

TORRENT PIPAVAV GENERATION LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF TORRENT PIPAVAV GENERATION LIMITED

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Act, as applicable.

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 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 thereunder and the Order under section 143 (11) of the Act.

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the

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

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

Opinion

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

Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act, as applicable.
- e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with

Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 18 to the financial statements;
- 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.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **DELOITTE HASKINS & SELLS**

Chartered Accountants
(Firm's Registration No. 117365W)

Hemendra L. Shah
Partner
(Membership No. 33590)

Place: Ahmedabad
Date: 2nd May, 2016

ANNEXURE “A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in paragraph 1 (f) under ‘Report on Other Legal and Regulatory Requirements’ of our report of even date)

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

We have audited the internal financial controls over financial reporting of **TORRENT PIPAVAV GENERATION LIMITED** (“the Company”) as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **DELOITTE HASKINS & SELLS**

Chartered Accountants
(Firm's Registration No. 117365W)

Hemendra L. Shah
Partner
(Membership No. 33590)

Place: Ahmedabad
Date: 2nd May, 2016

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

1. The Company does not have any fixed assets and hence reporting under clause (i) of the CARO 2016 is not applicable.
2. The Company does not have any inventory and hence reporting under clause (ii) of the CARO 2016 is not applicable.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. The Company has not granted any loans, made investments or provide guarantees and hence reporting under clause (iv) of the CARO 2016 is not applicable.
5. According to the information and explanations given to us, the Company has not accepted any deposit during the year.
6. Having regard to the nature of the Company's business / activities, reporting under clause (vi) CARO 2016 is not applicable.
7. According to the information and explanations given to us, in respect of statutory dues:
 - a) The Company has been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, cess and other material statutory dues applicable to it to the appropriate authorities.
 - b) There were no undisputed amounts payable in respect of Provident Fund, , Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, cess and other material statutory dues in arrears as at 31st March, 2016 for a period of more than six months from the date they became payable.
 - c) There are no dues of Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty and Value Added Tax as on 31st March, 2016 on account of disputes.
8. The Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence reporting under clause (viii) of CARO 2016 is not applicable to the Company.
9. The Company has not raised moneys by way of initial public offer or further public offer

- (including debt instruments) or term loans and hence reporting under clause (ix) of the CARO 2016 Order is not applicable.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
11. During the year, the Company has not paid / provided any managerial remuneration and hence reporting under clause (xi) of the CARO 2016 Order is not applicable.
12. The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2016 Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
14. During the year the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
16. The Company is not required to be registered under section 45-I of the Reserve Bank of India Act, 1934.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 117365W)

Hemendra L. Shah
Partner
(Membership No. 33590)

Place: Ahmedabad
Date: 2nd May, 2016

TORRENT PIPAVAV GENERATION LIMITED

Balance Sheet as at 31st March, 2016

	Note	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
I. Equity and Liabilities			
Shareholders' Funds			
Share capital	3	50,00,00,000	50,00,00,000
Reserves and surplus	4	(34,47,537)	85,58,774
		<u>49,65,52,463</u>	<u>50,85,58,774</u>
Current Liabilities			
Short term borrowings	5	53,65,73,970	51,46,22,453
Trade payables	6	10,41,924	2,66,136
Other current liabilities	7	1,73,990	2,61,901
Short term provisions	8	406	420
		<u>53,77,90,290</u>	<u>51,51,50,910</u>
		<u>1,03,43,42,753</u>	<u>1,02,37,09,684</u>
II. Assets			
Non Current Assets			
Fixed assets	9	-	-
Tangible assets		-	-
Capital work- in-progress and pre operative exp.		<u>9,11,00,364</u>	<u>9,11,00,364</u>
		<u>9,11,00,364</u>	<u>9,11,00,364</u>
Long term loans and advances	10	94,30,60,306	93,22,47,556
Other non-current assets	11	-	17,453
		<u>1,03,41,60,670</u>	<u>1,02,33,65,373</u>
Current Assets			
Cash and bank balances	12	1,77,883	3,43,877
Short term loans and advances	13	434	434
Other Current Assets	14	3,766	-
		<u>1,82,083</u>	<u>3,44,311</u>
		<u>1,03,43,42,753</u>	<u>1,02,37,09,684</u>

See accompanying notes forming part of the financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For Deloitte Haskins & Sells
Chartered Accountants

