with the indirect method prescribed in the relevant Accounting Standard.

NOTE NO. 2 SHARE CAPITAL

(Amount in ₹)

PARTICULARS	As at 31st March, 2016		As at 31st March, 2015	
	In No.	(Amount in ₹)	In No.	(Amount in ₹)
a) Authorized Equity Share Capital (Par value per share ₹ 10)	230000000	2300000000	230000000	2300000000
b) No. of Equity shares issued, subscribed and fully paid (Par value per share ₹ 10)	117692309	1176923090	117692309	1176923090
c) During the year ended 31 st March, 2016 the company has neither issued / nor reduced any share capital. Hence reconciliation of equity shares is not required.				
d) The Company has issued only one kind of equity shares with voting rights proportionate to the share holding of the shareholders. These voting rights are exercisable at meeting of shareholders.				
e) Shares in the company held by each shareholder holding more than 5 percent specifying the number of shares held				
	As at 31st March, 2016		As at 31st March, 2015	
	In No.	In (%)	In No.	In (%)
NHPC LIMITED (Holding Company)	87092309	74.00	87092309	74.00
GOVT OF MANIPUR	30600000	26.00	30600000	26.00
TOTAL	117692309		117692309	
f) Right/restriction of shareholder				
Promoter Agreement dated 26.09.2008, which was entered into between NHPC Ltd & GOM, imposes various restriction upon transfer of the shares. No transfer of any share shall be valid unless such transfer is made strictly in accordance with the said Promoters Agreement.				

NOTE NO. 3 RESERVE AND SURPLUS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Capital Reserve	-	-
Capital Redemption Reserve	-	-
Securities Premium Account	-	-
General Reserve		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Transfer to Capital Redemption Reserve	-	-
As at Balance Sheet date	-	-
Bond Redemption Reserve		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-



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(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Less: Write back during the year	-	-
As at Balance Sheet date	-	-
Self Insurance Fund		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Utilisation during the year	-	-
As at Balance Sheet date	-	-
Corporate Social Responsibility Fund		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Utilisation during the year	-	-
As at Balance Sheet date	-	-
Research & Development Fund		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Write back during the year	-	-
As at Balance Sheet date	-	-
Surplus *	176416283	157001564
Total	176416283	157001564
* Surplus		
Profit for the Year as per Statement of Profit and Loss	- 19414719	27045698
Adjustment arising out of transition provisions for recognising Rate Regulatory Assets	-	-
Balance brought forward	157001564	129955866
Add:		
Amount Written Back From Bond Redemption Reserve	-	-
Write Back From Capital Reserve	-	-
Write Back From Other Reserve	-	-
Amount Utilised From Self Insurance Fund	-	-
Tax On Dividend Write Back	-	-
Write Back From Corporate Social Responsibility Fund	-	-
Write Back From Research & Development Fund	-	-
Balance available for Appropriation	176416283	157001564
Less:		
Transfer to Bond Redemption Reserve	-	-
Transfer to Self Insurance Fund	-	-
Transfer to General Reserve	-	-
Transfer to Corporate Social Responsibility Fund	-	-
Transfer to Research & Development Fund	-	-
Dividend :		
- Interim	-	-
- Proposed	-	-
Tax on Dividend		
- Interim	-	-
- Proposed	-	-
Balance carried forward	176416283	157001564

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NOTE NO. 4 LONG TERM BORROWINGS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Total Borrowings	Less: - Current Maturities	Long Term Borrowings	Total Borrowings	Less: - Current Maturities	Long Term Borrowings
Bonds						
- Secured	-	-	-	-	-	-
- Unsecured	-	-	-	-	-	-
Term Loans						
• From Banks						
- Secured	-	-	-	-	-	-
- Unsecured	-	-	-	-	-	-
• From Other Parties						
- Secured	-	-	-	-	-	-
- Unsecured	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
Aggregate amount of loans guaranteed by directors			-			-
Aggregate amount of loans guaranteed by Govt. of India			-			-
Amount of default in repayment of loans and interest as at 31.03.2016			-			-
Period of default in repayment of loans and interest as at 31.03.2016			-			-

NOTE NO. 5 DEFERRED TAX LIABILITIES / ASSETS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Deferred Tax Liability		
Depreciation		
Less: Deferred Tax Assets		
Provision for doubtful debts, inventory and others		
Provision for employee benefit schemes		
Deferred Tax Liability	-	-
Less: Recoverable for tariff period upto 2009	-	-
Less: Deferred Tax Adjustment against Deferred Tax Liabilities	-	-
Deferred Tax Liability (Net)	-	-

Explanatory Note: -

In compliance to the Accounting Standard 22 on "Accounting for Taxes on Income" notified under The Companies Act, 2013 ₹ NIL (Previous Year ₹NIL) has been created as deferred tax liability/assets for the period ended 31.03.2016.



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NOTE NO. 6 OTHERS LONG TERM LIABILITIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Total Liability	Less: - Current Liability	Long Term Liability	Total Liability	Less: - Current Liability	Long Term Liability
Deposits/ retention money	285812	285812	-	126769	126769	-
"Income received in advance (Advance Against Depreciation)"	-	-	-	-	-	-
Deferred Foreign Currency Fluctuation Liabilities	-	-	-	-	-	-
Deferred Income from Foreign Currency Fluctuation Account	-	-	-	-	-	-
	285812	285812	-	126769	126769	-

NOTE NO. 7 PROVISIONS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
a) PROVISION FOR EMPLOYEE BENEFITS (provided for on basis of actuarial valuation)						
i) Provision for leave encashment						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
ii) Provision for REHS						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
iii) Provision for TTA (Baggage Allowance on Retirement)						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
iv) Provision for Memento						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
v) Provision for Wage Revision						
As per last Balance Sheet	-	1013243	-	-	1744632	-
Additions during the year	-	366824	-	-	377359	-
Amount used during the year	-	-	-	-	1108748	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	1380067	-	-	1013243	-
Less: Advance paid	-	1380067	-	-	1013243	-
Closing Balance (Net of advance)	-	-	-	-	-	-
vi) Provision for Performance Related Pay/Incentive						
As per last Balance Sheet	-	4435979	-	-	3714837	-
Additions during the year	-	4294601	-	-	4435979	-

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(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Amount used during the year	-	3955291			2056318	
Amount reversed during the year	-	636362			1658519	
Closing Balance	-	4138927	4138927	-	4435979	4435979
vii) Provision for Superannuation / Pension Fund						
As per last Balance Sheet	-	1431219			1594971	
Additions during the year	-	1685065			1431219	
Amount used during the year	-	1431219			1594971	
Amount reversed during the year	-			-	-	
Closing Balance	-	1685065	1685065	-	1431219	1431219
b) Provision for Taxation						
As per last Balance Sheet	-	12989382		-	69511032	
Additions during the year	-	9589747		-	12989382	
Amount adjusted during the year	-			-		
Amount used during the year	-	12989382		-	69511032	
Amount reversed during the year	-			-	-	
Closing Balance	-	9589747	9589747	-	12989382	12989382
c) Provision for Proposed Dividend						
As per last Balance Sheet	-	-		-		
Additions during the year	-			-		
Amount used during the year	-			-		
Amount reversed during the year	-			-		
Closing Balance	-	-	-	-		
d) Tax on Proposed Dividend						
As per last Balance Sheet	-	-		-		
Additions during the year	-			-		
Amount used during the year	-			-		
Amount reversed during the year	-			-		
Closing Balance	-	-	-	-		
e) Provision For Tariff Adjustment						
As per last Balance Sheet	-	-		-		
Additions during the year	-			-		
Amount used during the year	-			-		
Amount reversed during the year	-			-		
Closing Balance	-	-	-	-		
f) Provision For Committed Capital Expenditure						
As per last Balance Sheet	-	-		-		
Additions during the year	-			-		
Amount used during the year	-			-		
Amount reversed during the year	-			-		
Closing Balance	-	-	-	-		
g) Provision for Restoration expenses of Insured Assets						
As per last Balance Sheet	-	-		-		
Additions during the year	-			-		
Amount used during the year	-			-		
Amount reversed during the year	-			-		
Closing Balance	-	-	-	-		
g) Provision - Others						
As per last Balance Sheet	-	-		-		
Additions during the year	-			-		
Amount used during the year	-			-		
Amount reversed during the year	-			-		
Closing Balance	-	-	-	-		
Total	-	15413739	15413739	-	18856580	18856580



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Explanatory Note: -

The Board of Holding Company has resolved to implement the directions of the Ministry of Power (MOP) vide its letter no. 11/17/2009-NHPC/Vol. III dated 27th December 2013 conveying the approval of Competent Authority about pay scales in respect of below Board level Executives that the pay scales shall be fixed w.e.f. 01.01.2007 after correcting the aberrations in pay scales fixed w.e.f. 01.01.1997 and the deviant pay scales fixed w.e.f. 01.01.1997 shall not be regularized. The MoP has confirmed vide letter dated 25.02.2016 that recovery of personal adjustment w.e.f. 01.02.2014 is in conformity with the directions of Ministry of Power. However, NHPC Officers Association has got a stay from Hon'ble High Court of Delhi against the implementation of stoppage of Personal Pay Adjustment (fitment benefits). In view of the directions of the Hon'ble High Court, Personal Pay Adjustments to the employees is continued to be paid along with the Salary.

Thus, the cumulative amount provided towards the Personal Pay Adjustment under the head "Provision for Wage Revision" is ₹ 1380067 (including provision for the current year ₹ 366824) with corresponding amount shown as "Advance paid".

NOTE NO. 8 TRADE PAYABLE

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Total outstanding dues of micro enterprise and small enterprise(s)	-	-
Total outstanding dues of Creditors other than micro enterprises and small enterprises	926117	176180
Total	926117	176180

Explanatory Note: -

Disclosure requirement under Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006 is given in Note No. 29 - Other Explanatory Notes to Accounts.

NOTE NO. 9 OTHER CURRENT LIABILITIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Current maturities of long term debt (Refer Note no. 4) *	-	-
Deposits	-	-
Interest accrued but not due on borrowings	-	-
Interest accrued and due on borrowings	-	-
Income received in advance (Advance against depreciation) (refer Note No. 6)	-	-
Unpaid dividend	-	-
Unpaid interest	-	-
Liability against capital works/supplies	-	-
Deposits/ retention money	285812	126769
Due to Subsidiaries	-	-
Unspent amount of deposit/agency basis works	-	-
Bond application money	-	-
Statutory dues payables	1699049	1751638
Liabilities toward Self Insurance Fund	-	-
Other liabilities	12482523	8931349
Advances against the deposit works	-	-
Less: Amount Spent on Deposit Works	-	-
Advances against cost of Project Mgt./ Consultancy Work	-	-
Less: Amount Spent in respect of Project Mgt./ Consultancy Works	-	-
Provision Toward Amt Recoverable in r/o Project Mgt / Consultancy Works	-	-
Grants in aid - pending utilization	-	-
Total	14467384	10809756

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NOTE NO. 10.1 TANGIBLE ASSETS

Sl. No.	PARTICULARS	GROSS BLOCK					DEPRECIATION			NET BLOCK	
		Additions		Deductions		Other Adjustments	For the Period	31-03-2016	31-03-2016	31-03-2016	31-03-2015
		IUT	Others	IUT	Others						
i)	Land – Freehold*	0						0	0	0	0
ii)	Land – Leasehold	20225					578	20225	975	19250	19828
iii)	Roads and Bridges	4763741					159109	4763741	1330572	3433169	3592278
iv)	Buildings	6608704	1485257				1615306	8093961	5555997	2537964	2668013
v)	Railway sidings	0	0				0	0	0	0	0
vi)	Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)	0	0				0	0	0	0	0
vii)	Generating Plant and machinery	0	0				0	0	0	0	0
viii)	Plant and machinery Sub station	0	0				0	0	0	0	0
ix)	Plant and machinery Transmission lines	0	0				0	0	0	0	0
x)	Plant and machinery Others	94554					2425	94554	85099	9455	11880
xi)	Construction Equipment	7487523	0				5683	7487523	7126188	361335	367018
xii)	Water Supply System/Drainage and Sewerage	0	0				0	0	0	0	0
xiii)	Electrical installations	0	0				0	0	0	0	0
xiv)	Vehicles	4230770	0				0	4230770	3807693	423077	423077
xv)	Aircraft/ Boats	0	0				0	0	0	0	0
xvi)	Furniture and fixture	1735858	95617		97000		49947	1734475	1029218	705257	717876
xvii)	Computers	2402557	20000				299158	2422557	2172164	250393	529551
xviii)	Communication Equipment	151933	0				2405	151933	120861	31072	33477
xix)	Office Equipments	930520	8490				24830	939010	688573	250437	266777
xx)	Research and Development	0	0				0	0	0	0	0
xxi)	Other assets	3066209	83490				51300	3149699	1256785	1892914	1860724
xxii)	Tangible Assets of minor value > 750 and < ₹ 5000	1924126	132337				132277	2056463	2055448	1015	955
Total		33416720	0 1825191	0 97000	0 152742	0	2343018	35144911	-38711	9915338	10491454
	Previous year	31638232	0 1931230	0	152742	0	1470305	33416720	-79022	10491454	10104249

NOTE NO. 10.2: INTANGIBLE ASSETS

Sl. No.	PARTICULARS	GROSS BLOCK					DEPRECIATION			NET BLOCK	
		Additions		Deductions		Other Adjustments	For the Period	31-03-2016	31-03-2016	31-03-2016	31-03-2015
		IUT	Others	IUT	Others						
i)	Land– Right to Use	0					0	0	0	0	0
ii)	Computer Software	7850	190000				29669	197850	37519	160331	0
Total		7850	0 190000	0 0	0 0	0	29669	197850	37519	160331	0
	Previous year	7850	0	0	0	0	1	7850	7850	0	1

Explanatory Note: -

* A piece of land measuring 3835 sq. ft at Thangal Village was donated by Thangal village authority to NHPC Ltd. The said land along with the temporary sheds constructed thereon was transferred to the company at the time of incorporation. The land is in the possession of the company but no value has been assigned.



