

INDEPENDENT AUDITOR'S REPORT

To

The members of
Power Transmission Corporation of Uttarakhand Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Power Transmission Corporation of Uttarakhand Limited ("The Company"), which comprise the Balance Sheet as at March 31, 2015, 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 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; 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 issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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 qualified audit opinion on the financial statements.

Basis for Qualified Opinion

1. *Inter-Units balances of the company are under reconciliation. The effect of above un-reconciled accounts on the financial statements is unascertainable. (Refer Note 2.31 para I. annexed to financial statements)*
2. *The title deeds of land were not produced for our verification and therefore we were unable to comment on the ownership status thereof.*
3. *Inclusion of Non-moving and obsolete stocks in the value of inventory resulting in over statement of current assets and profit for the period. Amount unascertainable.*
4. *Non-reconciliation of the amounts receivable from suppliers/ contractors/ employees/ other parties and amounts due to suppliers/ contractors/ employees/ other parties incorporated in the books of the company as on 1.06.2004. The effect thereof on the financial statements is unascertainable.*

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matter described in the Basis for Qualified Opinion paragraph*, the 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:

- (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- (b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date

Other Matters

The financial statements of the Company for the year ended March 31, 2014, were audited by another auditor who expressed a qualified opinion on those statements on September 19, 2014.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order")



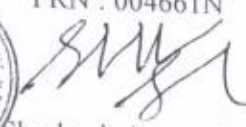
issued by the Central Government of India in terms of sub-section 11 of section 143 of the Act, we give in the Annexure-I a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by the direction issued by the office of the Comptroller & Auditors General of India under section 143(5) of the Act, we give in the Annexure-II a statement on the matters specified in the directions.
3. As required by section 143(3) of the Act, we report that:
 - (a) *Except the matters described in the basis for qualified opinion 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 appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - (d) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph, 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;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2015 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) 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.

Place : Dehradun
Date : 29.09.2015

For Gianender & Associates
Chartered Accountants
FRN : 004661N




Shashank Agrawal
Partner
M.No.: 536670

Annexure-I

(As referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

Re: **Power Transmission Corporation of Uttarakhand Limited**

- i.
 - a) The Company has generally maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) *Fixed assets have not been physically verified by management.*
- ii.
 - a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
 - b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
 - c) The Company has maintained proper records of inventories. *As per the information and explanation given to us, the discrepancies noticed on physical verification of inventories has not been dealt with in the books of account.*
- iii. The Company has not granted any loan, secured / 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 internal control procedures are generally adequate and commensurate with the size of the Company and the nature of its business with regard to purchase of inventory, fixed assets and for sale of goods and services. During the course of our audit we have not observed any continuing failure to correct major weaknesses in internal controls system.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits during the year. Therefore, the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under, are not applicable to the Company.
- vi. According to the information and explanations given to us, we are of the opinion that prima facie, cost records prescribed, pursuant to the Rules made by the Central Government for the maintenance of cost records under Section 148 of the Act, are made and maintained.
- vii.
 - a) According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company is generally regular in depositing undisputed statutory dues relating to provident fund, income tax deducted at source, service tax, value added tax and other statutory dues during the year with the appropriate authorities. As per the records produced before us, there are no undisputed statutory dues which were outstanding as on 31st March 2015 for a period over six months from the date of same becoming payable.
 - b) According to the information and explanations given to us, there are no statutory

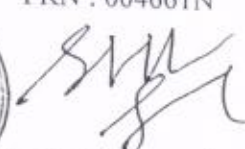


- dues pending in respect of income tax, sales tax, value added tax, service tax, duty of customs, wealth tax, duty of excise, cess on account of any dispute.
- c) According to the information and explanations given to us, no amount is required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013 and rules made thereunder.
- viii. The accumulated losses of the company are less than fifty percent of its net-worth. The company has not incurred cash loss during the year as well as in the immediately preceding year.
- ix. According to the information and explanations given to us the Company has not defaulted in repayment of dues to the financial institutions and bank. The company has not issued debentures.
- x. In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- xi. According to the information and explanations given to us, the term loans taken by the company were applied for the purpose for which the loans were obtained.
- xii. According to information and explanations given to us, which have been relied upon by us, no fraud on or by the Company has been noticed or reported during the year .

Place : Dehradun
Date : 29.09.2015

For Gianender & Associates
Chartered Accountants
FRN : 004661N




Shashank Agrawal
Partner
M.No.: 536670

Annexure-II

(As referred to in paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

Re: Power Transmission Corporation of Uttarakhand Limited

S. No.	Directions	Report
1	If the Company has been selected for disinvestment, a complete status report in terms of valuation of Assets (including intangible assets and land) and Liabilities (including Committed & General Reserves) may be examined including the mode and present stage of disinvestment process.	The Company has not selected for disinvestment, hence no reporting required.
2	Please report whether there are any cases of waiver/ write off of debts/loans/interest etc., if yes, the reasons there for and the amount involved.	Based on our audit work, we report that there is no any case of waiver/ write off of debts/loans/interest etc during the financial year 2014-15
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	Inventories are not lying with third parties and no any gift received from Govt or other authority hence no records required to maintain.
4	A report on age-wise analysis of pending legal/ arbitration cases including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	As given below

Analysis of pending Legal/arbitration cases

S. No	Case/Appeal No	Brief Details of Case	Current Status
1.	226 of 2014	Appeal filed by the company before Hon'ble APTEL against UERC order dated 16.01.2014 in the matter of non compliance of UERC (Release of new HT & EHT connections, enhancement and reduction of Loads) regulations 2008	Court proceedings is under progress, The Case was last heard on July 16, 2015.
2.	2368-2370 of 2015	Caveat filled by M/s BHPL before Supreme Court against order of Hon'able APTEL dated November 29, 2015	Court proceedings are under progress, The Case was last heard on July 06, 2015.
3.	819/2015	Petition filled by the company	Court



