

INDEPENDENT AUDITOR'S REPORT**To the Members of****RAILWAY ENERGY MANAGEMENT COMPANY LIMITED****Report on the Financial Statements**

We have audited the accompanying financial statements of Railway Energy Management Company Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the 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 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 the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of 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 statement 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 standard 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.



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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 control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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, 2015, its Profit and its cash flows for the year ended on that date.

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 Companies Act, 2013, we give in the Annexure –"1" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. In terms of Section 143(5) of the Companies Act, 2013, we give in the Annexure "2" a Statement on the directions issued under the aforesaid section by the Comptroller and Auditor General of India.
3. 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 purpose 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. 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 Company (Accounts) Rules, 2014.



- e. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to 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.

For A. B. BANSAL & COMPANY
CHARTERED ACCOUNTANTS
Firm Registration. No. 010538N

(SUNNY KOHLI)
PARTNER
M. No. 513283
PLACE: New Delhi
DATED: 13-07-2015



ANNEXURE –“1” TO THE AUDITOR’S REPORT OF EVEN DATE

Re.: RAILWAY ENERGY MANAGEMENT COMPANY LIMITED

I. (a) The Company has No Fixed Asset, Only Capital Work in Progress of Wind Mill Project.

(b) N.A

II. The nature of business of the Company does not require it to have any inventory. Hence the said clause is not applicable to the company.

III. The company has not granted any loans Secured or unsecured to Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.

IV. In our opinion and according to the information and explanations given to us, there are adequate internal control system commensurate with the size of the company and the nature of its business with regard to purchases of Fixed Assets and for the sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in the internal control system.

V. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits hence provisions of sections 73 to 76 or any other provision of the Companies Act and rules framed thereunder, , are not applicable.

VI. As per information given to us, the Central Govt. has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013 for the Company.

VII.(a) In the year under report, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including Service Tax, TDS, income tax, etc. dues applicable to the Company.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, TDS, Service Tax and cess were in arrears, as at 31st March, 2015 for a period of more than six months from the date of they became payable.

(b) According to the information and explanation given to us, there are no dues of sales tax, income tax, customs duty, wealth tax, excise duty and cess which have not been deposited on account of any dispute.

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- (c) According to the information and explanation given to us, No amount is required to be transferred to investor education and protection fund in accordance with the relevant provision of the Companies Act, 1956 (1 of 1956) and rules made there under.
- VIII. The Registration of the Company is not Five years older ; hence said clause is not applicable to the company.
- IX. According to the records of the Company examined by us and as per information and explanations given to us , the company has not availed any loans from any financial institutions or banks and has not issued debentures.
- X. According to the information and explanations given to us, the Company has not given any guarantees for loans taken by others from banks or financial institutions during the year.
- XI. According to the records of the Company examined by us and as per information and explanations given to us, the company has not raised any term loans during the year.
- XII. During the course of our examination of books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor we have been informed of such cases by the management.

For A. B. BANSAL & COMPANY
CHARTERED ACCOUNTANTS
Firm Registration. No. 010538N

(SUNNY KOHLI)
PARTNER
M. No. 513283
PLACE: New Delhi
DATED: 13-07-2015



ANNEXURE –“2” TO THE AUDITOR’S REPORT OF EVEN DATE

Re.: RAILWAY ENERGY MANAGEMENT COMPANY LIMITED

Based on the verification of Records of the Company and information and explanations given to us, we report that:

- a) The Company has not been selected for disinvestment during the year.
- b) There are no cases of waiver/write off of debts, loans/ interest etc. during the year.
- c) The Company has no inventory in hand and also with third parties.
- d) The Company does not have any pending legal/arbitration case.