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6) Foreign Exchange Rate Variation included in Adjustments to assets are as follows:-

Class of Assets	As on 31.03.2016 (Amount in ₹)	As on 31.03.2015 (Amount in ₹)
Roads and Bridges	-	-
Buildings	-	-
Hydraulic Works (Dams, Water Conductor system, Hydro mechanical gates, tunnels)	-	-
Generating Plant and machinery	-	-
Plant and machinery Sub station	-	-
Plant and machinery Transmission lines	-	-
Plant and machinery Others	-	-
Construction Equipment	-	-
Water Supply System/Drainage and Sewerage	-	-
Electrical installations	-	-
Vehicles	-	-
Aircraft/ Boats	-	-
Furniture and fixture	-	-
Computers	-	-
Communication Equipment	-	-
Office Equipments	-	-
Research and Development	-	-
Other assets	-	-
Obsolete / surplus assets	-	-
	-	-

NOTE NO. 11.1 CAPITAL WORK IN PROGRESS

(Amount in ₹)

	PARTICULARS	1-Apr-2015	Addition	Adjustment	Capitalised	31-Mar-2016
i)	Roads and Bridges	-				-
ii)	Buildings	-	35198530			35198530
iii)	Railway sidings	-				-
iv)	Hydraulic Works (Dams, Water Conductor system, Hydro mechanical gates, tunnels)	-				-
v)	Generating Plant and Machinery	-				-
vi)	Plant and Machinery - Sub station	-				-
vii)	Plant and Machinery - Transmission lines	-				-
viii)	Plant and Machinery - Others	-				-
ix)	Construction Equipment	-				-
x)	Water Supply System/Drainage and Sewerage	-				-
xi)	Other assets awaiting installation	-				-
xii)	CWIP - Assets Under 5 KM Scheme Of the GOI	-				-
xiii)	Survey, investigation, consultancy and supervision charges	129360099	2737596	(17388468)		114709227
xiv)	Expenditure on compensatory Afforestation	159528000				159528000
xv)	Expenditure attributable to construction *	624084994	84711292			708796286
	Less: Provided for	-	-			-
	Sub total (a)	912973093	122647418	(17388468)	-	1018232043
	* For addition during the period refer Note No. 28					
	Construction Stores (for valuation refer Accounting Policy no.7)	104195			-	104195
	Less : Provisions for construction stores	-			-	-
	Sub total (b)	104195	-	-	-	104195
	TOTAL	913077288	122647418	(17388468)	-	1018336238
	Previous year	800279742	112821549	(24003)	-	913077288

NOTE NO. 11.2 INTANGIBLE ASSETS UNDER DEVELOPMENT

(Amount in ₹)

	PARTICULARS	1-Apr-2015	Addition	Adjustment	Capitalised	31-Mar-2016
i)	Intangible assets under development					-
	TOTAL	-	-	-	-	-
	Previous year	-	-	-	-	-

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NOTE NO. 12 NON CURRENT INVESTMENTS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Number of shares/ bonds/ securities	Face value per share/ bond/ security (In ₹)	Amount (in ₹)	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (in ₹)
..... NIL						

NOTE NO. 13 LOANS AND ADVANCES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
A) CAPITAL ADVANCES						
Secured (considered good)	-	-	-	-	-	-
Unsecured (considered good)						
- Against bank guarantee	-	-	-	-	-	-
- Others	151747	-	151747	5822130	-	5822130
Less : Provision for expenditure awaiting utilisation certificate	-	-	-	-	-	-
Unsecured (considered doubtful)	-	-	-	151747	-	151747
Less : Provisions for doubtful advances *1	151747	-	151747	151747	-	151747
B) DEPOSITS						
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)	-	-	-	-	-	-
Less : Provision against demand raised by Govt.Depts.	-	-	-	-	-	-
Less : Provision for Doubtful Deposits *2	-	-	-	-	-	-
C) OTHER LOANS & ADVANCES						
Employees (including accrued interest)						
- Secured (considered good)	-	-	-	80908	-	80908
- Unsecured (considered good)	-	1202173	1202173	-	1479393	1479393
- Unsecured (considered doubtful)	-	-	-	-	-	-
	Long Term	Short Term	Total	Long Term	Short Term	Total
Advance to contractor / supplier						
- Secured (considered good)	-	-	-	-	-	-
- Unsecured (considered good)						
- Against bank guarantee	-	-	-	-	-	-
- Others	-	3241600	3241600	-	190000	190000
- Unsecured (considered doubtful)	-	-	-	-	-	-
Loan to State Government in settlement of dues from customer						
- Secured (considered good)	-	-	-	-	-	-
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)	-	-	-	-	-	-
Advance to Government of Arunachal Pradesh						
- Secured (considered good)	-	-	-	-	-	-
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)	-	-	-	-	-	-
Other advances						
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)	-	-	-	-	-	-
Less : Provisions for doubtful Other loans & advances *3	-	-	-	-	-	-
Less : Provisions for expenditure awaiting utilization certificate	-	-	-	-	-	-
Advance income tax & tax deducted at source						
		10513669	10513669		13568927	13568927
Total	-	14957442	14957442	5903038	15238320	21141358



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Explanatory Note: -

Loan & Advances due from directors or other officers of the company at the end of the period - **NIL**

Advance due by firms or private companies in which any Director of the Company is a Director or member amounts to ₹ NIL (Previous year ₹ NIL)

(Amount in ₹)

	Long Term	Short Term	Total	Long Term	Short Term	Total
*1 Provisions for Doubtful Capital Advances						
Opening Balance	151747	-	151747	151747	-	151747
Addition during the year	-	-	-	-	-	-
Used during the year	-	-	-	-	-	-
Reversed during the year	-	-	-	-	-	-
Closing balance	151747	-	151747	151747	-	151747
*2 Provisions for Doubtful Deposits						
Opening Balance	-	-	-	-	-	-
Addition during the year	-	-	-	-	-	-
Used during the year	-	-	-	-	-	-
Reversed during the year	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-
*3 Provisions for Doubtful Loans & Advances						
Opening Balance	-	-	-	-	-	-
Addition during the year	-	-	-	-	-	-
Used during the year	-	-	-	-	-	-
Reversed during the year	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-

NOTE NO. 14.1 OTHER NON-CURRENT ASSETS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Long term trade receivable	-	-
Others		
Interest accrued on:		
- Advance to Government of Arunachal Pradesh	-	-
- Others	-	-
Deferred Foreign Currency Fluctuation Assets	-	-
Deferred Expenditure on Foreign Currency Fluctuation	-	-
Total	-	-

NOTE NO. 14.2 REGULATORY ASSETS

(Amount in ₹)

PARTICULARS	1-Apr-2015	Addition	Adjustment	Amortisation/ Impairment	31- Mar-2016
Subansari Lower HE Project	-	-	-	-	-
Total	-	-	-	-	-
Previous year	-	-	-	-	-

NOTE NO. 15 CURRENT INVESTMENTS

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (in ₹)	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (in ₹)
..... NIL						

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NOTE NO. 16 INVENTORIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
(Valuation as per Accounting Policy No. 7)		
Stores and spares	-	-
Stores in transit/ pending inspection	-	-
Loose tools	-	-
Scrap inventory	-	-
Material at site	-	-
Material issued to contractors/ fabricators	-	-
Inventory for Self Generated VER's	-	-
Less: Provision for Obsolescence & Diminution in Value *1	-	-
Total	-	-

	As at 31st March, 2016	As at 31st March, 2015
*1 Provision for Obsolescence & Diminution in Value		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	-	-

NOTE NO. 17 TRADE RECEIVABLES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Trade Receivables outstanding for a period exceeding six months from the date they become due for payment		
- Secured - Considered good		
- Unsecured - Considered Good	-	-
- Unsecured - Considered Doubtful	-	-
Other Trade Receivables		
- Secured - Considered good		
- Unsecured - Considered Good	-	-
- Unsecured - Considered Doubtful	-	-
Less: Provision for doubtful debts *1	-	-
Total	-	-

Explanatory Note: -

Debt due by directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director of the Company is a partner or a director or a member amounts to ₹ NIL (Previous year ₹ NIL).

*1 Details of Provisions for doubtful debts

Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	-	-



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NOTE NO. 18 CASH AND BANK BALANCES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
A Cash and Cash Equivalents		
Cash on hand (includes stamps on hand of ₹ NIL, Previous year ₹ NIL)	32322	10375
Cheques, drafts on hand	-	-
Balances with banks		
• With scheduled banks		
I) In Current Account	59143	96625
II) In deposits account		
Deposits with maturity of three months or less)	-	-
• With other banks		
- In current account		
Bank of Bhutan	-	-
B Other Bank Balances		
• With scheduled banks		
- In deposits account		
Deposits with maturity of more three months but less than / upto 12 months	303653336	381775633
Deposit account-Unpaid Dividend	-	-
Total	303744801	381882633

NOTE NO. 19 OTHER CURRENT ASSETS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
a) Interest accrued on:		
Loan to State Government in settlement of dues from customers	-	-
Deposits	21488521	29342665
Others		
- Considered Good	-	-
- Considered Doubtful	-	-
	21488521	29342665
Less: Provisions for Doubtful Interest*1	-	-
b) Receivable on account of unbilled revenue	-	-
c) Receivable from Subsidiaries / JV's	15302037	7826772
d) Interest recoverable from beneficiary	-	-
e) Claims recoverables	241905	5000
Less: Provisions for Doubtful Claims*2	-	-
Work In Progress	241905	5000
f) Construction work in progress(on behalf of client)	-	-
Consultancy work in progress(on behalf of client)	-	-
g) Surplus Assets / Obsolete Assets held for disposal	-	-
h) Expenditure awaiting adjustment	-	-
Less: Provision for project expenses awaiting write off sanction*3	-	-
i) Losses awaiting write off sanction/pending investigation	-	-
Less: Provision for losses pending investigation/awaiting write off / sanction*4	-	-
j) Others	-	-
Total	37032463	37174437

Explanatory Note: -

- Surplus Assets / Obsolete Assets held for disposal are shown at lower of book value and net realizable value.

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PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
*1 Provisions for Doubtful Interest		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0
*2 Provisions for Doubtful Claims		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0
*3 Provision for project expenses to be written off		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0
*4 Provision for losses pending investigation / awaiting write off sanction		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0

NOTE NO. 20 REVENUE FROM OPERATIONS

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A SALES		
SALE OF POWER	-	-
Less :		
Sales adjustment on a/c of Foreign Exchange Rate Variation	-	-
Tariff Adjustments	-	-
Regulated Power Adjustment	-	-
Income from generation of electricity—precommissioning (Transferred to Expenditure Attributable to Construction)	-	-
B ADVANCE AGAINST DEPRECIATION -Written back during the year	-	-
C OTHER OPERATING INCOME		
Interest from Beneficiary States (Revision of Tariff)	-	-
D REVENUE FROM CONTRACTS, PROJECT MANAGEMENT AND CONSULTANCY WORKS		
Contract Income	-	-
Revenue from Project management/ Consultancy works	-	-
TOTAL (A-B+C+D)	-	-



NOTE NO. 21 OTHER INCOME

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A) Income from Non-Current Investments		
Trade		
- Dividend from subsidiaries	-	-
- Dividend -Others	-	-
- Interest - Government Securities (8.5% tax free bonds issued by the State Governments)	-	-
Non-Trade		
- Dividend income -Others	-	-
- Interest	-	-
B) Other Income		
Interest		
- Loan to State Government in settlement of dues from customers	-	-
- Loan to Government of Arunachal Pradesh	-	-
- Deposit Account	29564192	40297907
- Employee's Loans and Advances	-	-
- Others	-	-
Late payment surcharge	-	-
Income From Sale of Self Generated VERs	-	-
Realization of Loss Due To Business Interruption	-	-
Profit on sale of investments	-	-
Profit on sale of assets	-	-
Liability/ Provisions not required written back #	694890	1800950
Others	198318	248994
Exchange rate variation	-	-
Sub-total	30457400	42347851
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	30457400	42347851
Less: Income transferred to Expenditure Attributable to Construction	893208	2049944
Less: Income transferred to Advance Deposit from Client/Contractees and against Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	29564192	40297907
#Detail of Liability/Provisions not required written back		
a) Bad and doubtful Advances (*1 under Note 13)	-	-
b) Bad and doubtful deposits (*2 under Note 13)	-	-
c) Other doubtful Loans & Advances (*3 under Note 13)	-	-
d) Diminution in value of stores and spares (*1 under Note 16)	-	-
e) Bad and doubtful debts (*1 under Note 17)	-	-
f) Bad and doubtful claims (*2 under Note 19)	-	-
g) Project expenses awaiting w/o reversed (*3 under Note 19)	-	-
h) Losses pending investigation/awaiting write off sanction (*4 under Note 19)	-	-
i) Provision for wage revision	-	-
j) Provision for PRP / Incentive /Productivity Linked Incentive [Item (a) vi under Note 7]	636362	1658519

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(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
k) Provision for Superannuation/Pension Fund [Item (a) vii under Note 7]	-	-
l) Provision for Retirement benefits (Gratuity, Leave Encashment, REHS, Mommento etc)	-	-
m) Provision for tariff adjustment [Item (e) under Note 7]	-	-
n) Provision for Committed Capital Expenditure [Item (f) under Note 7]	-	-
o) Others	58528	142431
TOTAL	694890	1800950

NOTE NO. 22 GENERATION, ADMINISTRATION AND OTHER EXPENSES

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A. GENERATION EXPENSES		
(i) Water Usage Charges	-	-
(ii) Consumption of stores and spare parts	-	-
B. Direct Expenditure on Contract, Project Management and Consultancy Works	-	-
C. REPAIRS & MAINTENANCE		
- Building	3868887	1992805
- Machinery	-	-
- Others	1640069	1713114
D. ADMINISTRATION EXPENSES		
Rent & Hire Charges	1838323	1355349
Rates and taxes	29190	33560
Insurance	103695	101412
Utilization of Self Insurance Fund	-	-
Security expenses	-	-
Electricity Charges	8000	39617
Travelling and Conveyance	4109227	4262807
Expenses on vehicles	828392	628978
Telephone, telex and Postage	272078	248127
Advertisement and publicity	25000	-
Entertainment and hospitality expenses	140660	61449
Printing and stationery	952017	450654
Consultancy charges - Indigenous	9204165	8857372
Consultancy charges - Foreign	-	-
Audit expenses (Refer detail below)	62000	72472
Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses	-	-
Expenditure on land not belonging to company	-	-
Loss on Assets	34489	-
Losses out of self insurance claims (upto excess clause)	-	-
Books & Periodicals	26703	60705
Donation	-	-
CSR/Sustainable Development/ Community Development Expenses	-	1228092
Directors' expenses	-	-
Research and development expenses	-	-
Interest on Arbitration/ Court Cases	-	-
Interest to beneficiary states	-	-
Rebate to customers	-	-
Expenditure on Self Generated VER's	-	-



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(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
Expenses for Regulated Power	-	-
Less: - Exp Recoverable on Regulated Power	-	-
Exchange rate variation	-	-
Other general expenses	3330657	3236589
Sub-total	26473552	24343102
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	26473552	24343102
Less: Amount transferred to Expenditure Attributable to Construction	25913826	24080275
Less: Recoverable from Deposit Works	-	-
Total (i) = A to D	559726	262827
E. PROVISIONS		
Bad and doubtful debts provided	-	-
Bad and doubtful advances / deposits provided	-	-
Bad and doubtful claims provided	-	-
Diminution in value of stores and spares	-	-
Shortage in store & spares provided	-	-
Provision against diminution in the value of investment	-	-
Project expenses provided for	-	-
Provision for fixed assets/ stores provided for	-	-
Diminution in value of Inventory of Self Generated VER's Provided for	-	-
Provision for catchment area treatment plan	-	-
Others	-	-
Sub-total	-	-
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	-	-
Less: Amount transferred to Expenditure Attributable to Construction	-	-
Less: Recoverable from Deposit Works	-	-
Total (ii) = E	-	-
Total carried forward to Statement of Profit & Loss	559726	262827

Explanatory Note: -

- The Company's significant leasing arrangements are in respect of operating leases of premises for offices, guesthouses & transit camps. These leasing arrangements, which are not non-cancellable, are usually renewable on mutually agreeable terms. Lease payments in respect of premises for offices, guest house & transit camps are shown in Rent.