		before Hon'ble district court of dehradun against order of arbitrator dated March 06, 2015 in the matter of dispute between M/s Bhilangana Hydro Power Ltd and the company regarding illegal and incorrect bills for monthly transmission charges and invocation of letter of credit.	proceedings are under progress. The Case was last heard on July 09, 2015.
4.	V.K Constuction Vs EE O&M civil Division. PTCUL 220KV S/S Kamaluwaganja Case No.91 of 2010	Judgement on arbitration case of justice O.P Garg was challenged by department in the district court of dehradun. Justice O.P Garg decided that department shall pay 834979.00 to contractor with 9% interest than the department challenged the case of interest i.e. 350690.00 total 1185669.00 Amount Involved-1185669.00	The case is under argument and date of next hearing and filing papers on 17.07.2015
5.	V.K Constuction Vs EE O&M civil Division. PTCUL 220KV S/S Kamaluwaganja Case No.90 of 2010	Judgement on arbitration case of justice O.P Garg was challenged by department in the district court of dehradun. Justice O.P Garg decided that department shall pay 2545245.00 to contractor than the department challenged the case. Amount Involved-2515215.00	The case is under argument and date of next hearing and filing papers on 17.07.2015
6.	Khyali ram S/o shri Gopal Ram V/S EE O&M. PTCUL, ECD, 220 KV S/S Kamaluwaganja Case No.32 of 2011	The claimant seek the appointment and regularization for Driver post.	Rejoinder to filed by the opponent the fixed for the same is on 02.06.2015
7.	M/s P.C Goel and Brothers 146 Gurudwara Road , BT Ganj, Roorke Distt Haridwar through its partner Sri Sandeep Goel V/S PTCUL through its Managing Director. PTCUL, Vidyut Bhawan ,Majra.Dehradun. 2 Superintending Engineer O&M civil PTCUL, Vidyut Bhawan, Near ISBT crossing, Saharanpur Road.Majra campus Dehradun Case no. 32/2011	Civil Arbitration application no. 30/2013(Under section 11(5)(6) of the arbitration and conciliation act 1996 Distt haridwar Amount Involved-990236.00 and interest @18% per annum and other expenses	Decision of arbitrator awaited

8.	Civil revision against order dated 19.09.2005	Sh. Shambhu Suman Singh S/o Late Ram Nath Singh , Bareilly Road, Kichha, Distt. U.S Nagar has filed civil revision application.	Case hearing is in progress.
9.	Sh. Ramesh Chandra sanguri V/s PTCUL writ petition no. 1007 m/s of 2004	Sh. Ramesh Chandra Sangurit Village Jawahar Nagar Post Nagla Diary , Tehsil- Kicha Distt U.s. Nagar and other has filed writ petition no. 1007 m/s of 2004 under article 227 of constitution of india against construction 132 Kicha CPP line and demanding extra compensation for damaged crops and cutting down of trees Amount involved-97865.00	Counter affidavit by PTCUL has been submitted
10.	M/s Tata motors SIDCUL Pantnagar V/s PTCUL writ petition no.1007 m/s of 2004	PTCUL has filed writ petition m/s of 2013 under article 227/226 of constitution india demanding additional payment against the construction of 220 KV single circuit line. Amount involved-1562000	Under consideration at Hon'ble High Court National



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.

CORPORATE ID No.:- U40101UR2004GOI028675

VIDYUT BHAWAN 132 KV MAJRA CAMPUS, DEHRADUN

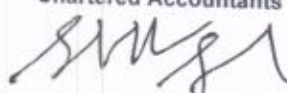
BALANCE SHEET AS AT 31ST MARCH 2015

(Amount in lacs)			
Particulars	Note No.	Amount as at 31.03.2015	Amount as at 31.03.2014
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2.1	38184.00	29264.36
(b) Reserve and Surplus	2.2	5135.61	(6634.75)
(2) Share Application Money Pending Allotment	2.1	1365.37	770.01
(3) Non- Current Liabilities			
(a) Long Term Borrowing	2.3	68674.25	77280.60
(b) Deferred Tax Liabilities	2.4	0.00	3806.93
(c) Other Long Term Liabilities	2.5	13610.33	11048.61
(d) Long Term Provision	2.6	1401.93	1251.85
(4) Current Liabilities			
(a) Trade Payable	2.7	5530.56	3699.55
(b) Other Current Liabilities	2.8	11920.01	3083.17
(c) Short Term Provision	2.9	3149.33	3126.33
TOTAL		148971.39	126696.66
II. ASSETS			
(1) Non Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	2.10	80616.88	81133.93
(ii) Capital Work-in-Progress	2.10	20758.57	18862.46
(b) Long Term Loans and Advances	2.11	14025.21	8121.28
(c) Deferred Tax Assets	2.12	3686.60	0.00
(2) Current Assets			
(a) Inventories	2.13	4348.05	2721.89
(b) Trade Receivables	2.14	4301.20	2315.84
(c) Cash and Cash Equivalent	2.15	7052.18	2887.82
(d) Short Term Loans and Advances	2.16	14182.71	10653.44
TOTAL		148971.39	126696.66
Significant Accounting Policies and Notes to Accounts	1 to 2.23		

Notes Referred to above form an integral part of Balance Sheet

As per our report of even date attached

For Gianender & Associates
Chartered Accountants



(CA Shashank Agrawal)

M.No. :- 536670

FRN:- 004661N

Place:- DEHRADUN

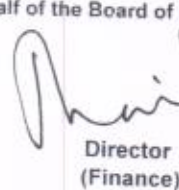
Date:- 29.03.2015



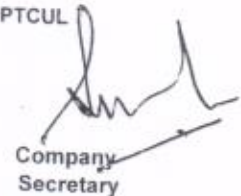
For & On behalf of the Board of Directors of PTCUL


Managing
Director

DIN:-06467944


Director
(Finance)

DIN:- 07299553


Company
Secretary

POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.

CORPORATE ID No.:- U40101UR2004GOI028675

VIDYUT BHAWAN 132 KV MAJRA CAMPUS, DEHRADUN

STATEMENT OF PROFIT & LOSS FOR THE MONTH ENDING 31ST MARCH 2015

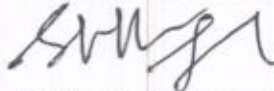
(Amount in lacs)

Particulars	Note No.	Amount as at 31.03.2015	Amount as at 31.03.2014
III. Revenue			
I. Revenue From Operations	2.17	24218.09	20227.93
II. Other Income	2.18	242.27	314.83
III. Total Revenue (I+II)		24460.36	20542.76
IV. Expenses			
Employee Benefit Expenses	2.19	5184.88	5060.78
Financial Expenses	2.20	5422.88	5214.02
Depreciation and Amortization Expenses	2.21	6176.31	5638.79
Other Expenses	2.22	3077.71	3163.50
IV. Total Expenses		19861.79	19077.09
V. Profit Before Exceptional and Extraordinary Items and Tax	(III-IV)	4598.57	1465.67
VI. Exceptional Items		0.00	0.00
VII. Profit Before Extraordinary Items and Tax (V+VI)		4598.57	1465.67
VIII. Extraordinary Items	2.23	4.30	194.10
IX. Profit Before Tax (VII - VIII)		4594.26	1271.57
X. Tax Expense:			
(1)(a) Current Tax (during the year)		962.98	125.72
(b) Current Tax (Previous year 2013-14)		199.15	
(2) Deferred Tax		(7,493.53)	812.12
(3) MAT Credit		(1,136.67)	0.00
XI. Profit(Loss) for the Period From Continuing Operations	(IX-X)	12062.34	333.72
XII. Profit(Loss) for the Period		12062.34	333.72
XIII. Earning Per Equity Share:			
(1) Basic (In Rs.)		242.84	11.40
Significant Accounting Policies and Notes to Accounts	1 to 2.23		