For A. B. BANSAL & COMPANY
CHARTERED ACCOUNTANTS
Firm Registration. No. 010538N

(SUNNY KOHLI)
PARTNER
M. No. 513283
PLACE: New Delhi
DATED: 13-07-2015



RAILWAY ENERGY MANAGEMENT COMPANY LTD

BALANCE SHEET AS AT 31st MARCH, 2015

PARTICULARS	NOTE NO.	AS AT 31.03.2015	AS AT 31.03.2014
(₹ in lacs)			
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
SHARE CAPITAL	2.1	3,000.00	1,000.00
RESERVES AND SURPLUS	2.2	(1.31)	(23.37)
		2,998.69	976.63
CURRENT LIABILITIES			
TRADE PAYABLES	2.3	87.41	38.61
OTHER CURRENT LIABILITIES	2.4	8.89	62.88
		96.30	101.49
TOTAL EQUITY AND LIABILITIES		3,094.99	1,078.12
ASSETS			
NON CURRENT ASSETS			
FIXED ASSETS			
CAPITAL WORK-IN-PROGRESS	2.5	1,451.82	29.52
DEFERRED TAX ASSETS (NET)	2.6	8.34	10.46
OTHER NON CURRENT ASSETS	2.7	3.89	3.81
		1,464.05	43.79
CURRENT ASSETS			
TRADE RECEIVABLES	2.8	33.83	-
CASH AND BANK BALANCES	2.9	1,558.25	1,000.00
SHORT TERM LOANS AND ADVANCES	2.10	10.45	-
OTHER CURRENT ASSETS	2.11	28.41	34.33
		1,630.94	1,034.33
TOTAL ASSETS		3,094.99	1,078.12
SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO ACCOUNTS FORM AN INTEGRAL PART OF FINANCIAL STATEMENTS	1&2		

For and on behalf of the Board


Rajeev Mehrotra
Chairman


H. K. Bali
Director

As per our report of even date attached


SUNNY KOHLI
Partner
Membership No. 513283
For AB Bansal & Company
Chartered Accountants
FRN : 010538N



Place: New Delhi
Dated : 13th July, 2015

RAILWAY ENERGY MANAGEMENT COMPANY LTD

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2015

PARTICULARS	NOTE NO.	(₹ in lacs)	
		YEAR ENDED 31.03.2015	PERIOD ENDED 31.03.2014
REVENUE			
REVENUE FROM OPERATIONS	2.12	26.37	-
OTHER INCOME	2.13	137.24	38.14
TOTAL REVENUE		<u>163.61</u>	<u>38.14</u>
EXPENDITURE			
FEE FOR SERVICES OBTAINED	2.20	124.61	36.02
OTHER EXPENSES	2.14	6.91	35.95
TOTAL EXPENDITURE		<u>131.52</u>	<u>71.97</u>
PROFIT BEFORE TAX		<u>32.09</u>	<u>(33.83)</u>
TAX EXPENSES			
- CURRENT YEAR		(7.91)	-
- DEFERRED TAX (NET)	2.6	(2.12)	10.46
PROFIT AFTER TAX		<u>22.06</u>	<u>(23.37)</u>
EARNING PER SHARE (EQUITY SHARE OF ₹ 10/- EACH) -			
BASIC & DILUTED		₹ 0.16	₹ (0.37)
WEIGHTED AVERAGE NUMBER OF EQUITY SHARES		1,34,52,055	62,46,575
USED IN COMPUTING EARNING PER SHARE			

For and on behalf of the Board

Rajeev Mehrotra
Chairman

H. K. Bali
Director

As per our report of even date attached

SUNNY KOHLI
Partner
Membership No. 513283
For AB Bansal & Company
Chartered Accountants
FRN : 010538N