(Amount in ₹)

	As on 31.03.2016	As on 31.03.2015
2) Detail of audit expenses are as under: -		
i) Statutory auditors		
As Auditor		
Audit Fees	25000	22472
Tax Audit Fees	-	-
In other Capacity		
Taxation Matters	-	-
Company Law Matters	37000	-
Management Services	-	-
Other Matters/services	-	-
Reimbursement of expenses	-	50000
ii) Cost Auditors		
Audit Fees	-	-
Reimbursement of expenses	-	-
Total Audit Expenses	62000	72472

LOKTAK DOWNSTREAM HYDROELECTRIC CORPORATION LIMITED

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NOTE NO. 23 EMPLOYEE BENEFITS EXPENSE

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
Salaries, wages, allowances	46009958	46769705
Gratuity, Contribution to provident fund & pension scheme (incl. administration fees)	7947262	7950562
Staff welfare expenses	3355115	3244796
Leave Salary & Pension Contribution	-	-
Sub-total	57312335	57965063
Add/(Less): C.O./Regional Office Expenses	-	-
Sub-total	57312335	57965063
Less: Employee Cost transferred to Expenditure Attributable to Construction	57312335	57965063
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

Explanatory Note: -

- The Company's significant leasing arrangements are in respect of operating leases of premises for residential use of employees. These leasing arrangements, which are not non-cancellable, are usually renewable on mutually agreeable terms. Salaries, wages, allowances includes ₹ 2128050 (Corresponding Previous period ₹ 2472099) towards lease payments in respect of premises for residential use of employees.
- All the employees posted in the company are on the roll of NHPC Ltd and all the provisions for employee benefits as per Accounting Standard 15 (revised 2005) for the year ended 31.3.2016 have been kept in the books of NHPC Ltd, however increase in the provision on account benefit for the year 31.3.2016 have been debited to Note No:23; Employee benefit Expenses

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
3) Gratuity, Contribution to provident fund & pension scheme include contributions:		
i) towards Employees Provident Fund	2931981	3201963
ii) towards Employees Defined Contribution Superannuation Scheme	4880066	4351401

NOTE NO. 24 FINANCE COST

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
a) Interest on :		
Government of India loan	-	-
Bonds	-	-
Foreign loan	-	-
Term loan	-	-
Cash credit facilities /WCDL	-	-
Other interest charges	-	-
Sub-total	-	-
b) Other Borrowing Cost		
Loss on Hedging Transactions	-	-
Bond issue/ service expenses	-	-
Royalty	-	-
Commitment fee	-	-
Guarantee fee on foreign loan	-	-
Other finance charges	5652	2240
Sub-total	5652	2240



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(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
c) Applicable net gain/ loss on Foreign currency transactions and translation		
Exchange differences regarded as adjustment to interest cost	-	-
Less: Interest adjustment on account of Foreign Exchange Rate Variation	-	-
Sub-total	-	-
Total (A + B + C)	5,652.00	2240
Add/(Less): C.O./Regional Office/PID Expenses	-	-
TOTAL	5652	2240
Less: Finance Cost transferred to Expenditure Attributable to Construction	5652	2240
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

NOTE NO. 25 DEPRECIATION AND AMORTIZATION EXPENSES

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
Depreciation & Amortisation Expenses	2372687	1470306
Depreciation adjustment on account of Foreign Exchange Rate Variation	-	-
Add/(Less): C.O./Regional Office / PID Expenses	-	-
Sub-total	2372687	1470306
Less: Depreciation & Amortisation Expenses transferred to Expenditure Attributable to Construction	2372687	1470306
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

NOTE NO. 26 PRIOR PERIOD ITEMS (NET)

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
INCOME		
Sale of Electricity	-	-
Advance Against Depreciation written back	-	-
Interest/Surcharge from debtors	-	-
Others	-	-
Sub-total	-	-
EXPENDITURE		
Salaries & Wages	-	-
Repair & Maintenance	-	-
Finance Cost	-	-
Depreciation & Amortization	-	-
Others	-	-
Sub-total	-	-
TOTAL (Expenditure less Income)	-	-
Add/(Less): C.O./Regional Office/PID Expenses	-	-
TOTAL	-	-
Less: Prior Period items transferred to Expenditure Attributable to Construction	-	-
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

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NOTE NO. 27 TAX EXPENSES

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
Current Tax		
Income Tax Provision	9589747	12989382
Adjustment Relating To Earlier periods	-	-
Deferred Tax	-	-
Less: Recoverable for tariff period upto 2009	-	-
Less: Deferred Tax Adjustment Against Deferred Tax Liabilities	-	-
Total Tax Expenses	9589747	12989382

NOTE NO. 28 EXPENDITURE ATTRIBUTABLE TO CONSTRUCTION DURING THE YEAR

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A. EMPLOYEE BENEFITS EXPENSE		
Salaries, wages, allowances	46009958	46769705
Gratuity and contribution to provident fund	8094550	7950562
Staff welfare expenses	3207827	3244796
Leave Salary & Pension Contribution	-	-
Sub-total	57312335	57965063
B. REPAIRS & MAINTENANCE		
Building	3868887	1992805
Machinery	-	-
Others	1640069	1713114
Sub-total	5508956	3705919
C. ADMINISTRATION & OTHER EXPENSES		
Rent	1838323	1355349
Rates and taxes	-	8700
Insurance	103695	101412
Security expenses	-	-
Electricity Charges	8000	39617
Travelling and Conveyance	3961324	4251298
Expenses on vehicles	828392	628978
Telephone, telex and Postage	272078	248127
Advertisement and publicity	-	-
Entertainment and hospitality expenses	-	-
Printing and stationery	952017	430297
Design and Consultancy charges:		
- Indigenous	9184165	8824900
- Foreign	-	-
Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses	-	-
Expenditure on land not belonging to company	-	-
Assets/ Claims written off	-	-
Losses on sale of assets	-	-
Other general expenses	3256876	4485678
Remuneration to Auditors	-	-
Exchange rate variation (Debit)	-	-
Sub-total	20404870	20374356



NHPC Limited

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(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
D. FINANCE COST		
Interest on :		
Government of India loan	-	-
Bonds	-	-
Foreign loan	-	-
Term loan	-	-
Cash credit facilities /WCDL	-	-
Exchange differences regarded as adjustment to interest cost	-	-
Loss on Hedging Transactions	-	-
Bond issue/ service expenses	-	-
Commitment fee	-	-
Guarantee fee on loan	-	-
Other finance charges	5652	2240
Sub-total	5652	2240
E. PROVISIONS	-	-
Sub-total	-	-
F. DEPRECIATION AND AMORTISATION EXPENSES	2372687	1470306
Sub-total	2372687	1470306
G. PRIOR PERIOD EXPENSES		
Prior Period Expenses	-	-
Less: Prior Period Income	-	-
Sub-total	-	-
H. C.O./REGIONAL OFFICE EXPENSES:		
Other Income	-	-
Generation, Administration and Other Expenses	-	-
Employee Benefits Expense	-	-
Depreciation & Amortisation Expenses	-	-
Finance Cost	-	-
Provisions	-	-
Prior Period Adjustment (Net)	-	-
Sub-total	-	-
I. LESS: RECEIPTS AND RECOVERIES		
Income from generation of electricity– precommissioning	-	-
Interest on loans and advances	-	-
Profit on sale of assets	-	-
Exchange rate variation (Credit)	-	-
Provision/Liability not required written back	694890	1800950
Hire charges/ outturn on plant and machinery	-	219419
Miscellaneous receipts	198318	29575
Sub-total	893208	2049944
TOTAL (A+B+C+D+E+F+G+H - I)	84711292	81467940

Explanatory Notes:

- 1) Related Party Transaction- An amount of ₹ 91.53 lakhs & ₹ 12.08 Lakh was provided during the year towards Design & consultancy charges and office room rent respectively payable to NHPC Ltd

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NOTE NO. : 29 OTHER EXPLANATORY NOTES TO ACCOUNTS (15-16)

1. Disclosure relating to Contingent Liabilities:-

a) Claims against the Company not acknowledged as debts in respect of:

(i) Capital works	}	NIL
(ii) Land Compensation cases		
(iii) Disputed Tax Demands		

- Estimated amount of contracts remaining to be executed on capital account and not provided for is ₹ NIL (Previous year ₹ NIL).
- In the opinion of the management, the value of current assets, loans and advances on realisation in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet.
- During the year, the following accounting policies have been modified / deleted:

(₹ in Crore)

Accounting Policy	Impact on Statement of Profit & Loss	
	For the current year	Upto previous year through current year's prior period
Accounting policy regarding interest amount on enhanced compensation of land awarded by court (net of depreciation)	NIL	NIL
Accounting policy on renovation & modernization of Power Stations	NIL	NIL

- Significant Accounting policy No. 2.3.4 (4.4 of FY 2013-14), which was introduced during FY 2013-14, has been referred to Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (ICAI) for its opinion. Pending receipt of opinion, the same accounting treatment has been continued and an amount of ₹ NIL (up to Previous year ₹ NIL) has been capitalised/charged to Allocable Expenditure during construction till 31.03.2016 as per ibid policy.
- There is no transaction in foreign exchange /Currency and as such effect of fluctuation in foreign exchange does not arise.
- The Company has not started any operation of business, hence segment reporting is not applicable.
- Other disclosures as per Schedule-III of the Companies Act, 2013 are as under:-

(₹ in Crore)

	Particulars	For the year ended 31.03.2016	For the year ended 31.03.2015
a)*	Value of imports calculated on CIF basis: Capital Goods Spare parts	NIL	NIL
b)*	Expenditure in Foreign Currency Know - How Interest Other Misc. Matters	NIL	NIL
c)*	Value of spare parts and Components consumed in operating units. Imported Indigenous	NIL	NIL
d)*	Earnings in foreign currency Interest Others	NIL	NIL

* Accrual basis.

- Other disclosures as per Schedule-III of the Companies Act, 2013 and disclosures in respect of Value of imports, Expenditure in Foreign Currency & Earnings in foreign currency are not applicable.
- Disclosures as required under Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006 are not applicable as there is no transaction in this regard.

11. Disclosure related to Corporate Social Responsibility (CSR) (refer Note No.22)

- (i) The breakup of CSR expenditure under various heads of expenses incurred during the year ended on 31.03.2016 is as below:-

(₹ in Crore)

S. No.	Heads of Expenses constituting CSR expenses	Amount
1	Health Care and Sanitation	NIL
2	Education & Skill Development	NIL
3	Women Empowerment /Senior Citizen	NIL
4	Environment	NIL
5	Art & Culture	NIL
6	Ex-Armed Forces	NIL
7	Sports	NIL
8	National Welfare Fund	NIL
9	Technology & Research	NIL
10	Rural Development	NIL
11	Capacity Building	NIL
12	Swachh Vidyalaya Abhiyan	NIL
	Total amount	NIL

- (ii) Other disclosures:

- (a) Details of expenditure incurred during the financial year ended on 31.03.2016 categorising as 'paid' and 'yet to be paid' along with the nature of expenditure (capital or revenue nature) is as under:-

(₹ in Crore)

		Paid(a)	Yet to be paid (b)	Total (a+b)
(i)	Construction/Acquisition of any asset	NIL	NIL	NIL
(ii)	On purpose other than (i) above	NIL	NIL	NIL
	Total	NIL	NIL	NIL

- (b) As stated above, a sum of ₹ NIL out of total expenditure of ₹ NIL is yet to be paid to concerned parties which are included in the relevant head of accounts pertaining to liabilities.

12. There are no Statutory dues pending for payment after the due date.

13. As per assessment conducted by the management there is no indication of "Impairment of any Assets" used by the company.

14. In terms of MOU with Govt. of Manipur and NHPC Ltd. (Corporation), the Loktak Downstream HE Project of the Corporation with all its Fixed Assets, EAC, Construction Stores and Advances, Current Assets (Including Cash & Bank Balance) and Current Liabilities as on 22nd October, 2009 was converted into a Joint Venture Company (a Subsidiary of the Corporation), under the name and style of Loktak Downstream Hydroelectric Corporation Limited, on its Incorporation on 23rd October, 2009 on a going concern basis. The gross value of assets and liabilities of Loktak Downstream Hydroelectric Corporation Project of the corporation till 22nd October, 2009 have been incorporated by the company as gross value of assets transferred to it by the corporation as on 23rd October, 2009. Also the gross value of depreciation, wherever applicable, has been shown as gross value of depreciation up to 22.10.2009 transferred by NHPC Ltd. to the company.

15. a) Balances shown under Materials issued to contractors, claims recoverable including insurance claims are subject to reconciliation/confirmation and respective consequential adjustments. Claims recoverable also include claims in respect of projects handed over or decided to be handed over to other agencies in terms of Government of India directives.
- b) The confirmation from external parties in respect of Trade Receivables, Trade Payables, Deposits, Advances to Contractors/Suppliers/Service Providers/Others including for capital expenditure and material issued to contractors is obtained for outstanding balances of ₹ 5.00 lakh or above as at 31st December of every year. Status of confirmation of balances as at 31st December 2015 as well as outstanding as on 31.03.2016 is as under:

(₹ In Crore)

Particulars	Outstanding amount as on 31.12.2015	Amount confirmed	Outstanding amount as on 31.03.2016
Trade receivable			
Deposits, Advances to contractors/ suppliers/service providers/ others including for capital expenditure and material issued to contractors	1585930		1585930
Trade/Other payables			
Security Deposit/Retention Money payable			

In the opinion of management, unconfirmed balances will not have any material impact

LOKTAK DOWNSTREAM HYDROELECTRIC CORPORATION LIMITED

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- 16 a) Undisputed Statutory dues outstanding as on 31.03.2016 which have not been deposited within six months from the date they became payable:

Nature of dues	Amount in ₹	Due date of remittance
EPF	NIL	
Income Tax	NIL	
Sales Tax /VAT	NIL	
Service Tax	NIL	
Custom Duty	NIL	
Excise Duty	NIL	
Works Contract Tax	NIL	
Any other levies (Please specify)	NIL	

- b) Statutory dues which have not been deposited on account of any dispute:-

Name of the Statute	Nature of dues	Amount in ₹	Year to which it pertains	Forum at which case is pending
Income Tax Act, 1961	Income Tax	NIL	NIL	NIL
Sales Tax Acts/VAT Act	Sales Tax/ VAT	NIL	NIL	NIL
Finance Act, 1994	Service Tax	NIL	NIL	NIL
Custom Act, 1962	Custom Duty	NIL	NIL	NIL
Central Excise Tariff Act, 1985	Excise Duty	NIL	NIL	NIL
Works Contract Tax	Works Contract Tax	NIL	NIL	NIL
Please specify	Any other levies	NIL	NIL	NIL

- c) Details of Immovable Properties (other than land) for which title deeds are not held in the name of the company:

Sl. No	Details of the Property	Year of Acquisition	Acquisition Cost	Written Down Value	Reasons for non execution of title deed
	NIL	NIL	NIL	NIL	

17. Disclosure for reporting in compliance to directions issued by Office of CAG u/s 143(5)

SL. No	Directions	Reply
1	Whether there are any cases of waiver/write off of debts/loans/interest etc. If yes, the reasons thereof and amount involved.	NONE
2	Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from Government or other authorities.	Not applicable

18. Opening balances/corresponding figures for previous year have been re-grouped/re- arranged/re-cast, wherever necessary.

In terms of our report of even date attached
FOR PRASHANT RAJESH & ASSOCIATES

CHARTERED ACCOUNTANTS
(F. Regn. No-327475E)

(RAJESH KUMAR PRASAD)
PARTNER
MEMBERSHIP NO-063227

For and on behalf of the Board of Directors

(K.M. SINGH)
CHAIRMAN
DIN-02223301

(VIJAY KUMAR)
DIRECTOR
DIN-03021294

(M. SADAGOPAN)
CHIEF FINANCE OFFICER

(VIPAN JAIN)
COMPANY SECRETARY
MEMBERSHIP NO-F6515

Place: Faridabad

Date: 10th May, 2016

**NHPC Limited**

(A Government of India Enterprise)

CASH FLOW STATEMENT AS ON 31.03.2016

(Amount in ₹)

PARTICULARS	For the year ended 31st March, 2016	For the year ended 31st March, 2015
A) CASH FLOWS FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAXATION	29004466	40035080
<u>ADJUSTMENTS</u>		
- INTEREST/OTHER INCOME	(29564192)	(40297907)
- PRELIMINARY EXPENSE WRITTEN OFF		
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	(559726)	(262827)
<u>CHANGES IN WORKING CAPITAL</u>		
(INCREASE)/DECREASE IN LOANS & ADVANCES	6183916	63456594
(INCREASE)/DECREASE IN OTHER CURRENT ASSETS	157536	476102
INCREASE/(DECREASE) IN CURRENT LIABILITIES	4407565	(36482546)
INCREASE/(DECREASE) IN PROVISIONS	(5127906)	(55964260)
CASH GENERATED FROM OPERATIONS	5061385	(28776937)
INCOME TAX PAID	(9589747)	(12989382)
NET CASH FROM OPERATING ACTIVITIES (A)	(4528362)	(41766319)
B) CASH FLOWS FROM INVESTING ACTIVITIES		
ADDITION OF FIXED ASSETS	(1918191)	(1778487)
INCREASE IN CAPITAL WORK IN PROGRESS	(101255471)	(111406263)
INCREASE IN STORES & SPARES		
INTEREST INCOME	29564192	40297907
INTEREST INCOME (PRIOR PERIOD)		
NET CASH FROM INVESTING ACTIVITIES (B)	(73609470)	(72886843)
C) CASH FLOWS FROM FINANCING ACTIVITIES		
MISCELLANEOUS EXPENSES		
PROCEEDS AGST. SHARE ALLOTMENT/APPLICATION MONEY	-	0
PROCEEDS AGST. GRANT		
NET CASH FROM FINANCING ACTIVITIES (C)	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(78137832)	(114653162)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	381882633	496535795
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	303744801	381882633

In terms of our report of even date attached

FOR PRASHANT RAJESH & ASSOCIATES**CHARTERED ACCOUNTANTS**

(F. Regn. No-327475E)

(K.M. SINGH)**CHAIRMAN****DIN-02223301****(VIJAY KUMAR)****DIRECTOR****DIN-03021294****(RAJESH KUMAR PRASAD)****PARTNER****MEMBERSHIP NO-063227****(M. SADAGOPAN)****CHIEF FINANCE OFFICER****(VIPAN JAIN)****COMPANY SECRETARY****MEMBERSHIP NO-F6515**

Place: Faridabad

Date: 10th May, 2016

BUNDELKHAND SAUR URJA LIMITED

Annual Report 2015-16

[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BUNDELKHAND SAUR URJA LIMITED

TC-43/V, Vibhuti Khand, Gomti Nagar, Lucknow

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 there under.