Notes Referred to above form an integral part of Balance Sheet

As per our report of even date attached

For Gianender & Associates
Chartered Accountants



(CA Shashank Agrawal)

M.No. :- 536670

FRN:- 004661N

Place:- DEHRADUN

Date:- 29.03.2015



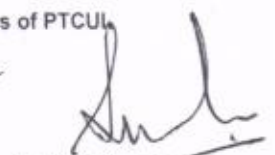
For & On behalf of the Board of Directors of PTCUL


Managing
Director

DIN:-06467944


Director
(Finance)

DIN:- 07299553


Company
Secretary

Power Transmission Corporation of Uttarakhand Limited

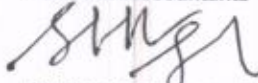
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2015

(Amount in Lacs)

	PARTICULARS	For the year ended 31.03.2015		For the year ended 31.03.2014	
A	CASHFLOW FROM OPERATING ACTIVITIES:				
	Net Profit/(loss) before tax and extra-ordinary items	4,598.57		1,381.36	
Add	Adjustment for:				
	Depreciation	6176.31		5661.29	
	Interest and Other finance charges	5420.79		5214.02	
	Provision for DTL (previous years liability)	0.00		(2994.81)	
	Provision for DTL (liability of during the year)	0.00		(812.12)	
	MAT Credit	0.00		0.00	
	Provision for current tax (MAT)	0.00		(125.72)	
	Excess provision written back	0.00		84.31	
	Operating Profit Before Working Capital Charges	16195.66		8408.32	
Add	Adjustment for Working Capital Changes				
	Increase/(Decrease) in Inventory	(1626.16)		151.17	
	Increase/(Decrease) in Debtors	(1985.36)		(882.14)	
	Increase/(Decrease) in Loans and Advances	(2392.59)		5406.08	
	Increase/(Decrease) in Current Liabilities	9546.86		4760.80	
	Cash Flow from Operations	19738.41		17844.24	
	Less-Extra ordinary item	4.30		194.10	
	Net Cash from Operating Activities		19734.11		17650.13
B	CASH FLOW FROM INVESTING ACTIVITIES:				
	Purchase & Sale of Fixed assets	(5659.26)		(13631.02)	
	Capital Work -in -progress	(1896.11)		(3,076.90)	
	Long Term Loan and advances	(5903.93)		216.21	
	Net Cash from Investing Activities	(13459.29)	(13459.29)	(16491.71)	(16491.71)
C	CASH FLOW FROM FINANCING ACTIVITIES:				
	Increase in Capital	9515.00		1660.00	
	Increase in Loans Balances & Cash Credit	(8606.35)		(233.93)	
	Increase in Contribution & Grants	(291.98)		(243.13)	
	Interest and Other finance charges paid	(5438.93)		(5133.63)	
	Other Long Term Liabilities & Provision	2711.81		879.22	
	Net Cash from Financing Activities	(2110.46)	(2110.46)	(3071.47)	-3071.47
D	NET CHANGES IN CASH AND CASH EQUIVALENTS (A+B+C)		4164.36		(1913.05)
E	OPENING CASH & CASH EQUIVALENTS		2887.82		4800.87
	CLOSING CASH & CASH EQUIVALENTS		7052.18		2887.82

Notes Referred to above form an integral part of Balance Sheet
As per our report of even date attached

For Gianender & Associates
Chartered Accountants



(CA Shashank Agrawal)

M.No. :- 536670

FRN:- 004661N

Place:- DEHRADUN

Date:- 29.03.2015



For & On behalf of the Board of Directors of PTCUL


Managing
Director


Director
(Finance)


Company
Secretary

POWER TRANSMISSION CORPORATION OF UTTARAKHAND LIMITED

Notes Forming Part of Balance Sheet & Statement of Profit & Loss

Note 1. Corporate Background and Significant Accounting Policies

PART- (A) Corporate Background

- i. As a part of Power reform Process for the State of Uttarakhand, the Uttarakhand Power Corporation Limited (UPCL) was brought into effect by the Govt. of Uttarakhand (GoU). Consequent to the unbundling of UPCL on 31.05.2004 The Power Transmission Corporation of Uttaranchal Limited (PTCUL) was incorporated on 27.05.2004 as separate Company under the Companies Act, 1956 and assigned separately the business of Transmission of Electricity and State load dispatch centre (SLDC) Function in the state of Uttaranchal. The Scope of the business, Assets & Liabilities of the said entity and other incidental & Consequential matters were laid down in the detailed transfer scheme notified by the Govt. of Uttaranchal vide Notification No. 86/1/2004-06(3) 2003 dated 31.05.2004 and 87/1/2004-06 (3) 2003 dated 31.05.2004. The Name of the Company was changed from Power Transmission Corporation of Uttaranchal Limited to Power Transmission Corporation of Uttarakhand Limited in February, 2007 and further vide its meeting held on 10th June, 2005 Board has directed that the function of State Load Dispatch Centre (SLDC) be separated from Power Transmission Corporation of Uttaranchal Ltd. by 01.10.2005.

The opening balances taken in the books of accounts as on 01-06-2004 during the period ending 31-03-2005 were provisional and subject to finalization and notification by the GoU. The opening balances transferred from UPCL as on 31-05-2005 in respect of transmission business may undergo change upon finalization of provisional transfer scheme (Transfer of Assets and Liabilities) between UPCL and UPPCL as on 19-11-2001, from where originally the assets and liabilities were transferred.

The variation in value of assets transferred and liabilities taken over as on 31-05-2004, amounting to Rs. 1888007313.36 (Previous year Rs. 1888007313.36) as per schedule 2.4 has been considered as Interest free unsecured loan. The terms and conditions have not been stipulated by the GOU in the transfer scheme as stated above.