Place: New Delhi

Dated : 13th July, 2015

RAILWAY ENERGY MANAGEMENT COMPANY LTD

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

PARTICULARS	NOTE NO.	(₹ in lacs)	
		YEAR ENDED 31.03.2015	YEAR ENDED 31.03.2014
CASH FLOW FROM OPERATING ACTIVITIES			
NET PROFIT/(LOSS) BEFORE TAX		32.09	(33.83)
ADJUSTMENTS FOR:			
- INTEREST FROM FDs/OTHERS		(136.99)	(38.14)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(104.90)	(71.97)
CHANGE IN WORKING CAPITAL:			
ADJUSTMENTS FOR (INCREASE)/DECREASE IN OPERATING ASSETS:			
- TRADE RECEIVABLES		(33.83)	-
- LOANS AND ADVANCES AND OTHER ASSETS		(6.64)	-
ADJUSTMENTS FOR INCREASE/(DECREASE) IN OPERATING LIABILITIES:			
- TRADE PAYABLES		48.80	38.61
- OTHER LIABILITIES AND PROVISIONS		(53.99)	62.88
CASH GENERATED FROM OPERATIONS		(150.56)	29.52
Less : TAXES PAID		(11.80)	(3.81)
NET CASH FROM OPERATING ACTIVITIES		(162.36)	25.71
CASH FLOWS FROM INVESTING ACTIVITIES			
- CAPITAL WORK IN PROGRESS		(1,422.30)	(29.52)
- DEPOSITS NOT CONSIDERED AS CASH AND CASH EQUIVALENTS		(155.10)	(999.00)
- INTEREST ACCRUED NOT CONSIDERED AS CASH AND CASH EQUIVALENTS		8.47	(34.33)
- INTEREST INCOME		136.99	38.14
NET CASH FROM INVESTING ACTIVITIES		(1,431.94)	(1,024.71)
CASH FLOW FROM FINANCING ACTIVITIES			
- ISSUE OF EQUITY SHARES		2,000.00	1,000.00
NET CASH FROM FINANCING ACTIVITIES		2,000.00	1,000.00
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		405.70	1.00
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR/PERIOD		1.00	-
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR/PERIOD	2.15	406.70	1.00

NOTE: CASH AND CASH EQUIVALENTS CONSIST OF CASH AND BANK BALANCES INCLUDING FDs & INTEREST ACCRUED HAVING MATURITY 3 MONTHS OR LESS FROM THE DATE OF ACQUISITION AND LIQUID INVESTMENTS



Rajeev Mehrotra
Chairman

For and on behalf of the Board



H. K. Bali
Director

As per our report of even date attached

SUNNY KOHLI
Partner

Membership No. 513283
For AB Bansal & Company
Chartered Accountants
FRN : 010538N



Place: New Delhi
Dated : 13th July, 2015

1.0 SIGNIFICANT ACCOUNTING POLICIES

1.1 GENERAL

Financial statements are prepared under historical cost convention on accrual basis and in conformity with applicable Indian Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and provisions of the Companies Act, 2013. This is the second year of operations as the date of incorporation is 16.08.2013 and date of commencement of business is 01.10.2013.

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and reported amounts of revenues and expenses for the period. Actual results could differ from these estimates.

1.2 REVENUE RECOGNITION

1.2.1 Wind Mill Projects

Revenue from sale of power through wind mill projects is recognized on the basis of certificate from concerned State Electricity Authority for energy fed in kwh (units) in authority's system and as per terms and conditions of the contract with beneficiary

1.2.2 Power Trading

Income from sale of electricity is recognized as per the terms and conditions of the Agreement with the beneficiary.

1.2.3 Other Income

Other income is accounted for on accrual basis except claims/ supplementary claims / counter claims/interest on delayed payments / awards in favour of the Company etc., which are accounted for on final settlement / realization. Dividend is recognized when right to receive it is established.

1.3 WORK IN PROGRESS

1.3.1 Work in progress is recognized based on direct costs incurred on the activities which are in progress at end of the year.

1.4 TANGIBLE FIXED AND INTANGIBLE ASSETS

- a) Tangible Fixed Assets are stated at historical cost less accumulated depreciation and impairment losses, if any.
- b) Incidental expenditure during construction period including interest charges incurred upto the date of completion, net of interest recovered on mobilisation advance, are capitalised.
- c) Intangible Assets are recognized at the consideration paid for acquisition less accumulated amortization and impairment losses, if any.
- d) Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

1.4.1 Depreciation and Amortization

- a) Depreciation and amortization on tangible fixed assets and intangible assets are provided on straight line method over the estimated useful life



determined by management. Except assets referred in sub paragraphs from (d) to (g) below, rest of assets have been followed the useful lives of assets as prescribed in part C of schedule II of the Companies Act, 2013. In respect of additions to/ deductions from the assets during the year, depreciation/ amortization is charged on pro rata basis.