We conducted our audit in accordance with the Standards on Auditing 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and

give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit/loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by Section 143 (3) of the Act, we report that:

- (a) 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.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The reports on the accounts of the branch offices of the Company audited under Section 143(8) of the Act are not required, in preparing this report, as the company has no branch office.
- (d) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (f) In our opinion, there are no such financial transactions or matters, which may have an adverse effect on the functioning of the Company.
- (g) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- (h) The Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- (i) 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 position
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

The review on accounts, as Independent Auditor, under Section 143(5) of the Companies Act, 2013, as per directions issued by the Comptroller and Auditor General of India, is enclosed as Annexure

FOR VIVEK AGARWAL & CO.
Chartered Accountants
(F. R. N-003179C)

(CA AJAY KUMAR BHARGAVA)
(PARTNER)
Membership No.077833

Place : Lucknow
Date : 18.05.2016



NHPC Limited

(A Government of India Enterprise)

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF BUNDELKHAND SAUR URJA LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub- section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Bundelkhand Saur Urja Limited as of March 31, 2016 in conjunction with our audit of the standalone 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, issued by ICAI and deemed to be prescribed 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 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 (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR VIVEK AGARWAL & CO.
Chartered Accountants
(F. R. N-003179C)

(CA AJAY KUMAR BHARGAVA)
(PARTNER)

Place : Lucknow
Date : 18.05.2016

Membership No.077833

BUNDELKHAND SAUR URJA LIMITED

Annual Report 2015-16

[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of Bundelkhand Saur Urja Limited the Company for the year Ended on 31st March-2016. We report that:

S. No.	Particulars	Auditors Remark
(i)	(a) Whether the company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets:	Yes. Maintained
	(b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account;	Yes. Physically verified. No discrepancies has been noticed.
	(c) Whether the title deeds of immovable properties are held in the name of the company. If not, provided the details thereof;	N.A
(ii)	Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account;	No inventory is lying in the books . Hence Not applicable.
(iii)	Whether the company has granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. If so,	No Such cases.
	(a) Whether the terms and conditions of the grant of such loans are not prejudicial to the company's interest;	N.A
	(b) Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;	N.A
	(c) If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company recovery of the principal and interest;	N.A
(iv)	In respect of loans, investments, guarantees, and security whether provisions of section 185 and 186 of the Companies Act, 2013 have been complied with. If not, provided the details thereof	N.A
(v)	In case the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under , where applicable, have been complied with ? If not, the nature of such contraventions be stated; if an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not ?	N.A
(vi)	(a) Whether maintenance of cost records has been specified by the Central Government under sub-Section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained.	N.A, since the company has not started operation.
(vii)	(a) Whether the company is 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 any other statutory dues to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable, shall be indicated;	Yes. Deposited on time.
	(b) where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as a dispute).	No such cases.
(viii)	Whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks, financial institutions, and Government, lender wise details to be provided).	N.A
(ix)	Whether moneys raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposed for which those are raised. If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;	N.A
(x)	Whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year; If yes the nature and the amount involved is to be indicated;	No case of fraud reported.



NHPC Limited

(A Government of India Enterprise)

S. No.	Particulars	Auditors Remark
(xi)	Whether managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act? If not, state the amount involved and steps taken by the company or securing refund of the same;	N.A
(xii)	Whether the Nidhi company has complied with the Net Owned Funds to Deposits in the ratio of 1:20 to meet out the liability and whether the Nidhi Company is maintaining ten percent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;	N.A
(xiii)	Whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;	Yes.
(xiv)	Whether the company has made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and if so, as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposed for which the funds were raised. If not, provide the details in respect of the amount involved and nature of non-compliance;	No
(xv)	Whether the company has entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act, 2013 have been complied with;	No Such Case
(xvi)	Whether the company is required to be registered under section 45-IA of the reserve Bank of India Act, 1934 and if so, whether the registration has been obtained.	N.A

FOR VIVEK AGARWAL & CO.
Chartered Accountants
(F. R. N-003179C)

(CA AJAY KUMAR BHARGAVA)
(PARTNER)
Membership No.077833

Place : Lucknow
Date : 18.05.2016

BUNDELKHAND SAUR URJA LIMITED

Annual Report 2015-16

[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

ANNEXURE: I

BUNDELKHAND SAUR URJA LIMITED

Directions indicating the areas to be examined by the Statutory Auditors during the course of audit of annual accounts of Bundelkhand Saur Urja Limited for the year 2015-16 issued by the Comptroller & Auditor General of India under Section 143(5) of the Companies Act, 2013:

Sl. No.	Directions	Auditors' Reply
1	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not, please state the area of freehold and leasehold land for which title/lease deeds are not available.	NIL
2	Whether there are any cases of waiver/write off of debts/loans/interest etc. If yes, the reasons thereof and amount involved.	NIL
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from Government or other authorities.	NIL

FOR VIVEK AGARWAL & CO.
Chartered Accountants
(F. R. N-003179C)

(CA AJAY KUMAR BHARGAVA)
(PARTNER)
Membership No.077833

Place : Lucknow
Date : 18.05.2016

ANNEXURE-II

Compliance Certificate

We have conducted the audit of annual accounts of Bundelkhand Saur Urja Limited, Lucknow for the year ended 31st March 2016 in accordance with the directions/ sub-directions issued by the C&AG of India under Section 143(5) of the Companies Act, 2013 and certify that we have complied with all the Directions/ Sub-directions issued to us.

FOR VIVEK AGARWAL & CO.
Chartered Accountants
(F. R. N-003179C)

(CA AJAY KUMAR BHARGAVA)
(PARTNER)
Membership No.077833

Place : Lucknow
Date : 18.05.2016



NHPC Limited

(A Government of India Enterprise)

BALANCE SHEET AS AT 31ST MARCH 2016

(Amount in ₹)

PARTICULARS	Note No.	As at 31st March, 2016	As at 31st March, 2015
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUNDS			
(a) Share Capital	2	10000000	10000000
(b) Reserves and Surplus	3	(737910)	(665784)
(2) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	4	-	-
(b) Deferred Tax Liabilities	5	-	-
(c) Other Long Term Liabilities	6	-	-
(d) Long Term Provisions	7	-	-
(3) CURRENT LIABILITIES			
(a) Trade Payables	8	-	-
i) Outstanding dues of Micro and Small Enterprises		-	-
ii) Outstanding dues of Creditors other than Micro and Small Enterprises		113279	-
(b) Other Current Liabilities	9	114428410	2040169
(c) Short Term Provisions	7	-	-
(4) FUND FROM C.O.	2A	-	-
TOTAL		123803779	11374385
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Fixed Assets			
(i) Tangible Assets	10.1	120340	-
(ii) Intangible Assets	10.2	-	-
(iii) Capital Work In Progress	11.1	9918760	1155759
(iv) Intangible Assets under development	11.2	-	-
(b) Non Current Investments	12	-	-
Deferred Tax Assets	5	146500	218626
(c) Long Term Loans and Advances	13	-	-
(d) Other Non Current Assets	14.1	-	-
Sub-total		10185600	1374385
(e) Non Current Assets - Regulatory Assets	14.2	-	1374385
(2) CURRENT ASSETS			
(a) Current Investments	15	-	-
(b) Inventories	16	-	-
(c) Trade Receivables	17	-	-
(d) Cash & Bank Balances	18	113145939	10000000
(e) Short Term Loans and Advances	13	472240	-
(f) Other Current Assets	19	-	-
TOTAL		123803779	11374385
Significant Accounting Policies	1		
Expenditure attributable to construction during the year forming part of capital work in progress for the year	28		
Other Explanatory Notes to Accounts	29		
Note 1 to 29 form integral part of the Accounts			

In terms of our report of even date attached

For and on behalf of Board of Directors

For Vivek Agarwal & Co.

Chartered Accountants
(Firm Regn. No:003179C)

(Ratish Kumar)
Chairman

(Cherian Mathew)
Director

(CA Ajay Kumar Bhargava)
Partner
M.No. 077833

(Jaidip Chakrabarty)
Chief Financial Officer

(D. Seshadri)
Company Secretary

Place: Lucknow

Date: 18.05.2016

BUNDELKHAND SAUR URJA LIMITED

Annual Report 2015-16

[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

(Amount in ₹)

PARTICULARS	Note No.	For the year ended 31st March, 2016	For the year ended 31st March, 2015
INCOME			
i) Revenue from Operations	20	-	-
ii) Other Income	21	-	-
TOTAL REVENUE		-	-
EXPENDITURE			
i) Generation, Administration and Other Expenses	22	-	884410
ii) Employee Benefits Expense	23	-	-
iii) Finance Cost	24	-	-
iv) Depreciation & Amortization Expense	25	-	-
TOTAL EXPENDITURE		-	884410
Profit before Prior Period items, Exceptional items, Extraordinary items, Rate Regulated Activities and Tax		-	(884410)
Prior Period Items (net)	26	-	-
Profit before Exceptional items, Extraordinary items, Rate Regulated Activities and Tax		-	(884410)
Exceptional items		-	-
Profit before extraordinary items, Rate Regulated Activities and Tax		-	(884410)
Extraordinary items		-	-
Profit before Rate Regulated Activities (RRA) and Tax		-	(884410)
Rate Regulatory Income / (Expenses)		-	-
PROFIT BEFORE TAX		-	(884410)
Tax Expenses	27		
i) Current Tax		-	-
ii) Adjustments relating to earlier years		-	-
iii) Deferred Tax		72126	(218626)
Total Tax Expenses		72126	(218626)
Profit for the year from continuing operations		(72126)	(665784)
Profit from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit from discontinuing operations after tax		-	-
Profit for the year		(72126)	(665784)
Earning per share (Equity Shares, face Value of ₹ 10/- each)			
Basic		₹ (0.007)	₹ (0.67)
Diluted		₹ (0.007)	₹ (0.67)
Significant Accounting Policies	1		
Expenditure attributable to construction during the year forming part of capital work in progress for the year	28		
Other Explanatory Notes to Accounts	29		
Note 1 to 29 form integral part of the Accounts			

In terms of our report of even date attached

For and on behalf of Board of Directors

For Vivek Agarwal & Co.

Chartered Accountants
(Firm Regn. No:003179C)

(CA Ajay Kumar Bhargava)

Partner
M.No. 077833

(Ratish Kumar)

Chairman

(Jaidip Chakrabarty)

Chief Financial Officer

(Cherian Mathew)

Director

(D. Seshadri)

Company Secretary

Place: Lucknow
Date: 18.05.2016

NOTE NO. 1 – SIGNIFICANT ACCOUNTING POLICY

1.1 BASIS OF PREPARATION

The financial statements are prepared on accrual basis of accounting under the historical cost convention in accordance with Accounting Principles Generally Accepted in India (GAAP), provisions of the Companies Act 2013, Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Electricity Act, 2003, to the extent applicable.

1.2 USE OF ESTIMATES

The preparation of financial statements in conformity with the GAAP requires the management to make estimates and assumptions on a reasonable and prudent basis taking into account all available information that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the amounts of revenue and expenses during the reported period. Actual results could differ from those estimates & assumptions. Any revision in the estimate is recognized in the period in which the same is determined.

2 FIXED ASSETS

2.1 TANGIBLE ASSETS

- 2.1.1 Fixed assets are stated at cost of acquisition/construction less accumulated depreciation/amortisation and impairment losses, if any. In cases where final settlement of bills with contractors is pending, but the asset is complete and ready for use, capitalisation is done on estimated basis subject to necessary adjustments, including those arising out of settlement of arbitration/ court cases.
- 2.1.2 Assets created on land not belonging to the Company are included under fixed assets.
- 2.1.3 Expenditure incurred on renovation and modernization of tangible assets on completion of the originally estimated useful life of the power station resulting in increased life and/or efficiency of an existing asset, is added to the cost of the related asset. Tangible assets acquired as replacement of the existing assets are capitalized and its corresponding replaced assets removed/ retired from active use are derecognized.
- 2.1.4 Payments made/ liabilities created provisionally towards compensation (including interest on enhanced compensation awarded by the court till the date of court's award), rehabilitation and other expenses relatable to land in possession are treated as cost of land.

2.2 INTANGIBLE ASSETS

- 2.2.1 Land taken for use from State Government (without transfer of title) and expenses on relief and rehabilitation as also on creation of alternate facilities for land evacuees or in lieu of existing facilities coming under submergence and where construction of such alternate facilities is a specific pre-condition for the acquisition of the land for the purpose of the project, are accounted for as Land-Right to use.

- 2.2.2 Software (not being an integral part of the related hardware) acquired for internal use, is stated at cost of acquisition less accumulated amortisation and impairment losses, if any and is recognised as intangible asset.

2.3 CAPITAL WORK IN PROGRESS

- 2.3.1 Capital work-in-progress is carried at cost. Administrative & general overhead and other expenditure attributable to construction of the project are accumulated under 'Expenditure During Construction (EDC)' and are subsequently allocated on systematic basis over major immovable assets, other than land and infrastructural facilities, on commissioning of the project.
- 2.3.2 Expenditure on maintenance, up-gradation etc. of common public facilities in projects under construction is charged to 'Expenditure during Construction (EDC)'.
- 2.3.3 Expenditure in relation to Survey and Investigation of the projects is carried as Capital Work in Progress. Such expenditure is either capitalized as cost of Project on completion of the construction of the project or the same is charged to the Statement of Profit & Loss in the year in which it is decided to abandon such project.
- 2.3.4 Capital expenditure incurred for creation of facilities, over which the company does not have control but the creation of which is essential principally for construction of the project, is charged to 'Expenditure during Construction (EDC)'. Subsequent to completion of the Project, expenditure on creation of facilities over which the company does not have control is charged to "Statement of Profit & Loss."

3. MACHINERY SPARES

- 3.1 (a) Machinery spares procured along with the Plant & Machinery or subsequently and whose use is expected to be irregular are capitalized separately, if cost of such spares is known and depreciated fully over the residual useful life of the related plant and machinery at the rates of depreciation and methodology as notified by CERC for such Plant & Machinery. If cost of such spares is not known particularly when procured along with mother plant, these are capitalized & depreciated along with mother plant at the rates of depreciation and methodology as notified by CERC for such Plant & Machinery.
- (b) Written Down Value (WDV) of spares is charged off to Statement of Profit & Loss in the year in which such spares are replaced in place of retrieved spares, provided the spares so retrieved do not have any useful life. Similarly, value of such spares, procured & replaced in place of retrieved spares, is charged off to Statement of Profit & Loss in that year itself, provided spares so retrieved do not have any useful life.
- (c) When the useful life of the related fixed asset expires and asset is retired from active use, such spares are valued at net book value or net realizable value whichever is lower. However, in case retired assets are not replaced, WDV of related spares less disposable value is written off.

BUNDELKHAND SAUR URJA LIMITED

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

- 3.2 Other machinery spares are treated as “stores & spares” forming part of the inventory.

4. RATE REGULATED ACTIVITIES

Where an item of expenditure incurred during the period of construction of a project is recognised as expense in the Statement of Profit & Loss i.e. not allowed to be capitalized as part of cost of relevant fixed asset in accordance with the Accounting Standards, but is nevertheless permitted by Central Electricity Regulatory Commission(CERC), the regulator, to be recovered from the beneficiaries in future through tariff, the right to recover the same is recognized as a Regulatory Asset and corresponding Regulatory Income is recognised, as per the Guidance Note on Accounting for Rate Regulated Activities issued by the Institute of Chartered Accountants of India(ICAI), if it fulfils the conditions for such recognition laid down in the ibid Guidance Note.