PART – (B) SIGNIFICANT ACCOUNTING POLICIES

I. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

- (i) The Power Transmission Corporation of Uttarakhand Ltd. 'Corporation' is a Company registered under the Companies Act., 2013 and therefore the same is governed by the provisions of the Companies Act, 2013 and rules made there under.
- (ii) The Financial Statements are prepared under the Historical Cost Convention following Accrual System of accounting on a going concern concept and in consistent with the accounting policies.
- (iii) Accounting Policies are consistent with Generally Accepted Accounting Principal (GAAP) except wherever stated other wise.
- (iv) The Corporation recognizes significant items of Income and Expenditure on accrual basis and the same are charged to relevant heads of accounts.
- (v) Insurance and other Statutory Claims, Refund of Custom Duty, Interest on mobilization advance, and interest on Income Tax and Trade Tax, if any are accounted for on Cash Basis.
- (vi) Interest on Loans to staff is accounted for on receipt basis after recovery of principal in full.



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LIMITED

Notes Forming Part of Balance Sheet & Statement of Profit & Loss

- (vii) Interest on deposits with various banks is accounted for on Accrual basis.
- (viii) Interest on ADB loan has been provided @ 8% per annum (provisional).

II. GRANT IN AID:

- (i) According to the provisions of the Electricity Supply Act, 1948 Grants-in-Aid/ Subsidies received from the Central/ State Government or other authorities towards Capital Expenditure as well as consumers Contribution to Capitals works are treated as Capital Reserve after the completion of the project.
- (ii) Government Grants/ Subsidies are recognized only on reasonable assurance of the Government and compliance to the conditions attached thereto by the Corporation.
- (iii) Contribution towards deposit works has been shown under Contribution, Grant and subsidies towards cost of Capital assets in respect of completed deposit works and the same amount has been shown under the respective head of capital assets under fixed assets.

III. FIXED ASSETS:

- (i) The Gross Block of Fixed Assets is stated at cost of acquisition or construction including any cost attributable to bringing the assets to their working condition for their intended use.
- (ii) The Depreciation is provided on Straight Line method on the historical cost of Fixed Assets on pro-rata basis on other additions made during the year in accordance with the rates prescribed in Appendix VI to Para 362 of Chapter IX of Central Electricity Regulatory Commission and adopted by the State Commissions.

IV. CAPITAL WORKS IN PROGRESS:

- (i) In the case of Commissioned Assets, where final settlement of bills with Contractors is yet to be effected, capitalization is done on provisional basis subject to necessary adjustments in the year of Final Settlement.
- (ii) In respect of supply-cum-erection contracts (Turn-Key Contracts), the value of supplies received at site and accepted, is treated as Capital Works-in-Progress.
- (iii) Claims of the Price Variation in case of contracts are accounted for on acceptance of Bills.
- (iv) Value of Construction Stores, are charged to Capital Works-in-Progress as and when material is issued. The material at the year end and lying at site is treated as part of the Capital Work-in-Progress, but the material lying in the stores is grouped under the head Stores and Spares.
- (v) Employees Cost and Administrative cost incurred on supervision of Capital works are capitalized on the basis of actual expenditure incurred for the Projects.
- (vi) The amount incurred upto 33 K.V. shall be transferred to UPCL after completion of works until that it will be shown under the Note 2.10 Capital work in progress.



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LIMITED

Notes Forming Part of Balance Sheet & Statement of Profit & Loss

V. BORROWING COST:

- (i) Borrowing Costs attributable to the Fixed Assets during their construction/renovation and modernization are capitalized. Such borrowings are apportioned on the average balance of Capital Work-in-Progress for the year. Other Borrowing Costs are recognized as expense in the period in which they are incurred.
- (ii) The interest on Long Term loan taken from Asian Development Bank (ADB) has been provided @ 8% per annum (provisional) on the net loan amount after deducting grant portion (90%) on the loan from the F.Y. 2012-13. The above provision shall be adjusted/ revised once the terms and conditions of the borrowing are issued by the GoU.

VI. INVENTORIES

- (i) Cost of Inventory held by the company is individually identifiable hence these are valued at their respective cost.
- (ii) The difference between stock as per books and as per physical verification is not yet adjusted as they are subject to finalization of transfer scheme.
- (iii) The non moving stock approximately 10% of material in stock (stock as per transfer scheme) is being written off @ 2% of obsolete stock every year from F.Y 2008-09 onward.

VII. STATEMENT OF PROFIT AND LOSS:

A. INCOME RECOGNITION

- (i) Transmission Charges is accounted for on the basis of Tariff Rates, notified/ approved by the Uttarakhand Electricity Regulatory Commission (UERC).
- (ii) Interest/ Surcharge recoverable in Advances to Suppliers as well as warranty Claims/ Liquidity Damages are not treated as accrued, due to uncertainly of realization/ acceptance and are, therefore, accounted for on receipt of acceptances.
- (iii) Interest on fixed deposits kept with bank is accounted for on Accrual basis, as the deposits are held against long term loans and on capital account.
- (iv) Claims for late payment surcharge recognized according to the agreement except when it is provable that amount is not recoverable.

B. EXPENDITURE

- (i) Depreciation is charged on Straight Line Method as per rates prescribed in Appendix VI to Para 362 of Chapter IX of Central Electricity Regulatory Commission and also adopted by the State Commissions.
- (ii) Depreciation on Fixed Assets is provided on the assets in existence at the beginning of the year and on pro-rata on other additions made during the year.



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LIMITED

Notes Forming Part of Balance Sheet & Statement of Profit & Loss

- (iii) Expenses on Training, Recruitments and Research Development are charged to Revenue in the year of incurrence.

VIII.EMPLOYEE BENEFITS:

- (i) The liability for Retirement Benefits of Employees in respect of pension and gratuity has been made @ 16.78% and 2.30% respectively on the amount of Basic Pay and D.A. paid to employees, in accordance to the provisions contained in G.O. No. 248/9-3U/Pension/2002 dated 21.01.2003.
- (ii) Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.
- (iii) Defined contribution plan: Company's contributions due/ / payable during the year towards provident fund is recognized in the profit and loss account. The Company has no obligation other than the contribution payable to the contribution payable to the provident fund.
- (iv) Defined Benefit Plan: The liability in respect of the defined benefits in the form of gratuity, leave encashment, post retirement medical scheme is provided based on the actuarial valuation done as on March 31, 2015.