- b) The useful life and depreciation/amortization rates of the various assets, are as under:-

Assets	Useful Life (Years)	Depreciation/ Amortization Rate (%)
Furniture	10	10.00
Fixture	5	20.00
Office Equipment	5	20.00
Coolers & Air Conditioners	7	14.29
Air Conditioning Plant	15	6.67
Computer Hardware	3	33.33
Survey and Equipments	10	10.00
Vehicles	8	12.50
Buildings on Freehold land	60	1.67
Windmill plant	25	4.00
Intangible Assets	4	25.00

- c) Any addition or extension, which becomes an integral part of the existing asset, is depreciated over the remaining useful life of that asset.
- d) Lease hold land is amortized over the lease term.
- e) In respect of buildings on lease hold land, depreciation is charged over the period of lease of land or the useful life stated above for buildings on freehold land, whichever is lower.
- f) As per company's assessment, Fixtures and Coolers & Air Conditioners have lower useful lives of 5 & 7 years respectively than prescribed in part C of schedule II of the Companies Act, 2013 of 10 years each. Therefore depreciation is charged at higher rate than prescribed under the Companies Act, 2013.
Windmill Plant have higher useful life of 25 years than prescribed in part C of schedule II of the Companies Act, 2013 of 22 years. Therefore depreciation, is charged at lower rate than prescribed under the Companies Act, 2013.
- g) Individual low cost assets of value less than Rs. 5,000/- and software of value less than Rs. 100,000/- are entirely depreciated/amortized in the year of acquisition.
- h) A nominal value of Re. 1/- is assigned to fully depreciated assets other than assets specified at (g) above.



1.4.2 Capital Work in Progress

Assets which are not ready for their intended use or under capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

1.5 TAXES

Taxes including current income tax are computed using the applicable tax rates and tax laws. Liability for additional taxes, if any, is provided/paid as and when assessments are completed.

1.6 DEFERRED TAX

Deferred Tax resulting from "Timing Difference" between book and taxable profits is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is reasonable certainty that assets will be realized in future from the future taxable income.

1.7 PREPAID EXPENSES AND PRIOR PERIOD ADJUSTMENTS

Prepaid expenses and prior period adjustments upto Rs. 50,000/- in each case are treated as expenditure/income of the year and accounted for to the natural head of accounts.

1.8 CASH AND CASH EQUIVALENTS

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short term balances with an original maturity of three months or less from the date of acquisitions which are readily convertible into known amounts of cash and be subject to an insignificant risk of change in value.

1.9 CASH FLOW STATEMENT

Cash flow statement is made using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, financing and investing activities of the Company are segregated.

1.10 EARNINGS PER SHARE

In determining earnings per share, the company considers the net profit after tax and includes the post tax effect of any extraordinary item. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period.

1.11 IMPAIRMENT OF ASSETS

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement of Profit & Loss.



2 NOTES TO ACCOUNTS FOR THE YEAR ENDED 31st MARCH, 2015

FIGURES IN FINANCIAL STATEMENTS ARE PRESENTED IN ₹ LACS, BY ROUNDING OFF UPTO TWO DECIMALS EXCEPT FOR PER SHARE DATA AND AS OTHERWISE STATED. PREVIOUS YEAR FIGURES HAVE BEEN REGROUPED/RECASTED/REARRANGED, WHEREVER NECESSARY.