5. DEPRECIATION & AMORTISATION

- 5.1 Depreciation on additions to /deductions from tangible assets during the year is charged on pro-rata basis from / up to the date on which the asset is available for use / disposal.
- 5.2.1 Depreciation on tangible assets of Operating Units of the Company is charged to the Statement of Profit & Loss on straight-line method following the rates and methodology as notified by CERC for the fixation of tariff except for assets specified in policy no. 5.2.3 below.
- 5.2.2 Depreciation on tangible assets of other than Operating Units of the company is charged on straight-line method to the extent of 90% of the cost of asset following the rates as notified by CERC for the fixation of tariff except for assets specified in policy no. 5.2.3 below.
- 5.2.3 Depreciation in respect of following assets is charged on straight line method based on the life and residual value (5%) given in the Schedule II of the Companies Act, 2013:
- (i) Construction Plant & Machinery
 - (ii) Computer & Peripherals
- 5.2.4 Temporary erections are depreciated fully (100%) in the year of acquisition / capitalization by retaining Re. 1/- as WDV.
- 5.3 Assets valuing ₹ 5000/- or less but more than ₹ 750/- are fully depreciated during the year in which asset is made available for use with Re. 1/- as WDV.
- 5.4 Low value items, which are in the nature of assets (excluding immovable assets) and valuing upto ₹ 750/- are not capitalized and charged off to revenue in the year of use.
- 5.5 Cost of software recognized as ‘Intangible Assets’ is amortized on straight line method over a period of legal right to use or three financial years, whichever is earlier, starting from the year in which it is acquired.
- 5.6 Land-Right to use is amortized over a period of 30 years from the date of commercial operation of the project.
- 5.7.1 Leasehold Land, in case of operating units, is amortized over the period of lease or 35 years whichever is lower, following the rates and methodology notified by CERC, vide Tariff Regulation 2014.

- 5.7.2 Leasehold Land, in case of units other than operating units, is amortized over the period of lease or 35 years whichever is lower.

- 5.8 Tangible Assets created on leasehold land are depreciated to the extent of 90% of original cost over the balance available lease period of respective land from the date such asset is available for use or at the applicable depreciation rates & methodology notified by CERC Regulations for such assets, whichever is higher.

- 5.9 Where the cost of depreciable assets has undergone a change during the year due to increase/decrease in long term liabilities on account of exchange fluctuation, price adjustment, settlement of arbitration/court cases, change in duties or similar factors, the unamortized balance of such assets is depreciated prospectively over the residual life of such assets at the rate of depreciation and methodology notified by CERC regulations.

- 5.10 Where the life and / or efficiency of an asset is increased due to renovation and modernization, the expenditure thereon along with its unamortized depreciable amount is charged prospectively over the revised / remaining useful life determined by technical assessment.

6. INVESTMENTS

- 6.1 Long term Investments are carried at cost. Provision for diminution is made to recognise a decline, other than temporary, in the value of such investments.
- 6.2 Current Investments are valued at lower of cost and fair value determined on an individual investment basis.

7. INVENTORIES

- 7.1 Stores & Spares are valued at cost, determined on weighted average basis, or net realizable value whichever is lower.
- 7.2 Diminution in the value of obsolete, unservicable and surplus stores and spares, identified on a systematic basis, is provided in the accounts.

8. FOREIGN CURRENCY TRANSACTIONS

- 8.1 Transactions in foreign currency are initially recorded at exchange rates prevailing on the date of transaction. At each Balance Sheet date, monetary items denominated in foreign currency are translated at the exchange rate prevailing on the Balance Sheet date.
- 8.2 Exchange differences are recognised as income & expenses in the period in which they arise in Statement of Profit & Loss in case of operational stations and to EDC in case of projects under construction. However, exchange differences in respect of liabilities relating to fixed assets/ capital work-in-progress arising out of transaction entered into prior to 01/04/2004 are adjusted to the carrying cost of respective fixed asset/Capital Work-in-Progress.

9. EMPLOYEE BENEFITS

- 9.1 Employee benefits consist of provident fund, pension, gratuity, post retirement medical facilities, leave benefits (including compensated absences) and other terminal benefits.



- 9.2 Company contribution paid/payable during the year to Employees Defined Contribution Superannuation Scheme for providing pension benefits and Provident Fund scheme is accounted for and paid to respective funds which are administered through separate trusts.
- 9.3 The liability for retirement benefits of employees in respect of Gratuity is ascertained at the year end on the basis of actuarial valuation and paid to the Gratuity trust.
- 9.4 The liability for leave benefits (including compensated absences), post retirement medical benefits, allowance on retirement/death and memento on superannuation to employees is ascertained at the year end on the basis of actuarial valuation.

10. REVENUE

- 10.1 (a) Sale of energy is accounted for as per tariff notified by Central Electricity Regulatory Commission. In case of Power Station where tariff is not notified, sale is recognized on provisional rates worked out by the Company based on the parameters and method adopted by the appropriate authority. Recovery/refund towards foreign currency loans and recovery towards income tax are accounted for on year to year basis.
- (b) Incentives/Disincentives are recognised as per tariff notifications. In case of Power Station where tariffs have not been notified, incentives are recognized provisionally on assessment of the likelihood of acceptance of the same.
- (c) Adjustments arising out of finalisation of Regional Energy Account (REA), though not material, are effected in the year of respective finalisation.
- (d) Advance against depreciation considered as deferred income in earlier years is included in sales on straight line basis over the balance useful life after 31st March of the year closing after a period of 12 years from the date of commercial operation of the project, considering the total useful life of the project as 35 years.
- 10.2 Revenue on Project Management / Construction Contracts/ Consultancy assignments is recognized on percentage of completion method. The percentage of completion is determined as proportion of "cost incurred up to reporting date" to "estimated cost to complete the concerned Project Management / Construction Contracts and Consultancy assignment".
- 10.3 Interest on investments is accounted for on accrual basis. Dividend income is recognized when right to receive the same is established.
- 10.4 Interest/Surcharge recoverable from customers/ Liquidated damages /interest on advances to contractors are recognised when no significant uncertainty as to measurability and collectability exists.

11. MISCELLANEOUS

- 11.1 Liabilities for Goods in transit/Capital works executed but not certified are not provided for, pending inspection and acceptance by the Company.

- 11.2 Prepaid expenses and prior period expenses/income of items of ₹ 50,000/- and below are charged to natural heads of accounts.

- 11.3 Insurance claims are accounted for based on certainty of realization.

12. BORROWING COST

Borrowing costs attributable to the qualifying tangible assets during construction/renovation & modernisation are capitalised. Other borrowing costs are recognised as an expense in the period in which they are incurred.

13. TAXES ON INCOME

Tax on income for the current period is determined on the basis of taxable income under the Income Tax Act, 1961.

Deferred tax is recognized on timing differences between the accounting income and taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. Deferred tax assets are recognized and carried forward to the extent there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax recovery adjustment account is credited/debited to the extent tax expense is chargeable from the beneficiaries in future years.

14. IMPAIRMENT OF ASSETS

The company assesses at each balance sheet date whether there is any indication that cash generating unit (CGU) is impaired based on internal/external indicators. If any such indication exists, company estimates the recoverable amount of the CGU. An impairment loss is recognized in the Statement of Profit and Loss where the carrying amount exceeds the recoverable amount of the cash generating units. An impairment loss is reversed if there is a change in the recoverable amount and such loss either no longer exists or has decreased. Rate Regulated Assets are also tested for impairment at each Balance Sheet Date.

15. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on management estimate required to settle the obligation at the balance sheet date and are not discounted to present value.

Contingent liabilities are disclosed on the basis of judgment of management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate. Contingent assets are not recognised in the Financial Statements.

16. CASH FLOW STATEMENTS

Cash flow statement is prepared in accordance with the indirect method prescribed in the relevant Accounting Standard.

BUNDELKHAND SAUR URJA LIMITED

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

NOTE NO. 2 SHARE CAPITAL

PARTICULARS	As at 31st March, 2016		As at 31st March, 2015	
	In No.	(Amount in ₹)	In No.	(Amount in ₹)
a) Authorized Equity Share Capital (Par value per share ₹ 10)	10000000	100000000	10000000	100000000
b) No. of Equity shares issued, subscribed and fully paid (Par value per share ₹ 10)	1000000	10000000	1000000	10000000
c) During the year ended 31 st March, 2016 the company has neither issued / nor reduced any share capital. Hence reconciliation of equity shares is not required.				
d) The Company has issued only one kind of equity shares with voting rights proportionate to the share holding of the shareholders These voting rights are exercisable at meeting of shareholders.				
e) Shares in the company held by each shareholder holding more than 5 percent specifying the number of shares held	As at 31st March, 2016		As at 31st March, 2015	
	In No.	In (%)	In No.	In (%)
NHPC LIMITED (Holding Company)	999993	99.99%	999993	99.99%
TOTAL	999993		999993	
f) Right/restriction of shareholder				

NOTE NO. 2A FUNDS FROM CORPORATE OFFICE (TRANSFER ACCOUNTS)

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
FUNDS FROM CORPORATE OFFICE	-	-
C.O. (FDB)	-	-
IUT Closing Entries - CO	-	-
L.O. MUMBAI	-	-
L.O. LUCKNOW	-	-
RO-JAMMU	-	-
RO-ITANAGAR	-	-
RO-SILIGURI	-	-
LO-DEHRADUN	-	-
BAIRASIUL	-	-
LOKTAK	-	-
SALAL	-	-
TANAKPUR	-	-
CHAMERA-I	-	-
URI - I	-	-
RANGIT	-	-
CHAMERA-II	-	-
DULHASTI	-	-
DHAULIGANGA-I	-	-
TEESTA-V	-	-
CHAMERA-III	-	-
CHUTAK	-	-
TLDP-III	-	-
PARBATI -II	-	-
PARBATI-III	-	-
SEWA-II	-	-
URI - II	-	-
KISHANGANGA	-	-
BURSUR	-	-
NIMMO BAZGO	-	-



NHPC Limited

(A Government of India Enterprise)

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
TLDP-IV	-	-
TEESTA-IV	-	-
SUBANSARI LOWER	-	-
DIBANG	-	-
TAWANG I & II	-	-
KOTLIBHEL 1A	-	-
INVESTIGATION PROJECTS, UTTAKHAND	-	-
KOTLIBHEL IB & II	-	-
RE CELL	-	-
Wind Power Projects, Jaisalmer	-	-
BRRP	-	-
CHEQUE PAID ACCOUNT	-	-
CHEQUE COLLECTED ACCOUNT	-	-
CENTRALIZED EMPLOYEE PAYMENT ACCOUNT	-	-
CENTRALIZED VENDOR PAYMENT ACCOUNT	-	-
Total	-	-

NOTE NO. 3 RESERVE AND SURPLUS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Capital Reserve	-	-
Capital Redemption Reserve	-	-
Securities Premium Account	-	-
General Reserve		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Transfer to Capital Redemption Reserve	-	-
As at Balance Sheet date	-	-
Bond Redemption Reserve		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Write back during the year	-	-
As at Balance Sheet date	-	-
Self Insurance Fund		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Utilisation during the year	-	-
As at Balance Sheet date	-	-
Corporate Social Responsibility Fund		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Utilisation during the year	-	-
As at Balance Sheet date	-	-
Research & Development Fund		
As per last Balance Sheet	-	-
Add: Transfer from Surplus	-	-
Less: Write back during the year	-	-
As at Balance Sheet date	-	-
Surplus *	(737910)	(665784)
Total	(737910)	(665784)

BUNDELKHAND SAUR URJA LIMITED

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
* Surplus		
Profit for the Year as per Statement of Profit and Loss	- (72126)	(665784)
Adjustment arising out of transition provisions for recognising Rate Regulatory Assets	-	-
Balance brought forward	(665784)	-
Add:		
Amount Written Back From Bond Redemption Reserve	-	-
Write Back From Capital Reserve	-	-
Write Back From Other Reserve	-	-
Amount Utilised From Self Insurance Fund	-	-
Tax On Dividend Write Back	-	-
Write Back From Corporate Social Responsibility Fund	-	-
Write Back From Research & Development Fund	-	-
Balance available for Appropriation	(737910)	(665784)
Less:		
Transfer to Bond Redemption Reserve	-	-
Transfer to Self Insurance Fund	-	-
Transfer to General Reserve	-	-
Transfer to Corporate Social Responsibility Fund	-	-
Transfer to Research & Development Fund	-	-
Dividend :		
- Interim	-	-
- Proposed	-	-
Tax on Dividend		
- Interim	-	-
- Proposed	-	-
Balance carried forward	(737910)	(665784)

NOTE NO. 4 LONG TERM BORROWINGS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Total Borrowings	Less: - Current Maturities	Long Term Borrowings	Total Borrowings	Less: - Current Maturities	Long Term Borrowings
Bonds						
- Secured	-	-	-	-	-	-
- Unsecured	-	-	-	-	-	-
Term Loans						
• From Banks						
- Secured	-	-	-	-	-	-
- Unsecured	-	-	-	-	-	-
• From Other Parties						
- Secured	-	-	-	-	-	-
- Unsecured	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Aggregate amount of loans guaranteed by directors		-			-	
Aggregate amount of loans guaranteed by Govt. of India						
Amount of default in repayment of loans and interest as at 31.03.2016		-			-	
Period of default in repayment of loans and interest as at 31.03.2016		-			-	



NOTE NO. 5 DEFERRED TAX LIABILITIES / ASSETS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Deferred Tax Liability		
Depreciation		
Less: Deferred Tax Assets		
Provision for doubtful debts, inventory and others		
Provision for employee benefit schemes		
Deferred Tax Liability	(146500)	(218626)
Less: Recoverable for tariff period upto 2009	-	-
Less: Deferred Tax Adjustment against Deferred Tax Liabilities	-	-
Deferred Tax Liability (Net)	(146500)	(218626)

Explanatory Note: -

In compliance to the Accounting Standard 22 on "Accounting for Taxes on Income" notified under The Companies Act, 2013 ₹ (Previous Year ₹) has been created as deferred tax liability/assets for the period ended 31.03.2016.