IX.INVESTMENTS:

- (i) Investments, if any, are stated at cost
- (ii) Long term investments are stated at cost less provision for diminution in the value of such investments. Diminution in value is provided for where the management is of the opinion that the diminution is of permanent nature. Short term investments are valued at lower of cost and net realizable value.

X. CONTINGENT LIABILITIES

- (i) These, are disclosed in the notes to the Accounts.
- (ii) Provisions A provision is recognized when the company has present obligations as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and reliable estimate can be made of amount of the obligation. Provisions are not discounted at their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.
- (iii) Contingent Liabilities A Contingent liability is a possible obligation that arises from the past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LIMITED

Notes Forming Part of Balance Sheet & Statement of Profit & Loss

XI. CASH FLOW STATEMENT

Cash flow statements are reported using the indirect method, whereby profit before tax is adjusted for the effect of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from regular operating, Investing and financing activities of the company are segregated.

XII. TAXES ON INCOME


- (i) Tax on the income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act 1961, and based on expected outcome of assessments/appeals.
- (ii) Deferred Tax is recognized on timing difference between the accounting income and the taxable income for the year and quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date.
- (iii) Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.
- (iv) Minimum Alternate Tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax. The company recognizes MAT credit available as an asset only to the extent there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT Credit is allowed to be carried forward.
- (v) Due to revision of tax return of the Assessment Year 2014-15, the Provision for Prior period expenditure of MAT (FY 2013-14) has been made in the current Financial Year 2014-15. These adjustments have been clubbed under the head of current tax in the statement of Profit & loss.


For Gianender & Associates
Chartered Accountants

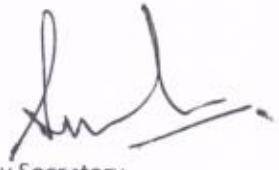


CA Shashank Agrawal
M.No.:- 536670
FRN:- 004661N

Place: DEHRADUN
Date: 29.09.2015


Managing Director
(DIN:- 06467944)


Director (Finance)
(DIN:-07299553)


Company Secretary

Power Transmission Corporation of Uttarakhand Limited

Notes Forming Part of the Balance Sheet

Note 2.1 – Share Capital

Particulars	Amount	
	(Amount in lacs)	
	As at 31.03.2015	As at 31.03.2014
Authorised Share Capital 50,00,000 Equity Shares of Rs. 1000/- each	50000.00	50000.00
Issued, Subscribed and Paid up Capital 3818400 (Previous Year 2926436) Equity Shares of Rs. 1000/- each, Fully Paid up	38184.00	29264.36
Total	38184.00	29264.36
Share Application Money (Amount received pending allotment)	1365.37	770.01
Total Application Money	1365.37	770.01

Note 2.1.1 Reconciliation of Nos. of Shares

Particulars	No. of Shares	
	(No. of Shares)	
	As at 31.03.2015	As at 31.03.2014
Number of Equity Shares at the Beginning	2926436	2506902
Add: Number of Shares issued	891964	419534
Number of Equity Shares at the end	3818400	2926436

Note : 2.1.2 Name of the Shareholders Holding more than 5% of Shares

Name	Class of Share	No. of Share holding	Percentage of holding
Governor of State of Uttarakhand	Equity Share	3818393	99.99%

Note : 2.1.3 Aggregate Number & Class of Share for the Period of 5 year immediately preceding the dates as at which Balance Sheet is Prepared

Particulars	Amount	
	(Amount in lacs)	
	As at 31.03.2015	As at 31.03.2014
Alloted as fully Paid-up pursuant to contract without Payment received in		
(a) Cash	—	—
(b) Alloted as Fully paid-up by way of Bonus Share	—	—
(c) Brought Back	—	—



Power Transmission Corporation of Uttarakhand Limited
Notes Forming Part of the Balance Sheet

Note 2.2 – Reserve & Surplus

S.NO.	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Surplus (Profit & Loss Account)		
	As per Last Balance Sheet	(12304.96)	(9643.87)
	Add: Profit/(loss)for the year	12062.34	333.72
	Gross Accumulated Profit/(loss)	(242.62)	(9310.15)
	Add: (Provision)/Reversal of DTL	0.00	(2994.81)
	Add: Provision of DTA	0.00	0.00
	Subtotal	(242.62)	(12304.96)
2	Contribution towards Deposit Works		
	Opening Balance	5670.21	5913.34
	Add: During the Year	130.78	174.99
	Less: Value written-off during the year (Equivalent to Depreciation during the Year on Deposit work assets)	422.76	418.12
	Subtotal	5378.23	5670.21
	Grand Total	5135.61	-6634.75



Power Transmission Corporation of Uttarakhand Limited

Notes Forming Part of the Balance Sheet
Note 2.3 – Long Term Borrowings

S.NO.	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
	Secured loans:-		
	Term Loan From Financial Institution		
A	Loan from REC		
1	R.E.C. I & III- SCHEME CODE- (270001 to 270003) & 14500011		
2	R.E.C. II - SCHEME CODE -(1450001 to 1450008)	7955.76	9384.21
3	R.E.C. IV -SCHEME CODE- 1450009	5979.63	7149.79
4	R.E.C. -V SCHEME CODE-1183637	8504.16	7858.05
5	REC XI- SCHEME CODE 5787	6279.81	6631.35
6	REC SCHEME CODE 4365	1213.33	1213.33
7	REC SCHEME CODE 5072	770.85	770.85
8	REC SCHEME CODE 5762	318.51	318.51
9	REC SCHEME CODE 5011	302.55	181.72
10	REC SCHEME CODE 5531	188.15	188.15
11	REC SCHEME CODE 5533	363.79	363.79
12	REC SCHEME CODE 5534	302.58	302.58
13	REC SCHEME CODE 6410	224.94	224.94
14	REC SCHEME CODE 5763	696.49	696.49
15	REC SCHEME CODE 7085	348.57	0.00
	Total Secured loans from REC	461.84	0.00
B	Loan from NABARD	33910.96	35283.77
C	Loan from PFC	0.00	1883.20
1	PFC (NABARD GAP FUNDING) - Scheme no. 09303001		
2	PFC (Capital R&M) - 9303002	12248.00	11480.08
3	PFC (Computer Loan) - 9312001	2227.18	2401.86
5	PFC - 09303005	9.46	22.07
6	PFC - 09303006	130.61	0.00
7	PFC - 09303007	183.79	0.00
8	PFC - 09303008	313.32	0.00
9	PFC - 09303009	137.92	0.00
10	PFC - 09303010	39.77	0.00
11	PFC - 09303012	183.18	0.00
12	PFC STL - 9322003	532.99	0.00
13	PFC STL - 9322002	1507.77	0.00
	Total Secured loans from PFC	0.00	1300.00
D	Loan from Asian Development Bank (ADB)	17514.00	15204.01
E		6029.55	6029.55
	TOTAL (A+B+C+D)	57454.51	58400.53

Note: The above loans have been secured by hypothecation of existing / future assets except REC-I Loan which is secured through State Government Guarantee.