Saurabh Mashruwala
Director
DIN: 01786490

T. P. Vijayasaratthy
Director and Chief Financial Officer
DIN : 00271777

Hemendra L. Shah
Partner

Alpa Shah
Company Secretary

Place : Ahmedabad
Date : 2nd May, 2016

Place : Ahmedabad
Date : 2nd May, 2016

TORRENT PIPAVAV GENERATION LIMITED

Profit and Loss Statement for the year ended 31st March, 2016

	Note	Year ended 31st March, 2016 Rs.	Year ended 31st March, 2015 Rs.
Income			
Other income	15	1,313	1,365
Total revenue		<u>1,313</u>	<u>1,365</u>
Expenses			
Employee benefit expense		5,51,517	57,340
Other expenses	16	1,14,55,698	1,04,56,796
Total expenses		<u>1,20,07,215</u>	<u>1,05,14,136</u>
Loss Before Exceptional and Extraordinary items and Tax		(1,20,05,902)	(1,05,12,771)
Exceptional / Extraordinary items		-	-
Loss before tax		(1,20,05,902)	(1,05,12,771)
Tax expenses			
Current tax		406	420
Short / (excess) provision for earlier years		3	(40)
		<u>409</u>	<u>380</u>
Loss after tax		<u>(1,20,06,311)</u>	<u>(1,05,13,151)</u>
Basic and diluted earnings per share (In Rs.) face value Rs.10/- each (in Rupees)		(0.24)	(0.21)

See accompanying notes forming part of the financial statements

In terms of our report attached

For and on behalf of the Board of Directors

For Deloitte Haskins & Sells
Chartered Accountants

Saurabh Mashruwala
Director
DIN: 01786490

T. P. Vijayasarathy
Director and Chief Financial Officer
DIN : 00271777

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Partner

Alpa Shah
Company Secretary

Place : Ahmedabad
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Date : 2nd May, 2016

TORRENT PIPAVAV GENERATION LIMITED

Cash flow Statement for the year ended 31st March, 2016

	Year ended 31st March, 2016 Rs.	Year ended 31st March, 2015 Rs.
Cash flow from operating activities		
Net (loss) before tax	(1,20,05,902)	(1,05,12,771)
Adjustments for :		
Interest income	(1,313)	(1,313)
Operating (loss) before working capital changes	(1,20,07,215)	(1,05,14,084)
Movement in working capital:		
Increase/ (decrease) in Trade payables	7,75,788	1,17,714
Increase/ (decrease) in Other current liabilities	(87,912)	(11,995)
Decrease / (Increase) in Short term loans and advances	-	3,662
Decrease/(Increase) in Other non-current assets	15,000	-
Cash used in operations	(1,13,04,339)	(1,04,04,703)
Taxes (paid) / Refund	(423)	2,488
Net cash flow used in operating activities	(1,13,04,762)	(1,04,02,215)
Cash flow from investing activities		
Long term loans and advances for capital assets	(1,08,12,750)	(44,00,999)
Net Cash used in investing activities	(1,08,12,750)	(44,00,999)
Cash flow from financing activities		
Proceeds from Short term borrowings	2,19,51,517	1,48,00,000
Net cash flow from financing activities	2,19,51,517	1,48,00,000
Net (decrease)/increase in cash and cash equivalents	(1,65,995)	(3,214)
Cash and cash equivalents as at beginning of the year	3,43,878	3,47,092
Cash and cash equivalents as at end of the year	1,77,883	3,43,878

Notes:

1. Cash and cash equivalents as at end of the year:

Cash on hand	4,275	4,002
With Banks		
In current accounts	1,58,608	3,39,875
In deposits accounts	15,000	
Cash and cash equivalents	12 1,77,883	3,43,877
	<u>1,77,883</u>	<u>3,43,877</u>

2. The Cash Flow Statement has been prepared under the 'Indirect Method' set out in Accounting Standard 3 'Cash Flow Statement'.

In terms of our report attached

For and on behalf of the Board of Directors

For Deloitte Haskins & Sells
Chartered Accountants

Saurabh Mashruwala
Director
DIN: 01786490

T. P. Vijayasathy
Director and Chief Financial Officer
DIN : 00271777

Hemendra L. Shah
Partner

Alpa Shah
Company Secretary

Place : Ahmedabad
Date: 2nd May, 2016

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TORRENT PIPAVAV GENERATION LIMITED

Note-1: Corporate Information:

The Company is a joint venture, between Torrent Power Limited (TPL) and Gujarat Power Corporation Limited (GPCL) – a Government of Gujarat undertaking, formed for the purpose of setting up coal-based thermal power plant at Pipavav, Gujarat. In the joint venture at present, TPL has 95% interest and GPCL has 5% interest.