NOTE NO. 6 OTHERS LONG TERM LIABILITIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Total Liability	Less: - Current Liability	Long Term Liability	Total Liability	Less: - Current Liability	Long Term Liability
Deposits/ retention money	3674	3674	-	-	-	-
Income received in advance (Advance Against Depreciation)	-	-	-	-	-	-
Deferred Foreign Currency Fluctuation Liabilities	-	-	-	-	-	-
Deferred Income from Foreign Currency Fluctuation Account	-	-	-	-	-	-
	3674	3674	-	-	-	-

NOTE NO. 7 PROVISIONS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
a) PROVISION FOR EMPLOYEE BENEFITS (provided for on basis of actuarial valuation)						
i) Provision for leave encashment						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year		-	-	-	-	-
Amount used during the year		-	-	-	-	-
Amount reversed during the year				-	-	-
Closing Balance	-	-	-	-	-	-
ii) Provision for REHS						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year		-	-	-	-	-
Amount used during the year		-	-	-	-	-
Amount reversed during the year				-	-	-
Closing Balance	-	-	-	-	-	-
iii) Provision for TTA (Baggage Allowance on Retirement)						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-

BUNDELKHAND SAUR URJA LIMITED

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
iv) Provision for Memento						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
v) Provision for Wage Revision						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
Less: Advance paid	-	-	-	-	-	-
Closing Balance (Net of advance)	-	-	-	-	-	-
vi) Provision for Performance Related Pay/Incentive						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
vii) Provision for Superannuation / Pension Fund						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
b) Provision for Taxation						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount adjusted during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
c) Provision for Proposed Dividend						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-
d) Tax on Proposed Dividend						
As per last Balance Sheet	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-
Amount used during the year	-	-	-	-	-	-
Amount reversed during the year	-	-	-	-	-	-
Closing Balance	-	-	-	-	-	-



NHPC Limited

(A Government of India Enterprise)

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
e) Provision For Tariff Adjustment						
As per last Balance Sheet	-	-		-	-	
Additions during the year	-	-		-	-	
Amount used during the year	-	-		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	-	-	-	-	-
f) Provision For Committed Capital Expenditure						
As per last Balance Sheet	-	-		-	-	
Additions during the year	-	-		-	-	
Amount used during the year	-	-		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	-	-	-	-	-
g) Provision for Restoration expenses of Insured Assets						
As per last Balance Sheet		-			-	
Additions during the year		-			-	
Amount used during the year		-			-	
Amount reversed during the year		-			-	
Closing Balance	-	-	-	-	-	-
g) Provision - Others						
As per last Balance Sheet	-	-		-	-	
Additions during the year	-	-		-	-	
Amount used during the year	-	-		-	-	
Amount reversed during the year	-	-		-	-	
Closing Balance	-	-	-	-	-	-
Total	-	-	-	-	-	-

Explanatory Note: -

The Board has resolved to implement the directions of the Ministry of Power (MOP) vide its letter no. 11/17/2009-NHPC/Vol. III dated 27th December 2013 conveying the approval of Competent Authority about pay scales in respect of below Board level Executives that the pay scales shall be fixed w.e.f. 01.01.2007 after correcting the aberrations in pay scales fixed w.e.f. 01.01.1997 and the deviant pay scales fixed w.e.f. 01.01.1997 shall not be regularized. The MoP has confirmed vide letter dated 25.02.2016 that recovery of personal adjustment w.e.f. 01.02.2014 is in conformity with the directions of Ministry of Power. However, NHPC Officers Association has got a stay from Hon'ble High Court of Delhi against the implementation of stoppage of Personal Pay Adjustment (fitment benefits). In view of the directions of the Hon'ble High Court, Personal Pay Adjustments to the employees is continued to be paid along with the Salary. Thus, the cumulative amount provided towards the Personal Pay Adjustment under the head "Provision for Wage Revision" is ₹ (including provision for the current year ₹) with corresponding amount shown as "Advance paid".

NOTE NO. 8 TRADE PAYABLE

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Total outstanding dues of micro enterprise and small enterprise(s)	-	-
Total outstanding dues of Creditors other than micro enterprises and small enterprises	113279	-
Total	113279	-

Explanatory Note: -

Disclosure requirement under Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006 is given in Note No. 29 - Other Explanatory Notes to Accounts.

BUNDELKHAND SAUR URJA LIMITED

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

NOTE NO. 9 OTHER CURRENT LIABILITIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Current maturities of long term debt (Refer Note no. 4) *	-	-
Deposits	-	-
Interest accrued but not due on borrowings	-	-
Interest accrued and due on borrowings	-	-
Income received in advance (Advance against depreciation) (refer Note No. 6)	-	-
Unpaid dividend	-	-
Unpaid interest	-	-
Liability against capital works/supplies	-	-
Deposits/ retention money	3674	-
Due to Holding Companies	14416168	2040169
Unspent amount of deposit/agency basis works	-	-
Bond application money	-	-
Statutory dues payables	8568	-
Liabilities toward Self Insurance Fund	-	-
Other liabilities	-	-
Advances against the deposit works	-	-
Less: Amount Spent on Deposit Works	-	-
Advances against cost of Project Mgt./ Consultancy Work	100000000	-
Less: Amount Spent in respect of Project Mgt./ Consultancy Works	-	-
Provision Toward Amt Recoverable in r/o Project Mgt / Consultancy Works	-	-
Grants in aid - pending utilization	-	-
Total	114428410	2040169

* Details in respect of redemption, rate of interest, terms of repayment and particulars of security are disclosed in Note no. 4. (For C.O. only)

NOTE NO. 10.1 TANGIBLE ASSETS

Sl. No.	PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
		Additions		Deductions		For the Adjustments Period	31-03-2016	01-04-2015	31-03-2016	31-03-2015
		IUT	Others	IUT	Others					
i)	Land – Freehold	0					0	0	0	0
ii)	Land – Leasehold	0					0	0	0	0
iii)	Roads and Bridges	0					0	0	0	0
iv)	Buildings	0					0	0	0	0
v)	Railway sidings	0					0	0	0	0
vi)	Hydraulic Works(Dams, Water Conductor system, Hydro mechanical gates, tunnels)	0					0	0	0	0
vii)	Generating Plant and machinery	0					0	0	0	0
viii)	Plant and machinery Sub station	0					0	0	0	0
ix)	Plant and machinery Transmission lines	0					0	0	0	0
x)	Plant and machinery Others	0					0	0	0	0
xi)	Construction Equipment	0					0	0	0	0
xii)	Water Supply System/Drainage and Sewerage	0					0	0	0	0
xiii)	Electrical installations	0					0	0	0	0
xiv)	Vehicles	0					0	0	0	0
xv)	Aircraft/ Boats	0					0	0	0	0
xvi)	Furniture and fixture	0					0	0	0	0
xvii)	Computers	0	176400		19900	39162	156500	0	36160	120340
xviii)	Communication Equipment	0					0	0	0	0
xix)	Office Equipments	0					0	0	0	0
xx)	Research and Development	0					0	0	0	0
xxi)	Other assets	0					0	0	0	0
xxii)	Tangible Assets of minor value >750 and < ₹5000	0					0	0	0	0
	Total	0	176400	0	19900	39162	156500	0	36160	120340
	Previous year	0	0	0	0	0	0	0	0	0

NOTE NO. 10.2: INTANGIBLE ASSETS

Sl. No.	PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
		Additions		Deductions		For the Adjustments Period	31-03-2016	01-04-2015	31-03-2016	31-03-2015
		IUT	Others	IUT	Others					
i)	Land- Right to Use	0					0	0	0	0
ii)	Computer Software	0					0	0	0	0
	Total	0	0	0	0	0	0	0	0	0
	Previous year	0	0	0	0	0	0	0	0	0

BUNDELKHAND SAUR URJA LIMITED

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

NOTE NO. 11.1 CAPITAL WORK IN PROGRESS

(Amount in ₹)

Particulars	1-Apr-2015	Addition	Adjustment	Capitalised	31-Mar-2016
i) Roads and Bridges	-				-
ii) Buildings	-				-
iii) Railway sidings	-				-
iv) Hydraulic Works (Dams, Water Conductor system, Hydro mechanical gates, tunnels)	-				-
v) Generating Plant and Machinery	-				-
vi) Plant and Machinery - Sub station	-				-
vii) Plant and Machinery - Transmission lines	-				-
viii) Plant and Machinery - Others	-				-
ix) Construction Equipment	-				-
x) Water Supply System/Drainage and Sewerage	-				-
xi) Other assets awaiting installation	-				-
xii) CWIP - Assets Under 5 KM Scheme Of the GOI	-				-
xiii) Survey, investigation, consultancy and supervision charges	-	274903			274903
xiv) Expenditure on compensatory Afforestation	-				-
xv) Expenditure attributable to construction *	1155759	13008778	(4520680)		9643857
Less: Provided for	-	-			-
Sub total (a)	1155759	13283681	(4520680)	-	9918760
* For addition during the period refer Note No. 28					
Construction Stores	-			-	-
(for valuation refer Accounting Policy no.7)					
Less : Provisions for construction stores	-			-	-
Sub total (b)	0	-	-	-	0
TOTAL	1155759	13283681	(4520680)	-	9918760
Previous year		1155759	-	-	1155759

NOTE NO. 12 NON CURRENT INVESTMENTS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Number of shares/ bonds/ securities	Face value per share/ bond/ security (In ₹)	Amount (₹ in Crore)	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (₹ in Crore)
..... NIL						



NHPC Limited

(A Government of India Enterprise)

NOTE NO. 13 LOANS AND ADVANCES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
A) CAPITAL ADVANCES						
Secured (considered good)	-	-	-	-	-	-
Unsecured (considered good)						
— Against bank guarantee	-	-	-	-	-	-
— Others	-	-	-	-	-	-
Less : Provision for expenditure awaiting utilisation certificate	-	-	-	-	-	-
Unsecured (considered doubtful)	-	-	-	-	-	-
Less : Provisions for doubtful advances *1	-	-	-	-	-	-
B) DEPOSITS						
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)	-	-	-	-	-	-
Less : Provision against demand raised by Govt.Depts.	-	-	-	-	-	-
Less : Provision for Doubtful Deposits *2	-	-	-	-	-	-
C) OTHER LOANS & ADVANCES						
Employees (including accrued interest)						
- Secured (considered good)	-	-	-	-	-	-
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)	-	-	-	-	-	-
	Long Term	Short Term	Total	Long Term	Short Term	Total
Advance to contractor / supplier						
- Secured (considered good)		-	-		-	-
- Unsecured (considered good)						
— Against bank guarantee	-	-	-	-	-	-
— Others	-	-	-	-	-	-
- Unsecured (considered doubtful)		-	-		-	-
Loan to State Government in settlement of dues from customer						
- Secured (considered good)						
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)						
Advance to Government of Arunachal Pradesh						
- Secured (considered good)						
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)						
Other advances						
- Unsecured (considered good)	-	-	-	-	-	-
- Unsecured (considered doubtful)						
Less : Provisions for doubtful Other loans & advances *3	-	-	-	-	-	-
Less : Provisions for expenditure awaiting utilization certificate		-	-		-	-
Advance income tax & tax deducted at source		472240	472240		-	-
Total	-	472240	472240	-	-	-
Explanatory Note: -	As at 31st March, 2016			As at 31st March, 2015		

Loan & Advances due from directors or other officers of the company at the end of the period.

Advance due by firms or private companies in which any Director of the Company is a Director or member amounts to ₹ NIL (Previous year ₹ NIL)

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

(Amount in ₹)

PARTICULARS	As at 31st March, 2016			As at 31st March, 2015		
	Long Term	Short Term	Total	Long Term	Short Term	Total
*1 Provisions for Doubtful Capital Advances						
Opening Balance	-	-	-	-	-	-
Addition during the year		-	-	-	-	-
Used during the year		-	-	-	-	-
Reversed during the year		-	-	-	-	-
Closing balance	-	-	-	-	-	-
	Long Term	Short Term	Total	Long Term	Short Term	Total
*2 Provisions for Doubtful Deposits						
Opening Balance	-	-	-	-	-	-
Addition during the year		-	-	-	-	-
Used during the year		-	-	-	-	-
Reversed during the year		-	-	-	-	-
Closing balance	-	-	-	-	-	-
	Long Term	Short Term	Total	Long Term	Short Term	Total
*3 Provisions for Doubtful Loans & Advances						
Opening Balance	-	-	-	-	-	-
Addition during the year		-	-	-	-	-
Used during the year		-	-	-	-	-
Reversed during the year		-	-	-	-	-
Closing balance	-	-	-	-	-	-

NOTE NO. 14.1 OTHER NON-CURRENT ASSETS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Long term trade receivable	-	-
Others		
Interest accrued on:		
- Advance to Government of Arunachal Pradesh	-	-
- Others	-	-
Deferred Foreign Currency Fluctuation Assets	-	-
Deferred Expenditure on Foreign Currency Fluctuation	-	-
Total	-	-

NOTE NO. 14.2 OTHER NON-CURRENT ASSETS - REGULATORY ASSETS

(Amount in ₹)

Particulars	1-Apr-2015	Addition	Adjustment	Amortisation/ Impairment	As at 31st March, 2016
Subansari Lower HE Project	-	-	-	-	-
TOTAL	-	-	-	-	-
Previous year	-	-	-	-	-

NOTE NO. 15 CURRENT INVESTMENTS

(Amount in ₹)

Particulars	As at 31st March, 2016			As at 31st March, 2015		
	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (₹ in Crore)	Number of shares/ bonds/ securities	Face value per share/ bond/ security (in ₹)	Amount (₹ in Crore)
..... NIL						



NOTE NO. 16 INVENTORIES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
(Valuation as per Accounting Policy No. 7)		
Stores and spares	-	-
Stores in transit/ pending inspection	-	-
Loose tools	-	-
Scrap inventory	-	-
Material at site	-	-
Material issued to contractors/ fabricators	-	-
Inventory for Self Generated VER's	-	-
Less: Provision for Obsolescence & Diminution in Value *1	-	-
Total	-	-

	As at 31st March, 2016	As at 31st March, 2015
*1 Provision for Obsolescence & Diminution in Value		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	-	-

NOTE NO. 17 TRADE RECEIVABLES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
Trade Receivables outstanding for a period exceeding six months from the date they become due for payment		
- Secured - Considered good		
- Unsecured - Considered Good	-	-
- Unsecured - Considered Doubtful	-	-
Other Trade Receivables		
- Secured - Considered good		
- Unsecured - Considered Good	-	-
- Unsecured - Considered Doubtful	-	-
Less: Provision for doubtful debts *1	-	-
Total	-	-

Explanatory Note: -

Debt due by directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director of the Company is a partner or a director or a member amounts to ₹ NIL (Previous year ₹ NIL)..

	As at 31st March, 2016	As at 31st March, 2015
*1 Details of Provisions for doubtful debts		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	-	-

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NOTE NO. 18 CASH AND BANK BALANCES

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
A Cash and Cash Equivalents		
Cash on hand (includes stamps on hand of Rs...../-, Previous year ₹/-)	-	-
Cheques, drafts on hand	-	-
Balances with banks		
• With scheduled banks		
I) In Current Account	1597499	10000000
II) In deposits account		
Deposits with maturity of three months or less)	-	-
• With other banks		
- In current account		
Bank of Bhutan	-	-
B Other Bank Balances		
• With scheduled banks		
- In deposits account		
Deposits with maturity of more three months but less than / upto 12 months"	111548440	-
Deposit account-Unpaid Dividend	-	-
Total	113145939	10000000

Explanatory Note: -

Cash and Bank Balances include ₹ (Previous year ₹), held for Rural Road and Rural Electrification works being executed by Company on behalf of other agencies and are not freely available for the business of the Company. -

NOTE NO. 19 OTHER CURRENT ASSETS

(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
a) Interest accrued on:		
Loan to State Government in settlement of dues from customers	-	-
Deposits	-	-
Others		
- Considered Good	-	-
- Considered Doubtful	-	-
Less: Provisions for Doubtful Interest *1	-	-
b) Receivable on account of unbilled revenue	-	-
c) Receivable from Subsidiaries / JV's	-	-
d) Interest recoverable from beneficiary	-	-
e) Claims recoverables	-	-
Less: Provisions for Doubtful Claims *2	-	-
Work In Progress		
f) Construction work in progress(on behalf of client)	-	-
Consultancy work in progress(on behalf of client)	-	-
g) Surplus Assets / Obsolete Assets held for disposal	-	-
h) Expenditure awaiting adjustment	-	-
Less: Provision for project expenses awaiting write off sanction *3	-	-



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(Amount in ₹)

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
i) Losses awaiting write off sanction/pending investigation	-	-
Less: Provision for losses pending investigation/awaiting write off / sanction *4	-	-
j) Others	-	-
Total	-	-

Explanatory Note: -

- Surplus Assets / Obsolete Assets held for disposal are shown at lower of book value and net realizable value.