Other loans & Advances

F	Uttarakhand Government Loan (Difference of Transfer Scheme)	18880.07	18880.07
	TOTAL (F)	18880.07	18880.07
G	Less: Current Maturity	7660.34	
	TOTAL (E+F-G)	68674.25	77280.60

Note : 2.3.1 Terms of Repayments of Long Term Borrowings

Sr. No	Particulars	Amount	
		As at 31.03.2015	
		As at 31.03.2015	As at 31.03.2014
1	Terms of Repayments of PFC STL		
	First Year		
	Second Year	1507.77	1300.00
	Third Year to Fifth Year	0.00	0.00
2	Other Loans (Refer Point 2.4.2)	0.00	0.00
	Total	67166.48	77280.60
		68674.25	77280.60

Note 2.4.2

Loan of REC will be repaid in 10 years.
Loan of PFC (Different loan) will be paid within a period of 5 to 10 years
Loan of PFC STL will be paid in 01 year
Period of ADB Loan is not yet ascertained



Power Transmission Corporation of Uttarakhand Limited

Notes Forming Part of the Balance Sheet

Note : 2.4 Deferred Tax Liabilities

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Opening balance		
	During the year	3806.93	2994.81
		-3806.93	812.12
	Total	0.00	3806.93
			3806.93

Note : 2.5 Other Long Term Liabilities

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
	Other Than Trade Payable		
1	Security Deposit		
2	Retention Money	539.30	521.14
3	UPCL Payable	4136.41	4268.33
4	Deposits for Electrification	1648.72	1648.73
		7285.90	4610.41
	Total	13610.33	11048.61

Note : 2.6 Long Term Provisions

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
	Provision for Employee Benefits		
1	Provision for Pension	620.98	623.77
2	Provision for Gratuity	780.95	628.08
	Total	1401.93	1251.85

Note : 2.7 Trades Payable

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Capital Supplies/Works	4452.79	2634.69
2	O&M Supplies/Works	1077.76	1064.86
	Total	5530.56	3699.55

Note : 2.8 Other Current Liabilities

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Security Deposit & Retention Money from Contractors/Suppliers	435.50	372.91
2	Other Liabilities	2009.10	2039.19
3	Interest Accrued & due on Borrowings	527.22	545.36
4	MAT (Minimum Alternative Tax) of during the year	1088.70	125.72
5	MAT of prior period (FY 2013-14)	199.15	0.00
6	Current Maturity of Long Term Borrowing (refer note no. 2.3)	7660.34	0.00
	Total	11920.01	3083.17

Note : 2.9 Short Term Provisions

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
	Provision for Employee Benefits		
1	Provision for Leave Encashment	1978.25	1997.03
	Other Provision	1171.08	1129.30
	Total	3149.33	3126.33



Power Transmission Corporation of Uttarakhand Limited
Notes Forming Part of the Balance Sheet
As at 31ST MARCH 2015

Note : 2.10 Fixed Assets

(Amount in lacs)

Sl. NO	Particulars	Rate of Dep. (in %)	Gross Block			Provision of Depreciation			Net Block			
			Value at the beginning	Additions during the year	Deductions during the year	Value at the end	Value at the beginning	Additions during the year	Deductions during the year	Value at the end	WDV as on 31.03.2015	WDV as on 31.03.2014
1	2		3	4	5	6	7	8	9	10	11	12
A Tangible Assets												
1	Land and Rights		3907.06	0.00	13.77	3893.29	410.20	102.97	0.00	513.17	3380.12	3496.87
2	Buildings	3.34	6962.73	37.40	0.00	7000.13	2361.17	236.32	0.00	2597.50	4402.63	4601.55
3	Hydraulic Works	5.28	149.42	0.00	0.00	149.42	12.20	7.89	0.00	20.09	129.34	137.23
4	Other Civil Works	3.34	604.75	1.87	0.00	606.62	131.67	23.94	0.00	155.62	451.01	473.08
5	Plant & Machinery	5.28	54250.99	5061.64	716.06	58596.57	23305.88	4593.46	26.06	27873.28	30723.29	30945.11
6	Lines&Cable Network	5.28	53233.38	3950.87	2.09	57182.16	12072.59	3941.56	0.00	16014.15	41168.02	41160.79
7	Vehicles	9.5	89.84	0.00	0.00	89.84	75.46	8.54	3.14	80.86	8.98	14.38
8	Furniture and Fixtures	6.33	205.55	54.41	0.00	259.96	50.64	13.66	0.00	64.29	195.67	154.91
9	Office Equipment	6.33	201.76	20.96	0.60	222.13	51.75	12.84	0.28	64.31	157.82	150.01
	SUB TOTAL (A)		119605.49	9127.17	732.52	128000.14	38471.56	8941.17	29.47	47383.26	80616.88	81133.93
B Capital Work in Progress												
	CWIP		18862.46	8893.63	6997.52	20758.57	0.00	0.00	0.00	0.00	20758.57	18862.46
	SUB TOTAL (B)		18862.46	8893.63	6997.52	20758.57	0.00	0.00	0.00	0.00	20758.57	18862.46
	SUB TOTAL (A+B)		138467.95	18020.80	7730.04	148758.71	38471.56	8941.17	29.47	47383.26	101375.45	99996.40
	PREVIOUS YEAR		121783.33	41757.48	25072.85	138487.95	32833.57	5661.29	23.30	38471.56	99996.40	

Note:- Actual addition in Fixed Assets during the year is Rs 6814.26. The remaining addition Rs 2312.91 (9127.17 - 6814.26) shown during the year is just an adjustment entry of assets pertaining to deposit works of previous years. (The deposit work assets have to be amortised through AG -12 instead of AG-10 as per the direction of statutory auditors of FY 2014-15).