2.1 SHARE CAPITAL

PARTICULARS		(₹ in lacs)	
		AS AT 31.03.2015	AS AT 31.03.2014
2.1.1 AUTHORISED			
50,000,000 (PREVIOUS YEAR 50,000,000) EQUITY SHARES OF ₹ 10/- EACH		5000.00	5000.00
2.1.2 ISSUED, SUBSCRIBED AND FULLY PAID-UP			
30,000,000 (PREVIOUS YEAR 10,000,000) EQUITY SHARES OF ₹ 10/- EACH		3000.00	1000.00
		3000.00	1000.00
2.1.3 RECONCILIATION OF NUMBER OF EQUITY SHARES			
AS PER LAST BALANCE SHEET	No. of Shares	(₹ in lacs)	No. of Shares
ADD: DURING THE YEAR 20,000,000 (PREVIOUS YEAR 10,000,000)	1,00,00,000	1000.00	-
EQUITY SHARES ALLOTTED AS FULLY PAID EQUITY SHARES ON	2,00,00,000	2000.00	1,00,00,000
INFUSION OF FRESH CAPITAL BY JOINT VENTURE PARTNERS			1000.00
	3,00,00,000	3000.00	1,00,00,000
			1000.00
2.1.4 RIGHTS, PREFERENCES AND RESTRICTIONS ATTACHED TO EQUITY SHARES			
THE COMPANY HAS ONE CLASS OF EQUITY SHARES HAVING A PAR VALUE OF ₹ 10 EACH. EACH SHAREHOLDER IS ELIGIBLE FOR ONE VOTE PER SHARE HELD IN CASE POLL IS DEMANDED BY THE MEMBERS IN ACCORDANCE WITH THE PROVISION OF SECTION 109 OF THE COMPANIES ACT, 2013. IN THE EVENT OF LIQUIDATION, THE EQUITY SHAREHOLDERS ARE ELIGIBLE TO RECEIVE THE REMAINING ASSETS OF THE COMPANY AFTER DISTRIBUTION OF ALL PREFERENTIAL AMOUNTS, IN PROPORTION TO THEIR SHAREHOLDING.			
2.1.5 EQUITY SHARES HELD BY HOLDING COMPANY			
BITES LTD.	No. of Shares		No. of Shares
	1,52,99,991		50,99,997
2.1.6 EQUITY SHARES HELD BY EACH SHAREHOLDER MORE THAN 5% OF SHARES			
BITES LTD.	1,52,99,991		50,99,997
	(51%)		(51%)
INDIAN RAILWAYS	1,46,99,994		48,99,998
	(49%)		(49%)

2.2 RESERVES AND SURPLUS

PARTICULARS		(₹ in lacs)	
	NOTE NO.	AS AT 31.03.2015	AS AT 31.03.2014
AS PER LAST BALANCE SHEET		(23.37)	
ADD: TRANSFER FROM STATEMENT OF PROFIT AND LOSS	2.2.3	22.06	(23.37)
		(1.31)	(23.37)



2.3. TRADE PAYABLES

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
CREDITORS FOR SERVICES OBTAINED (HOLDING COMPANY TRANSACTIONS)	87.41	38.61
TOTAL	87.41	38.61

2.4. OTHER CURRENT LIABILITIES

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
AUDIT FEE	0.15	0.15
EMD	0.25	-
STATUTORY LIABILITIES	0.15	3.77
OTHER LIABILITIES	0.02	58.96
SUNDRY CREDITORS	8.32	-
TOTAL	8.89	62.88

2.5. CAPITAL WORK IN PROGRESS

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
AS PER LAST BALANCE SHEET	29.52	-
ADD: ADDITION DURING THE YEAR	1,422.30	29.52
TOTAL	1451.82	29.52

2.6. DEFERRED TAX ASSETS (NET)

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
PRELIMINARY EXPENSES	6.35	8.47
LOSS FOR THE A.Y. 2014-15 (AS PER I.T. ACT, 1961)	1.99	1.99
TOTAL	8.34	10.46
INCREASE/ (DECREASE) IN DEFERRED TAX ASSETS (NET)	(2.12)	10.46

2.7. OTHER NON CURRENT ASSETS

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
TDS ON INTEREST OF FIXED DEPOSITS (NET OF PROVISION)	3.89	3.81
TOTAL	3.89	3.81



2.8 TRADE RECEIVABLES

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
TRADE RECEIVABLES		
UNSECURED		
FOR A PERIOD LESS THAN SIX MONTHS		
CONSIDERED GOOD (DUE FROM RELATED PARTY)	33.83	-

2.9 CASH AND BANK BALANCES

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
CASH AND CASH EQUIVALENTS		
BALANCE WITH SCHEDULE BANKS IN :		
-CURRENT ACCOUNTS	0.21	1.00
-DEPOSITS HAVING MATURING 3 MONTHS OR LESS FROM THE DATE OF ACQUISITION	403.94	-
	404.15	1.00
OTHERS		
-FIXED DEPOSITS HAVING MATURITY OVER 3 MONTHS FROM THE DATE OF ACQUISITION AND UPTO 12 MONTHS FROM REPORTING DATE	1,154.10	999.00
TOTAL	1,558.25	1,000.00