PARTICULARS	As at 31st March, 2016	As at 31st March, 2015
*1 Provisions for Doubtful Interest		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0
*2 Provisions for Doubtful Claims		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0
*3 Provision for project expenses to be written off		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0
*4 Provision for losses pending investigation / awaiting write off sanction		
Opening Balance	-	-
Addition during the year	-	-
Used during the year	-	-
Reversed during the year	-	-
Closing balance	0	0

NOTE NO. 20 REVENUE FROM OPERATIONS

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A SALES		
SALE OF POWER	-	-
Less :		
Sales adjustment on a/c of Foreign Exchange Rate Variation	-	-
Tariff Adjustments	-	-
Regulated Power Adjustment	-	-
Income from generation of electricity—precommissioning (Transferred to Expenditure Attributable to Construction)	-	-
B ADVANCE AGAINST DEPRECIATION -Written back during the year	-	-
C OTHER OPERATING INCOME		
Interest from Beneficiary States (Revision of Tariff)	-	-

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(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
D REVENUE FROM CONTRACTS, PROJECT MANAGEMENT AND CONSULTANCY WORKS		
Contract Income	-	-
Revenue from Project management/ Consultancy works	-	-
TOTAL (A-B+C+D)	-	-

Explanatory Note: -

- 1) CERC tariff notification for the period 2014-19 has been notified vide notification no No.L-1/144/2013/CERC dt 21st February 2014. However, Pending approval of tariff for the period 2014-19 by Central Electricity Regulatory Commission (CERC), sales have been recognized provisionally as per tariff notified by CERC for the period 2009-14 except Bairasiul, Salal, Chamera-I & Loktak Power Station for which CERC issued orders for 2014-19 and taking into account provision towards truing up of capital cost of the power station in line with CERC tariff regulation 2014. Further for the purpose of recognizing sales, Return on equity (a component of tariff) has been grossed up using MAT Rate for the FY 2015-16.
- 2) Sales includes ₹ (Previous year ₹) on account of earlier year sales arising out of finalization of tariff in current year.
- 3) Sales includes ₹ Crores (Previous year ₹ Crores) on account of 'deemed generation' as allowed by 'CERC'.
- 4) Sales includes ₹ (Previous year ₹) which is yet to be billed.
- 5) Due to non payment of dues by some of the beneficiaries, share of power allocated to them has been regulated in terms of CERC Regulation No.L-1/42/2010-CERC Dated 28th September 2010 and accordingly sales includes an amount of ₹ Crore (Previous year ₹ Crore) towards regulated power, which has been sold through bidding at Power Exchange. ibid regulation further provides that margin earned on such sale after adjusting expenditure for effecting sale of regulated power should be passed on to beneficiaries, whose power has been regulated. Accordingly an amount of ₹ Crore (Previous year ₹ Crore) has been adjusted against the outstanding dues of those beneficiaries.
- 6) Tariff regulation notified by CERC vide notification dated 19.01.2009 inter-alia provides that capital cost considered for fixation of tariff for current tariff period shall be subject to truing up at the end of the tariff period, which may result in increase or decrease in tariff. Accordingly, an amount of ₹ (Previous year ₹ has been provided in the books during the year as an abundant precaution.

NOTE NO. 21 OTHER INCOME

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A) Income from Non-Current Investments		
Trade		
- Dividend from subsidiaries	-	-
- Dividend -Others	-	-
- Interest - Government Securities (8.5% tax free bonds issued by the State Governments)	-	-
Non-Trade		
- Dividend income -Others	-	-
- Interest	-	-
B) Other Income		
Interest		
- Loan to State Government in settlement of dues from customers	-	-
- Loan to Government of Arunachal Pradesh	-	-
- Deposit Account	4520680	-



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(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
- Employee's Loans and Advances	-	-
- Others	-	-
Late payment surcharge	-	-
Income From Sale of Self Generated VERs	-	-
Realization of Loss Due To Business Interruption	-	-
Profit on sale of investments	-	-
Profit on sale of assets	-	-
Liability/ Provisions not required written back #	-	-
Others	-	-
Exchange rate variation	-	-
Sub-total	4520680	-
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	4520680	-
Less: Income transferred to Expenditure Attributable to Construction	-	-
Less: Income transferred to Advance Deposit from Client/Contractees and against Deposit Works	4520680	-
Total carried forward to Statement of Profit & Loss	-	-
#Detail of Liability/Provisions not required written back		
a) Bad and doubtful Advances (*1 under Note 13)	-	-
b) Bad and doubtful deposits (*2 under Note 13)	-	-
c) Other doubtful Loans & Advancesm (*3 under Note 13)	-	-
d) Diminution in value of stores and spares (*1 under Note 16)	-	-
e) Bad and doubtful debts (*1 under Note 17)	-	-
f) Bad and doubtful claims (*2 under Note 19)	-	-
g) Project expenses awaiting w/o reversed (*3 under Note 19)	-	-
h) Losses pending investigation/awaiting write off sanction (*4 under Note 19)	-	-
i) Provision for wage revision	-	-
j) Provision for PRP / Incentive /Productivity Linked Incentive [Item (a) vi under Note 7]	-	-
k) Provision for Superannuation/Pension Fund [Item (a) vii under Note 7]	-	-
l) Provision for Retirement benefits (Gratuity, Leave Encashment, REHS, Mommento etc)	-	-
m) Provision for tariff adjustment [Item (e) under Note 7]	-	-
n) Provision for Committed Capital Expenditure [Item (f) under Note 7]	-	-
o) Others	-	-
TOTAL	-	-

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NOTE NO. 22 GENERATION, ADMINISTRATION AND OTHER EXPENSES

(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
A. GENERATION EXPENSES		
(i) Water Usage Charges	-	-
(ii) Consumption of stores and spare parts	-	-
B. DIRECT EXPENDITURE ON CONTRACT, PROJECT MANAGEMENT AND CONSULTANCY WORKS	-	-
C. REPAIRS & MAINTENANCE		
- Building	-	-
- Machinery	-	-
- Others	-	-
D. ADMINISTRATION EXPENSES		
Rent & Hire Charges	164731	-
Rates and taxes	-	-
Insurance	-	-
Utilization of Self Insurance Fund	-	-
Security expenses	-	-
Electricity Charges	-	-
Travelling and Conveyance	152550	-
Expenses on vehicles	-	-
Telephone, telex and Postage	99295	-
Advertisement and publicity	-	1155759
Entertainment and hospitality expenses	2250	-
Printing and stationery	85408	-
Consultancy charges - Indigenous	34236	-
Consultancy charges - Foreign	-	-
Audit expenses (Refer detail below)	60000	-
Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses	-	-
Expenditure on land not belonging to company	-	-
Loss on Assets	-	-
Losses out of self insurance claims (upto excess clause)	-	-
Books & Periodicals	455	-
Donation	-	-
CSR/ Sustainable Development/ Community Development Expenses	-	-
Directors' expenses	-	-
Research and development expenses	-	-
Interest on Arbitration/ Court Cases	-	-
Interest to beneficiary states	-	-
Rebate to customers	-	-
Expenditure on Self Generated VER's	-	-
Expenses for Regulated Power	-	-
Less: - Exp Recoverable on Regulated Power	-	-
Exchange rate variation	-	-
Other general expenses	282867	884410
Sub-total	881792	2040169
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	881792	2040169
Less: Amount transferred to Expenditure Attributable to Construction	881792	1155759



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(Amount in ₹)

PARTICULARS	For the year ended 31st March 2016	For the year ended 31st March 2015
Less: Recoverable from Deposit Works	-	-
Total (i) = A to D	-	884410
E. PROVISIONS		
Bad and doubtful debts provided	-	-
Bad and doubtful advances / deposits provided	-	-
Bad and doubtful claims provided	-	-
Diminution in value of stores and spares	-	-
Shortage in store & spares provided	-	-
Provision against diminution in the value of investment	-	-
Project expenses provided for	-	-
Provision for fixed assets/ stores provided for	-	-
Diminution in value of Inventory of Self Generated VER's Provided for	-	-
Provision for catchment area treatment plan	-	-
Others	-	-
Sub-total	-	-
Add/(Less): C.O./Regional Office/PID Expenses	-	-
Sub-total	-	-
Less: Amount transferred to Expenditure Attributable to Construction	-	-
Less: Recoverable from Deposit Works	-	-
Total (ii) = E	-	-
Total carried forward to Statement of Profit & Loss	Total (i) + (ii)	884410

Explanatory Note: -

- The Company's significant leasing arrangements are in respect of operating leases of premises for offices, guesthouses & transit camps. These leasing arrangements, which are not non-cancellable, are usually renewable on mutually agreeable terms. Lease payments in respect of premises for offices, guest house & transit camps are shown in Rent.
- Pending notification of revision order by CERC in respect of truing up application filed by the company under CERC notification dated 19.01.2009, an amount of ₹ (Previous period ₹) has been provided in the books during the period ended 31.03.2016 towards Interest to Beneficiary States, which may have to be paid in case of reduction in tariff as a result of said revision order. - For power stations only
- Detail of audit expenses are as under: -

	As on 31.03.2016	As on 31.03.2015
i) Statutory auditors		
As Auditor		
Audit Fees	60000	-
Tax Audit Fees	-	60000
In other Capacity		
Taxation Matters	-	-
Company Law Matters	-	-
Management Services	-	-
Other Matters/services	-	-
Reimbursement of expenses	-	-
ii) Cost Auditors		
Audit Fees	-	-
Reimbursement of expenses	-	-
Total Audit Expenses	60000	-

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NOTE NO. 23 EMPLOYEE BENEFITS EXPENSE

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
Salaries, wages, allowances	10202906	-
"Gratuity, Contribution to provident fund & pension scheme (incl. administration fees)"	1538047	-
Staff welfare expenses	346241	-
Leave Salary & Pension Contribution	-	-
Sub-total	12087194	-
Add/(Less): C.O./Regional Office Expenses	-	-
Sub-total	12087194	-
Less: Employee Cost transferred to Expenditure Attributable to Construction	12087194	-
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

Explanatory Note: -

- 1) The Company's significant leasing arrangements are in respect of operating leases of premises for residential use of employees. These leasing arrangements, which are not non-cancellable, are usually renewable on mutually agreeable terms. Salaries, wages, allowances includes ₹ (Corresponding Previous period ₹) towards lease payments in respect of premises for residential use of employees.

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
2) Gratuity, Contribution to provident fund & pension scheme include contributions:		
i) towards Employees Provident Fund	777938	0
ii) towards Employees Defined Contribution Superannuation Scheme	748623	0

NOTE NO. 24 FINANCE COST

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
a) Interest on :		
Government of India loan	-	-
Bonds	-	-
Foreign loan	-	-
Term loan	-	-
Cash credit facilities /WCDL	-	-
Other interest charges	-	-
Sub-total	-	-
b) Other Borrowing Cost		
Loss on Hedging Transactions	-	-
Bond issue/ service expenses	-	-
Royalty	-	-
Commitment fee	-	-
Guarantee fee on foreign loan	-	-
Other finance charges	630	-
Sub-total	630	-



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(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
c) Applicable net gain/ loss on Foreign currency transactions and translation		
Exchange differences regarded as adjustment to interest cost	-	-
Less: Interest adjustment on account of Foreign Exchange Rate Variation	-	-
Sub-total	-	-
Total (A + B + C)	630.00	-
Add/(Less): C.O./Regional Office/PID Expenses	-	-
TOTAL	630	-
Less: Finance Cost transferred to Expenditure Attributable to Construction	630	-
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

NOTE NO. 25 DEPRECIATION AND AMORTIZATION EXPENSES

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
Depreciation & Amortisation Expenses	39162	-
Depreciation adjustment on account of Foreign Exchange Rate Variation	-	-
Add/(Less): C.O./Regional Office / PID Expenses	-	-
Sub-total	39162	-
Less: Depreciation & Amortisation Expenses transferred to Expenditure Attributable to Construction	39162	-
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

NOTE NO. 26 PRIOR PERIOD ITEMS (NET)

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
INCOME		
Sale of Electricity	-	-
Advance Against Depreciation written back	-	-
Interest/Surcharge from debtors	-	-
Others	-	-
Sub-total	-	-
EXPENDITURE		
Salaries & Wages	-	-
Repair & Maintenance	-	-
Finance Cost	-	-
Depreciation & Amortization	-	-
Others	-	-
Sub-total	-	-
TOTAL (Expenditure less Income)	-	-
Add/(Less): C.O./Regional Office/PID Expenses	-	-
TOTAL	-	-
Less: Prior Period items transferred to Expenditure Attributable to Construction	-	-
Less: Recoverable from Deposit Works	-	-
Total carried forward to Statement of Profit & Loss	-	-

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NOTE NO. 27 TAX EXPENSES

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
Current Tax		
Income Tax Provision	-	-
Adjustment Relating To Earlier periods	-	-
Deferred Tax	72126	(218626)
Less: Recoverable for tariff period upto 2009	-	-
Less: Deferred Tax Adjustment Against Deferred Tax Liabilities	- 72126	- (218626)
Total Tax Expenses	72126	(218626)

NOTE NO. 28 EXPENDITURE ATTRIBUTABLE TO CONSTRUCTION DURING THE YEAR

(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
A. EMPLOYEE BENEFITS EXPENSE		
Salaries, wages, allowances	10202906	-
Gratuity and contribution to provident fund	1538047	-
Staff welfare expenses	346241	-
Leave Salary & Pension Contribution	-	-
Sub-total	12087194	-
B. REPAIRS & MAINTENANCE		
Building	-	-
Machinery	-	-
Others	-	-
Sub-total	-	-
C. ADMINISTRATION & OTHER EXPENSES		
Rent	164731	-
Rates and taxes	-	-
Insurance	-	-
Security expenses	-	-
Electricity Charges	-	-
Travelling and Conveyance	152550	-
Expenses on vehicles	-	-
Telephone, telex and Postage	99295	-
Advertisement and publicity	-	1155759
Entertainment and hospitality expenses	2250	-
Printing and stationery	85408	-
Design and Consultancy charges:		
- Indigenous	34236	-
- Foreign	-	-
Expenses on compensatory afforestation/ catchment area treatment/ environmental expenses	-	-
Expenditure on land not belonging to company	-	-
Assets/ Claims written off	-	-
Losses on sale of assets	-	-
Other general expenses	283322	-
Remuneration to Auditors	60000	-
Exchange rate variation (Debit)	-	-
Sub-total	881792	1155759



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(Amount in ₹)

	For the year ended 31st March 2016	For the year ended 31st March 2015
D. FINANCE COST		
Interest on :		
Government of India loan	-	-
Bonds	-	-
Foreign loan	-	-
Term loan	-	-
Cash credit facilities /WCDL	-	-
Exchange differences regarded as adjustment to interest cost	-	-
Loss on Hedging Transactions	-	-
Bond issue/ service expenses	-	-
Commitment fee	-	-
Guarantee fee on loan	-	-
Other finance charges	630	-
Sub-total	630	-
E. PROVISIONS	-	-
Sub-total	-	-
F. DEPRECIATION AND AMORTISATION EXPENSES	39162	-
Sub-total	39162	-
G. PRIOR PERIOD EXPENSES		
Prior Period Expenses	-	-
Less: Prior Period Income	-	-
Sub-total	-	-
H. C.O./Regional Office Expenses:		
Other Income	-	-
Generation, Administration and Other Expenses	-	-
Employee Benefits Expense	-	-
Depreciation & Amortisation Expenses	-	-
Finance Cost	-	-
Provisions	-	-
Prior Period Adjustment (Net)	-	-
Sub-total	-	-
I. LESS: RECEIPTS AND RECOVERIES		
Income from generation of electricity – precommissioning	-	-
Interest on loans and advances	-	-
Profit on sale of assets	-	-
Exchange rate variation (Credit)	-	-
Provision/Liability not required written back	-	-
Hire charges/ outturn on plant and machinery	-	-
Miscellaneous receipts	-	-
Sub-total	-	-
TOTAL (A+B+C+D+E+F+G+H - I)	13008778	1155759

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NOTE NO. : 29 – OTHER EXPLANATORY NOTES TO ACCOUNTS

1. Disclosure relating to Contingent Liabilities:-

a) Claims against the Company not acknowledged as debts in respect of:

(i) Capital works

Contractors have lodged claims aggregating to ₹ Nil crore (previous year ₹ Nil crore) against the Company on account of rate & quantity deviation, cost relating to extension of time and idling charges due to stoppage of work/delays in handing over the site etc. These claims are being contested by the company as being not admissible in terms of provisions of the respective contracts or are lying at arbitration tribunal/other forums/under examination with the Company. It includes ₹ Nil crore (previous year ₹ Nil crore) towards arbitration awards including updated interest thereon, against the Company, which have been challenged/decided to be challenged in the Court of Law.