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.
Notes Forming Part of the Balance Sheet

Note : 2.11 Long Term Loans and Advances			
(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
	Secured		
1	Advance for Capital Supplies/ Works	14,025.21	8,121.28
	Total	14,025.21	8,121.28

Note : 2.12 Deferred Tax Assets			
(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
1	Deferred Tax Assets	3,686.60	-
	Total	3,686.60	-

Note : 2.13 Inventories			
(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
	Stores & Spares		
1	Stock Material at Construction Stores	3,994.32	2,382.23
2	Stock Material at Other Stores	312.39	298.31
3	Other Material Account	41.34	41.34
	Total	4,348.05	2,721.89

Note 2.13.1 The Store & Spare of the company is valued at Cost.

Note : 2.14 Trade Receivables			
(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
	Outstanding for less than six months		
	Unsecured, Considered Good		
1	Uttarakhand Power Corporation Limited	4,185.30	1,891.23
2	Bhilangna Hydro Power Ltd.	115.89	424.61
	Total	4,301.20	2,315.84



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.

Notes Forming Part of the Balance Sheet

Note : 2.15 Cash & Cash Equivalent

(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
A	Cash or Cash Equivalents		
1	Balance With Banks		
a	Punjab National Bank	6484.73	2087.39
b	State Bank of India	32.08	101.89
2	Cash-in-Hand (Including Imprest)	4.05	2.16
3	Remittance in Transit	531.33	696.38
	Sub Total (A)	7052.18	2887.82
	Total (A)	7052.18	2887.82

Note :2.16 Short Terms Loans and Advances

(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
	Other Loans & Advances		
1	Advance Recoverable in cash or kind for value to be received		
	Advance for O & M Supplies/Works	965.43	986.14
	Loans & Advances to staff	23.27	25.14
	MAT Credit	1136.67	0.00
2	Sundry Receivable	6021.97	5932.83
3	Inter Unit Transaction	85.69	102.96
4	TDS Receivable	5949.67	3606.37
	Total	14182.71	10653.44



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.
Notes Forming Part of Statement of Profit & Loss

Note : 2.17 Revenue From Operations			
(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
1	Revenue from Transmission Charges		
(A)	Revenue from UPCL	22971.29	19248.55
(B)	Revenue from SLDC	785.09	170.47
(C)	Revenue from BHPL	461.71	808.91
	Total	24218.09	20227.93

Note : 2.18 Other Income			
(Amount in lacs)			
Sr. No	Particulars	Amount	
		As at 31.03.2015	As at 31.03.2014
1	Delayed payment charges (LPS from M/s BHPL)	55.11	46.70
2	Interest on Advance to Contractors/Suppliers	10.17	5.78
3	Sale of Scrap	0.00	0.00
4	Sale of Tender Form	27.36	19.35
5	Registration Fees	3.84	2.47
6	Forfeited earnest money/security money	66.78	0.16
7	Balance Misc. Receipts includes resignation fees, open access fees, connectivity charges, supervision charges etc)	7.88	187.28
8	Recoveries for Transport Facilities	3.38	3.30
9	Income from Inspection House	0.95	1.18
10	Rental from Staff	2.23	2.76
11	Excess found on physical verification of Fixed assets	0.34	0.94
12	Penalties for delay in Supplies/Execution of Works	63.57	44.53
13	Receipt of Fees under Right to Information Act-2005	0.00	0.02
14	Rental from Contractors	0.67	0.34
	Total	242.27	314.83



Note : 2.19 Employee Benefit Expense

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Salary, Wages, Allowances and Bonus	3836.65	3584.76
3	Director's Remuneration	49.05	44.37
4	Other Staff Cost/Welfare Expense	435.29	599.61
5	Terminal Benefits	863.89	832.05
	Total	5184.88	5060.78

POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.

Notes Forming Part of Statement of Profit & Loss

Note : 2.20 Financial Expenses

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Interest on PFC Loan	1946.51	1664.78
2	Interest on REC Loan	3372.90	3309.04
3	Interest on NABARD Loan	101.37	240.19
4	Other Bank Charges	2.10	0.01
	Total	5422.88	5214.02

Note : 2.21 Depreciation and Amortization Expense

Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Depreciation & amortization exp.	6176.31	5638.79
	Total	6176.31	5638.79



POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.
Notes Forming Part of Statement of Profit & Loss

Note : 2.22 Other Expense			
Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
	Indirect Expenses		
A	Repairs & Maintenance Expense		
1	Plant and Machinery	1004.58	1220.65
2	Building & Civil Works	245.72	114.69
3	Lines, Cables Work, etc.	403.48	523.86
4	Others	2.60	7.69
	Total R&M expenses (A)	1656.38	1866.89
B	Administrative & Gen. expenses		
1	Rent		
2	Rates & Taxes	0.00	0.64
3	Insurance of Assets	0.03	0.88
4	Telephone & Trunk Calls	0.60	0.92
5	Postage & Telegrams	80.85	51.23
6	Legal Charges	1.37	1.66
7	Audit Fee & expenses	12.54	6.93
8	Consultancy Charges	10.16	10.61
9	Other Professional Charges	48.93	48.07
10	Training Expenses	61.81	20.91
11	Conveyance Charges	13.46	83.81
12	Travelling expenses	5.31	3.97
13	Vehicle Expenses	43.68	43.12
14	Hiring Charges of Vehicles	60.14	57.15
15	Local outdoor Duty Allowance	141.33	96.91
16	Fees and Subscription	8.24	5.10
17	Books and Priodicals	235.90	254.55
18	Printing of Stationary	0.29	0.98
19	Advertisment Expenses	20.47	28.06
20	Electricity Charges	70.31	56.26
21	Security Guard Payment	17.71	20.34
22	Water Charges	512.29	432.74
23	Entertainment	4.68	9.17
24	Misc. Expenses includes expenses related to computer peripherals, sports, coal reimbursement etc	4.97	0.05
		65.01	62.57
25	Corporate social responsibility expenditure	1.25	
	Total A&G expenses (B)	1421.33	0.00
	Total (A+B)	3077.71	1296.61
			3163.50

POWER TRANSMISSION CORPORATION OF UTTARAKHAND LTD.
Notes Forming Part of Statement of Profit & Loss

Note : 2.23 Extra Ordinary Item			
Sr. No	Particulars	(Amount in lacs)	
		Amount	
		As at 31.03.2015	As at 31.03.2014
1	Stock Written off	4.30	4.30
2	Provision for Sundry Debit balances		189.80
	Total	4.30	194.10



Power Transmission Corporation of Uttarakhand Limited

Notes Forming Part of the Balance Sheet

2.24. The Company, Power Transmission Corporation of Uttarakhand Limited has received Equity Share Capital amounting to Rs. 95.15 Crores (previous year Rs. 16.60 Crores) from the Government of Uttarakhand during the year 2014-15. Allotment of shares against the same has been made to the extent of Rs. 89.20 Crores (previous year Rs 41.95 Crores) and the share Application Money Pending Allotment as on 31.03.2015 is Rs. 13.65 Crores. (Previous year Rs. 7.70 Crores).