2.10 SHORT TERM LOAN & ADVANCES

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
-OTHER ADVANCES	3.08	-
-SERVICE TAX	7.37	-
TOTAL	10.45	-

2.11 OTHER CURRENT ASSETS

(₹ in lacs)

PARTICULARS	AS AT 31.03.2015	AS AT 31.03.2014
INTEREST ACCRUED (INCLUDING ACCRUED BUT NOT DUE) ON:		
-BANK DEPOSITS HAVING MATURITY:		
3 MONTHS OR LESS FROM THE DATE OF ACQUISITION	2.55	-
OVER 3 MONTHS FROM THE DATE OF ACQUISITION AND UPTO 12 MONTHS FROM REPORTING DATE	25.86	34.33
TOTAL	28.41	34.33



2.12 REVENUE FROM OPERATIONS

(₹ in lacs)

PARTICULARS	YEAR ENDED 31.03.2015	PERIOD ENDED 31.03.2014
CONSULTANCY INCOME (GROSS)	29.63	-
LESS: SERVICE TAX	(3.26)	-
CONSULTANCY INCOME (NET)	26.37	-

2.13 OTHER INCOME

(₹ in lacs)

PARTICULARS	YEAR ENDED 31.03.2015	PERIOD ENDED 31.03.2014
INTEREST EARNED ON:		
- DEPOSITS WITH BANK	136.99	38.14
- INCOME TAX REFUND	0.15	-
MISCELLANEOUS INCOME *	0.10	-
TOTAL	137.24	38.14

* Sale of tender documents

2.14 OTHER EXPENSES

(₹ in lacs)

PARTICULARS	YEAR ENDED 31.03.2015	PERIOD ENDED 31.03.2014
ENTERTAINMENT EXPENSES	0.15	0.04
LEGAL EXPENSES	0.49	1.10
OFFICE EXPENSES	0.51	0.12
TRAVELLING EXPENSES	0.57	0.27
AUDITORS' REMUNERATION (STATUTORY AUDIT FEE)	0.15	0.15
AUDITORS' OUT OF POCKET EXPENSES	0.08	-
ADVERTISING EXPENSES	4.24	-
PRINTING & STATIONARY	0.31	-
PRELIMINARY EXPENSES W/O	-	34.25
MISCELLANEOUS EXPENSES	0.41	0.02
TOTAL	6.91	35.95

2.15 RECONCILIATION OF CASH AND CASH EQUIVALENTS

(₹ in lacs)

PARTICULARS	YEAR ENDED 31.03.2015	PERIOD ENDED 31.03.2014
CASH AND CASH EQUIVALENTS	1,558.25	1,000.00
LESS: DEPOSITS NOT CONSIDERED AS CASH AND CASH EQUIVALENTS	(1,154.10)	(999.00)
ADD: INTEREST ON BANK DEPOSITS HAVING MATURITY 3 MONTHS OR LESS FROM THE DATE OF ACQUISITION	2.55	-
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR/PERIOD	406.70	1.00



DISCLOSURES AS PER ACCOUNTING STANDARDS

2.16 EARNINGS PER SHARE

Particulars	As on 31.03.2015	As on 31.03.2014
a) Net Profit/Loss for the year attributable to equity shareholders (Rs.in lacs)	22.06	(23.37)
b) Weighted average no. of equity shares	1,34,52,055	62,46,575
c) Basic and Diluted Earnings Per Share (a/b) (Rs.)	0.16	(0.37)
d) Nominal Value Per Share (Rs.)	10	10

2.17 RELATED PARTY DISCLOSURES

2.17.1 Relationship

Nature of Relationship	Name of Party
Equity Share Holders	RITES Limited (51%) - Holding Company Ministry of Railways (49%)
Key Management Personnel	Shri Rajeev Mehrotra, Chairman Shri Arbind Kumar, Director Shri H. K. Bali, Director Shri Sudhir Kumar Saxena, Director (Upto 17.02.2015) Shri Vinayak Rao, Director (Upto 13.01.2015) Ms Niva Singh, Director (From 05.02.2015) Shri Sudhir Kumar Garg, Director (From 17.02.2015) Shri Sanjeev Bhardwaj, CEO (From 01.01.2015)

2.17.2 Key Management Personnel

Salary to CEO is payable to RITES Ltd. (Holding Company) at Man Month Rates notified by holding company duly enhanced by applicable overheads rates.