Note- 2: Significant accounting policies:

1. Basis of preparation of financial statements:

The Financial statements have been prepared and presented to comply in all material respects with the Accounting Standards (AS) specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared under the historical cost convention on an accrual basis in accordance with the accounting principles generally accepted in India. Accounting policies have been followed consistently except as stated specifically.

2. Use of estimates:

The preparation of financial statements requires certain estimates and assumptions. These estimates and assumptions affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known / materialized.

3. Fixed assets:

Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. Cost includes purchase price, taxes and duties, labour cost and directly attributable costs for self-constructed assets and other direct and overhead costs incurred upto the date the asset is ready for its intended use.

4. Impairment of fixed assets:

Fixed Assets are reviewed for impairment losses, if any, whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the carrying amount of the assets exceed its recoverable amount, which is the higher of an assets' net selling price and value in use.

5. Depreciation and amortization:

Depreciation is provided on additions / deductions of the assets during the period from / up to the month in which the asset is added / deducted.

In respect of assets, depreciation is provided on Straight Line Method considering the rates provided in Appendix II of CERC (Terms and conditions of Tariff) Regulations, 2014

6. Investments:

Investments are classified into current and long term investments. Current investments are stated at the lower of cost and fair value. Long term investments are stated at cost less provision for diminution, other than temporary, if any, in the value of such investments.

7. Cash and Cash Equivalents:

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short term (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

8. Revenue recognition:

- (i) Revenue (income) is recognized when no significant uncertainty as to the measurability or collectability exists.
- (ii) Dividend income is recognized when the right to receive the same is established.

9. Taxation:

Provision for Current tax is made on the basis of estimated taxable income for the current accounting period as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing differences" between accounting and taxable profit for the period is accounted for using the tax rates and laws that have been enacted or substantively enacted as at the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such assets can be realized.

10. Earnings per share:

Basic earnings per share is computed by dividing the Profit/ (Loss) After Tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date.

11. Provisions, contingent liabilities and contingent assets:

Provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or nonoccurrence of one or more uncertain future events not wholly within the control of the enterprise are disclosed as Contingent liability and not provided for. Such liability is not disclosed if the possibility of outflow of resources is remote.

Contingent assets are neither recognized nor disclosed in the financial statements

TORRENT PIPAVAV GENERATION LIMITED

Notes forming part of the Balance Sheet

Note 3 : Share Capital

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Authorised:		
10,00,00,000 Equity Shares of Rs.10/- each	<u>1,00,00,00,000</u>	<u>1,00,00,00,000</u>
	<u>1,00,00,00,000</u>	<u>1,00,00,00,000</u>
Issued, Subscribed and Paid up:		
5,00,00,000 (5,00,00,000 as at 31st March, 2015) Equity Shares of Rs.10/- each Fully Paid Up	<u>50,00,00,000</u>	<u>50,00,00,000</u>
	<u>50,00,00,000</u>	<u>50,00,00,000</u>

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year :

	No. of Shares As at 31st March, 2016	No. of Shares As at 31st March, 2015
At the beginning of the year	5,00,00,000	5,00,00,000
Issued during the year	-	-
Outstanding at the end of the year	<u>5,00,00,000</u>	<u>5,00,00,000</u>

- b. 4,75,00,000 equity shares (4,75,00,000 equity shares as at 31st March, 2015) of Rs.10/- each fully paid up are held by the holding Company - Torrent Power Limited.
- c. Terms /Rights attached to Equity Shares
The Company has only one class of Equity Shares having a par value of Rs.10 per share
Each holder of Equity Shares is entitled to one vote per share
- d. Details of Shareholders holding more than 5% shares in the company :

Name of the share holder	As at 31st March, 2016		As at 31st March, 2015	
	No. of Shares	% of holding	No. of Shares	% of holding
Torrent Power Limited	4,75,00,000	95.00%	4,75,00,000	95.00%

TORRENT PIPAVAV GENERATION LIMITED

Note 4 : Reserves and Surplus

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Surplus in the statement of Profit and Loss		
As per last Balance Sheet	85,58,774	1,90,71,925
Add: Profit / (loss) after tax for the year	(1,20,06,311)	(1,05,13,151)
Net Surplus in the statement of Profit and Loss	<u>(34,47,537)</u>	<u>85,58,774</u>
	<u>(34,47,537)</u>	<u>85,58,774</u>