The Management has assessed the above claims and recognized a provision of ₹ Nil crore (previous year ₹ Nil crore) based on probability of outflow of resources embodying economic benefits and estimated ₹ Nil crore (previous year ₹ Nil crore) as the amount of contingent liability i.e. amounts for which Company may be held contingently liable. In respect of such estimated contingent claims either outflow of resources embodying economic benefits is not probable or a reliable estimate of the amount required for settling the obligation cannot be made. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(ii) Land Compensation cases

In respect of land acquired for the projects, some of the land losers have filed claims for higher compensation amounting to ₹ Nil crore (previous year ₹ Nil crore) before various authorities/courts. Pending settlement, the Company has assessed and provided an amount of ₹ Nil crore (previous year ₹ Nil crore) based on probability of outflow of resources embodying economic benefits and estimated ₹ Nil crore (previous year ₹ Nil crore) as the amount of contingent liability as outflow of resources is considered as not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(iii) Disputed Tax Demands

Disputed Income Tax/Sales Tax/Service Tax/ other taxes/duties matters pending before various appellate authorities amount to ₹ Nil crore (previous year ₹ Nil crore). Pending settlement, the Company has assessed and provided an amount of ₹ Nil crore (previous year ₹ Nil crore) based on probability of outflow of resources embodying economic benefits and rest of the claims i.e. ₹ Nil crore (previous year ₹ Nil crore) are being disclosed as contingent liability as outflow of resources is considered not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

(iv) Others

Claims on account of other matters amount to ₹ Nil crore (previous year ₹ Nil crore). These claims are pending before various forums. Pending settlement, the Company has assessed and provided an amount of ₹ Nil crore (previous year ₹ Nil crore) based on probability of outflow of resources embodying economic benefits and estimated ₹ Nil crore (previous year ₹ Nil crore) as the amount of contingent liability as outflow of resources is considered as not probable. In respect of the rest of the claims/obligations, possibility of any outflow in settlement is considered as remote.

The above is summarized as below:

(₹ in Crore)

Sl. No.	Particulars	Claims as on 31.03.2016	Provision against the claims	Contingent liability as on 31.03.2016	Contingent liability as on 31.03.2015	Addition of contingent liability during the year
(1)	(2)	(3)	(4)	(5)	(6)	(7)=(5)-(6)
1.	Capital Works	Nil	Nil	Nil	Nil	Nil
2.	Land Compensation	Nil	Nil	Nil	Nil	Nil
3.	Disputed tax matters	Nil	Nil	Nil	Nil	Nil
4.	Others	Nil	Nil	Nil	Nil	Nil
	Total	Nil	Nil	Nil	Nil	Nil

(b) The above contingent liabilities do not include contingent liabilities on account of pending cases in respect of service matters & others where the amount cannot be quantified.

(c) It is not practicable to ascertain and disclose the uncertainties relating to outflow in respect of contingent liabilities.



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- (d) There is possibility of reimbursement to the company of ₹ Nil Crore (previous year ₹ Nil crore) towards above contingent liabilities.
- (e) An amount of ₹ Nil Crore (previous year ₹ Nil crore) stands paid towards above contingent liabilities to contest the cases and is being shown as Current Assets.

The company's management does not reasonably expect that the above claims/obligations (including under litigation), when ultimately concluded and determined, will have a material and adverse effect on the company's results of operations or financial condition.

2. Estimated amount of contracts remaining to be executed on capital account and not provided for is ₹ Nil _ Crore (Previous year ₹ Nil Crore).
3. During the year, following accounting policies/practices have been added/modified:

(₹ in Crore)

Accounting Policy/Practice	Impact on Statement of Profit & Loss	
	For the current year	Upto previous year through prior period
Accounting policy regarding interest amount on enhanced compensation of land awarded by court (net of depreciation)	Nil	Nil
Accounting policy on renovation & modernization of Power Stations	Nil	Nil

4. Significant Accounting policy No. 2.3.4 (4.4 of FY 2013-14), which was introduced during FY 2013-14, has been referred to Expert Advisory Committee (EAC) of the Institute of Chartered Accountants of India (ICAI) for its opinion. Pending receipt of opinion, the same accounting treatment has been continued and an amount of ₹ Nil Crore (up to Previous year ₹ Nil Crore) has been capitalised/charged to Allocable Expenditure during construction till 31.03.2016 as per ibid policy.
5. The disclosure under Accounting Standard – 7 on Construction Contracts are as under:

(₹ in Crore)

Sl.	Particulars	31.03.2016	31.03.2015
1.	Aggregate amount of costs incurred and recognised profits (less recognised losses) on contracts in progress upto reporting date.	Nil	Nil
2.	Amount of advances received.	Nil	Nil
3.	Amount of retention.	Nil	Nil
4.	The gross amount due from customers for contract works as an asset.	Nil	Nil
5.	The gross amount due to customers for contract works as a liability.	Nil	Nil

Note: Disclosure should be made in respect of contracts in progress at the beginning of the accounting year.

6. The effect of foreign exchange fluctuation during the year is as under:

(₹ in Crore)

		For the year ended 31.03.2016	For the year ended 31.03.2015
(i)	Amount charged to Statement of Profit & Loss excluding depreciation (as FERV)	Nil	Nil
(ii)	Amount charged to Statement of Profit & Loss excluding depreciation (as Borrowing Cost)*	Nil	Nil
(iii)	Amount charged to Allocable Expenditure During Construction (as FERV)	Nil	Nil
(iv)	Amount charged to Capital work-in-progress (as FERV)	Nil	Nil
(v)	Amount adjusted by addition to the carrying amount of fixed assets	Nil	Nil

* There is however no impact on profitability of the Company, as the impact of change in foreign exchange rates is recoverable from beneficiaries in terms of prevailing CERC (terms & conditions of tariff) Regulations. The exchange rate variation for the year is transferred to deferred foreign currency fluctuation assets (recoverable from beneficiaries) as per opinion of EAC of ICAI.

7. a) Electricity generation is the principal business activity of the Company. Other operations viz., Contracts, Project Management and Consultancy works do not form a reportable segment as per the Accounting Standard-17 on 'Segment Reporting'.
- b) The Company is having a single geographical segment as all its Power Stations are located within the Country.

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

8. Other disclosures as per Schedule-III of the Companies Act, 2013 are as under:-

		(₹ in Crore)	
Particulars		For the year ended 31.03.2016	For the year ended 31.03.2015
a)* Value of imports calculated on CIF basis:		Nil	Nil
i) Capital Goods			
ii) Spare parts			
b)* Expenditure in Foreign Currency		Nil	Nil
i) Know - How			
ii) Interest			
iii) Other Misc. Matters			
c)* Value of spare parts and Components consumed in operating units.		Nil	Nil
i) Imported			
ii) Indigenous			
d)* Earnings in foreign currency		Nil	Nil
i) Interest			
ii) Others			

* Accrual basis.

9. Disclosure related to Corporate Social Responsibility (CSR) (refer Note No.22)

(i) The breakup of CSR expenditure under various heads of expenses incurred during the year ended on 31.03.2016 is as below:-

		(₹ in Crore)
S. No.	Heads of Expenses constituting CSR expenses	Amount
1	Health Care and Sanitation	Nil
2	Education & Skill Development	Nil
3	Women Empowerment /Senior Citizen	Nil
4	Environment	Nil
5	Art & Culture	Nil
6	Ex-Armed Forces	Nil
7	Sports	Nil
8	National Welfare Fund	Nil
9	Technology & Research	Nil
10	Rural Development	Nil
11	Capacity Building	Nil
12	Swachh Vidyalaya Abhiyan	Nil
	Total amount	Nil

(ii) Other disclosures:

(a) Details of expenditure incurred during the financial year ended on 31.03.2016 categorising as 'paid' and 'yet to be paid' along with the nature of expenditure (capital or revenue nature) is as under:-

		(₹ in Crore)		
		Paid (a)	Yet to be paid (b)	Total (a+b)
(i)	Construction/Acquisition of any asset	Nil	Nil	Nil
(ii)	On purpose other than (i) above	Nil	Nil	Nil
	Total	Nil	Nil	Nil

(b) As stated above, a sum of ₹ Nil Crore out of total expenditure of ₹ Nil Crore is yet to be paid to concerned parties which are included in the relevant head of accounts pertaining to liabilities.

10. Disclosure relating to verified emission reductions (VERs) is as under:-

Sl.	Description	Remarks
1.	No. of VERs held as Investment & the basis of valuation	Nil
2.	No. of VERs under certification	Nil
3.	Depreciation and operating and maintenance cost of Emission Reduction Equipment expensed during the year (₹ in Crore)	Nil
4.	No. of VERs sold during the year ended 31.03.2016 with the value thereof.	Nil

11. Disclosures as required under Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006 read with notification of Ministry of Corporate Affairs dt. 04.09.2016 making alteration in Schedule-III of the Companies Act, 2013 are as follows:-

(₹ in Crore)

(i)	The principal amount and the interest due thereon remaining unpaid to any supplier on Balance Sheet date: - Principal - Interest	Nil
(ii)	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	Nil
(iii)	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	Nil
(iv)	The amount of interest accrued and remaining unpaid as on Balance Sheet date	Nil
(v)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	Nil

12. Pending approval of competent authority, provisional payments / provisions made towards executed quantities of works of some of the items beyond the approved quantities as also for extra items totalling to ₹ Nil _ Crore (Previous year ₹ Nil Crore) are included in Capital Work-in-Progress/Fixed Asset.

13. Disclosure related to confirmation of balances is as under:

- a) Balances shown under Materials issued to contractors, claims recoverable including insurance claims are subject to reconciliation/confirmation and respective consequential adjustments. Claims recoverable also include claims in respect of projects handed over or decided to be handed over to other agencies in terms of Government of India directives.
- b) The confirmation from external parties in respect of Trade Receivables, Trade Payables, Deposits, Advances to Contractors/Suppliers/Service Providers/Others including for capital expenditure and material issued to contractors is obtained for outstanding balances of ₹ 5.00 lakh or above as at 31st December of every year. Status of confirmation of balances as at 31st December 2015 as well as outstanding as on 31.03.2016 is as under:

(₹ In Crore)

Particulars	Outstanding amount as on 31.12.2015	Amount confirmed	Outstanding amount as on 31.03.2016
Trade receivable			
Deposits, Advances to contractors/ suppliers/service providers/ others including for capital expenditure and material issued to contractors	-	-	-
Trade/Other payables	-	-	-
Security Deposit/Retention Money payable	-	-	-

- c) In the opinion of management, unconfirmed balances will not have any material impact.

14. Sales, Interest on loans to State Govt., Interest income on tax-free bonds, exchange rate variation, interest on loans/bonds (expenditure) etc. have been accounted for based on Advices received from Corporate Office.
15. Disclosures as required under AS-15 on "Employee Benefits" AS-18 on "Related party disclosures" and AS-28 on "Impairment of Assets" etc. shall be dealt at Corporate Office.

BUNDELKHAND SAUR URJA LIMITED

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[A joint venture between NHPC Ltd. and UPNEDA (Uttar Pradesh New and Renewable Energy Development Agency)]

16. a) Undisputed Statutory dues outstanding as on 31.03.2016 which have not been deposited within six months from the date they became payable:

Nature of dues	Amount in ₹	Due date of remittance
EPF	Nil	Nil
Income Tax	Nil	Nil
Sales Tax /VAT	Nil	Nil
Service Tax	Nil	Nil
Custom Duty	Nil	Nil
Excise Duty	Nil	Nil
Works Contract Tax	Nil	Nil
Any other levies (Please specify)	Nil	Nil

- b) Statutory dues which have not been deposited on account of any dispute:-

Name of the Statute	Nature of dues	Amount in ₹	Year to which it pertains	Forum at which case is pending
Income Tax Act, 1961	Income Tax	Nil	Nil	Nil
Sales Tax Acts/VAT Act	Sales Tax/ VAT	Nil	Nil	Nil
Finance Act, 1994	Service Tax	Nil	Nil	Nil
Custom Act, 1962	Custom Duty	Nil	Nil	Nil
Central Excise Tariff Act, 1985	Excise Duty	Nil	Nil	Nil
Works Contract Tax	Works Contract Tax	Nil	Nil	Nil
Please specify	Any other levies	Nil	Nil	Nil

- c) Details of Immovable Properties (other than land) for which title deeds are not held in the name of the company: NA

Sl. No.	Details of the Property	Year of Acquisition	Acquisition Cost	Written Down Value	Reasons for non execution of title deed

17. Disclosure for reporting in compliance to directions issued by Office of CAG u/s 143(5)

Sl. No.	Directions	Reply
1	Whether there are any cases of waiver/write off of debts/loans/interest etc. If yes, the reasons thereof and amount involved.	Nil
2	Whether proper records are maintained for inventories lying with third parties & assets received as gift/ grant(s) from Government or other authorities.	Nil

18. Opening balances/corresponding figures for previous year have been re-grouped/re-arranged, wherever necessary.

In terms of our report of even date attached

For and on behalf of Board of Directors

For Vivek Agarwal & Co.

Chartered Accountants
(Firm Regn. No:003179C)

(Ratish Kumar)

Chairman

(Cherian Mathew)

Director

(CA Ajay Kumar Bhargava)

Partner
M.No. 077833

(Jaidip Chakrabarty)

Chief Financial Officer

(D. Seshadri)

Company Secretary

Place: Lucknow

Date: 18.05.2016



NHPC Limited

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CASH FLOW STATEMENT

(Amount in ₹)

PARTICULARS	For the year ended 31st March, 2016	For the year ended 31st March, 2015
A. CASH FLOWS FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAXATION	-	-
ADJUSTMENTS	-	-
INTEREST/OTHER INCOME	-	-
PRELIMINARY EXPENSES WRITTEN OFF	-	884410
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	-	(884410)
CHANGES IN WORKING CAPITAL	-	-
(INCREASE)/DECREASE IN LOANS AND ADVANCES	(472240)	-
(INCREASE)/DECREASE IN OTHER CURRENT ASSETS	-	-
INCREASE/(DECREASE) IN CURRENT LIABILITIES	112501520	2040169
INCREASE/(DECREASE) IN PROVISIONS	-	-
CASH GENERATED FROM OPERATIONS	112029280	1155759
INCOME TAX PAID	-	-
NET CASH FROM OPERATING ACTIVITIES	112029280	1155759
B. CASH FLOWS FROM INVESTING ACTIVITIES		
ADDITION OF FIXED ASSETS	(120340)	-
INCREASE IN CAPITAL WORK IN PROGRESS	(8763001)	(1155759)
INCREASE IN STORES AND SPARES	-	-
INTEREST INCOME	-	-
INTEREST INCOME (PRIOR PERIOD)	-	-
NET CASH FROM INVESTING ACTIVITIES	(8883341)	(1155759)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
MISCELLANEOUS EXPENSES	-	-
PROCEEDS AGAINST SHARE ALLOTMENT/APPLICATION MONEY	-	(10000000)
PROCEEDS AGAINST GRANT	-	-
NET CASH FROM FINANCING ACTIVITIES	-	(10000000)
NET INCREASE IN CASH/ CASH EQUIVALENTS(A+B+C)	103145939	(10000000)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	10000000	-
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	113145939	10000000

In terms of our report of even date attached

For Vivek Agarwal & Co.

Chartered Accountants
(Firm Regn. No:003179C)

(CA Ajay Kumar Bhargava)

Partner
M.No. 077833

For and on behalf of Board of Directors

(Ratish Kumar)
Chairman

(Jaidip Chakrabarty)
Chief Financial Officer

(Cherian Mathew)
Director

(D. Seshadri)
Company Secretary

Place: Lucknow

Date: 18.05.2016



690 MW Salal Power Station (Jammu & Kashmir) - Concrete Dam

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एनएचपीसी लिमिटेड
(भारत सरकार का उद्यम)



NHPC Limited
(A Government of India Enterprise)

CIN No. L40101HR1975GOI032564

एनएचपीसी कार्यालय परिसर, सैक्टर - 33, फरीदाबाद - 121003, हरियाणा (भारत) वेबसाइट : www.nhpcindia.com
NHPC Office Complex, Sector - 33, Faridabad - 121003, Haryana (India) Website : www.nhpcindia.com
EPABX : 0129-2588110 / 2588500 E-mail : webmaster@nhpc.nic.in