Particulars	Year Ended 31.03.2015	Rs. In Lacs Year Ended 31.03.2014
-Man Month Rate	8.38	0.00
-Other Charges	2.95	0.00
TOTAL	11.33	0.00



2.17.3 Transactions with holding company during the year

Transactions for the year	Note No.	Rs. In Lacs	
		Year Ended 31.03.2015	Year Ended 31.03.2014
-Fee for services obtained	2.20	135.30	42.38
-Reimbursable Expenses		4.89	58.94
-Equity Investment		1020.00	510.00
	TOTAL	1170.74	611.32

Particulars	Rs. In Lacs	
	As on 31.03.2015	As on 31.03.2014
-Payable for Fee for services obtained	87.41	38.61
-Reimbursable Expenses	-	58.94
-Equity Investment	1530.00	510.00
	TOTAL	1617.41

2.17.4 Transactions with Ministry of Railways during the year

Transactions for the year	Rs. In Lacs	
	Year Ended 31.03.2015	Year Ended 31.03.2014
-Income from economic power procurement	26.37	NIL
-Equity Investment	980.00	490.00
	TOTAL	1006.37

Particulars	Rs. In Lacs	
	As on 31.03.2015	As on 31.03.2014
-Receivable for economic power procurement	29.63	NIL
-Other Current Assets	4.20	NIL
-Equity Investment	1470.00	490.00
	TOTAL	1503.83

2.18 SEGMENT REPORTING

The Company is into single segment i.e. Energy Procurement, generation and related consultancy.



2.19 INFORMATION AS REGARD TO SECURITY PROVIDED AS REQUIRED UNDER SETION 186(4) OF THE COMPANIES ACT, 2013

Indian Bank, Sushant Lok Branch, Gurgaon have sanctioned term loan of Rs. 130.40 Crores to the Company for setting up 26 MW Wind Mill Plant at Jaisalmer, Rajasthan on debt equity ratio of 80:20 and in this connection, the following security has been offered by the Company:-

- a. Hypothecation of all the movable assets pertaining to project including but not limited to plant and machinery, machinery spares, tools and accessories.
- b. Hypothecation charge on the Borrower's book debts, operating cash flows, receivables, commissions, revenues of whatsoever nature and wherever arising, present and future, intangibles, goodwill present and future, related to project.
- c. A first charge on the Borrower's bank accounts related to project including but not limited to the Escrow Account (Escrow) opened with our Bank, where all cash inflows of the Borrower related to the Project shall be deposited and all proceeds shall be utilized in a manner and priority to be decided by the Lenders.
- d. Mortgage charges on the rights on the leased/sub-leased land in Jaisalmer, Rajasthan for the purpose of the Project – to be executed by way of an equitable mortgage (if permissible by state laws). The sub lease agreement will be executed after commissioning of the project.

The value of security by way of hypothecation/Equitable Mortgage of fixed assets will be Rs. 153.45 crores i.e. Cost of Project.

However, no amount has been taken from bank towards aforesaid term loan during the financial year 2014-15.

- 2.20** During the year, the Company has incurred a sum of Rs. 135.30 lacs (Previous Year Rs. 42.38 lacs) towards 'Fees for Services Obtained'. Out of this, services employed on windmill project amounting to Rs. 10.68 lacs (Previous Year Rs. 6.36 lacs) as identified by the management has been capitalized and balance amount of Rs. 124.61 lacs (Previous Year Rs. 36.02 lacs) was charged to the Statement of Profit & Loss.

2.21 COMMITMENTS

Estimated amount of contracts remaining to be executed on capital account as certified by the management and not provided for amounting to Rs. 137,34.34 lacs (Previous year NIL).