2.25. **Contingent liabilities;**

- (a) The estimated amount of the contracts remaining to be executed on capital account is Rs. 1472.91 crores (Previous year Rs. 759.32 crores) in respect of contracts executed from the date of incorporation of PTCUL to 31st March, 2015.
- (b) The estimated amount of contracts remaining to be executed on capital account and not provided for is not ascertainable, prior to the date of incorporation because of works details have not been furnished by UPCL under the transfer scheme.

2.26. **Payment made to Auditors**

Particulars	(Amount in Rupees)	
	Year ended 31.03.2015	Year ended 31.03.2014
Audit fees- Current year (excluding service tax)	220000.00	220000.00
Provision for Reimbursement of expenses	110000.00	110000.00
Total	330000.00	330000.00

2.27. **Related Party Disclosure:**

KEY MANGEMENT PERSONNEL:

Shri A.K Jain	Chairman(w.e.f. 27.01.2014 to 26.06.2014)
Shri Umakant Panwar	Director and Chairman (w.e.f. 26.06.14)
Shri Rakesh Sharma	Director (w.e.f. 17.09.2011)
Shri S. Ramaswamy	Director (w.e.f. 18.03.2011)
Shri Shailesh Bagauli	Director (w.e.f. 26.02.15 to 21.05.15)
Shri J. L. Bajaj	Director (w.e.f. 29.12.2006)
Shri S.S. Yadav	MD, PTCUL (w.e.f. 23.02.2013)
Shri G. P. Patel	Director (w.e.f. 12.04.11 to 31.01.15)
Shri Shivendra Nath Verma	Director (w.e.f. 31.01.2015)
Shri M.C. Joshi	Director (w.e.f. 13.09.2013 to 28.05.2014)
Shri Shiv Kumar Sharma	Director (HR) (w.e.f. 31.05.2011 to 20.04.15)
Shri Shrawan Kumar Sharma	Director (Project) (w.e.f. 20.03.2014)
Shri Anil Mittal	Director (F) (w.e.f. 09.05.2012 to 03.06.2014)
Shri R.K. Sharma	Director (O&M) (w.e.f. 26.03.2014)
Shri Praveen Tandon	Company Secretary (w.e.f. 10.05.2012)



Power Transmission Corporation of Uttarakhand Limited

Notes Forming Part of the Balance Sheet

Director's Remuneration:

Particulars	(Amount in Rupees)	
	Year ended 31.03.2015	Year ended 31.03.2014
Salaries and Allowances	4904846.00	4436713.00
Perquisites/reimbursement	0.00	0.00
Total	4904846.00	4436713.00

- 2.28. The Corporation operates in one segment only i.e. Transmission of Power hence, disclosure under Accounting Standard (AS) 17 "Segment Reporting" does not required.
- 2.29. Based on the information available with the Company, there are no supplier/service providers who are registered as Micro, Small or Medium enterprises under "The Micro, Small and Medium Enterprises Development Act, 2006" as on 31st March, 2015. No payment is due for more than 30 days as at 31st March, 2015 in respect of purchases/services made from Small Scale/ancillary industries.
- 2.30. The company has recognized for late payment surcharge of Rs. 55.11 lakhs (Previous Year Rs. 46.70 lakhs) recoverable from M/s BHPL on account of non-payment of transmission charges for Component B.
- 2.31. Interest on Mobilization Advance amounting to Rs 3.46 crores has been recovered from M/s L&T in April 2013 against Construction Contract for 400 KV Loharinagpala-Koteshwar Line. The interest has been treated as current liability and shown under Other Current Liabilities in the balance sheet in Note No. 2.8.
- 2.32.
- I. Inter-Units Balances amounting to Rs 85.69 lacs (net) (Previous year 102.96 lacs (net)) as per Note 2.15 are under reconciliation and the effect of reconciliation shall be provided in the ensuing years.
 - II. On an overall basis the Current Assets (Except Inventory for which decrease & depletion is not yet worked out), Loans and Advances have a value on realization in the ordinary course of business at least equal to amounts that are stated in the Balance Sheet.
 - III. An Amount of Rs 1648.73 lacs (Previous year Rs. 1648.73 lacs) as per Note no. 2.5 shown under "Other Long Term Liabilities" payable to UPCL represents amounts directly transferred by UPCL to various PTCUL units between 01.06.04 to 31.03.15, which is under reconciliation with UPCL. The effect thereof on the accounts is not ascertainable.
 - IV. Figures have been rounded off to the nearest rupees.
 - V. Foreign Exchange Earning & Outgo is nil during the year.

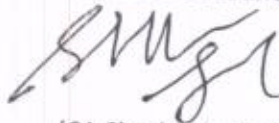


Power Transmission Corporation of Uttarakhand Limited

Notes Forming Part of the Balance Sheet

- VI. Previous year's figures have been regrouped/rearranged/recast, wherever necessary, to make them Comparable with the current year's figures.
- VII. The outstanding balances as on 31.3.2015 for the amount receivable from supplier/contractors/ employees/other parties is Rs 150.14 crores (net) (Previous year Rs 91.33 crores (net)). The outstanding balances as on 31.3.2015 for the amount due to suppliers/contractors/ employees/other parties as on 31.03.2015 is Rs 102.06 crores (net) (Previous year Rs 84.89 crores). Most of the balances pertain to suppliers of capital works for which the party-wise details are available. However, there are some balances as on 31.05.2004 (prior to incorporation of the company) for which the party-wise break-up is not available. In the FY 2013-14, a provision of Rs 1.90 crores has been made for old outstanding advances for which a full detail were not available.
- VIII. Due to revision of tax return of the Assessment Year 2014-15, the Provision for expenditure of MAT (FY 2013-14) amounting Rs 199.15 lacs has been made in the current Financial Year 2014-15 as a prior period expense which has been clubbed under the head of current tax in the statement of Profit & Loss.


For Gianender & Associates
Chartered Accountants



(CA Shashank Agrawal)
M.No.:- 536670
FRN:- 004661N



Managing Director
(DIN:- 06467944)



Director (Finance)
(DIN:-07299553)



Company Secretary

Place: DEHRADUN
Date: 29.09.2015