Note 5 : Short term borrowings

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Unsecured		
Loans and Advances from a related party (refer note 21)	53,65,73,970	51,46,22,453
	<u>53,65,73,970</u>	<u>51,46,22,453</u>

Note 6 : Trade payables

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Trade Payables for goods and services (refer note 20)	10,41,924	2,66,136
	<u>10,41,924</u>	<u>2,66,136</u>

Note 7 : Other current liabilities

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Statutory dues	55,624	43,535
Sundry payables	1,18,366	1,18,366
Security deposits	-	1,00,000
	<u>1,73,990</u>	<u>2,61,901</u>

Note 8 : Short term provisions

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Provision for Taxation	406	420
	<u>406</u>	<u>420</u>

TORRENT PIPAVAV GENERATION LIMITED

Note 9 : Fixed assets

(Amount in Rs.)

PARTICULARS	GROSS BLOCK				DEPRECIATION & AMORTISATION				NET BLOCK	
	As at 1st April, 2015	Additions during the Year	Deduction during the Year	Adjustments	As at 31st March, 2016	As at 1st April, 2015	For the Year	Deduction during the Year	As at 31st March, 2016	As at 31st March, 2015
I. Tangible Assets	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-	-	-

Particulars	As at 31st March, 2016	As at 31st March, 2015
Capital work-in-progress		
Compound Wall	1,45,38,579	1,45,38,579
Pre-operative Expenditure :		
Opening balance	7,65,61,785	7,65,61,785
Expenditure incurred during the year :	-	-
Sub Total	7,65,61,785	7,65,61,785
Closing balance incl. compound wall	9,11,00,364	9,11,00,364

TORRENT PIPAVAV GENERATION LIMITED

Note 10 : Long term loans and advances

Unsecured (Considered good unless stated otherwise)

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Capital advances	94,28,53,750	93,20,41,000
Deposits	1,81,556	1,81,556
Other loans and advances		
Balance with Government Authority	25,000	25,000
	<u>94,30,60,306</u>	<u>93,22,47,556</u>

Note 11 : Other non-current assets

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Non-current bank balances	-	15,000
Interest accrued on bank deposits	-	2,453
	<u>-</u>	<u>17,453</u>

TORRENT PIPAVAV GENERATION LIMITED

Note 12 : Cash and bank balances

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Cash and Cash Equivalents		
Bank Balance in current accounts	1,58,608	3,39,875
Balance in Fixed Deposit account (remaining maturity of less than three months)	15,000	-
	<u>1,73,608</u>	<u>3,39,875</u>
Cash on hand	4,275	4,002
	<u>1,77,883</u>	<u>3,43,877</u>
Other Bank Balances		
Balance in fixed deposit accounts (remaining maturity for more than twelve Months)	-	15,000
	<u>-</u>	<u>15,000</u>
Less : amount disclosed under non-current asset	-	15,000
Net Amount	<u>1,77,883</u>	<u>3,43,877</u>

Note 13 : Short term loans and advances Unsecured (Considered good)

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Advances recoverable in cash or in kind or for value to be received	434	434
	<u>434</u>	<u>434</u>

Note 14 : Other current assets

	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Interest accrued on bank deposits	3,766	-
	<u>3,766</u>	<u>-</u>

TORRENT PIPAVAV GENERATION LIMITED

Note 15 : Other income

	Year ended 31st March, 2016 Rs.	Year ended 31st March, 2015 Rs.
Interest income on bank deposits	1,313	1,313
Miscellaneous Income	-	52
	<u>1,313</u>	<u>1,365</u>

Note 16 : Other expenses

	Year ended 31st March, 2016 Rs.	Year ended 31st March, 2015 Rs.
Rates and taxes	5,38,041	5,38,042
Legal, Professional & Consultancy fees	6,43,568	10,04,272
Auditors' remuneration	1,62,923	1,74,158
Directors Sitting Fees	3,59,276	67,416
Security expenses	95,49,224	84,09,471
Miscellaneous expenses	2,02,666	2,63,437
	<u>1,14,55,698</u>	<u>1,04,56,796</u>

TORRENT PIPAVAV GENERATION LIMITED

Note-17 : Status of the Project:

The Company is a Joint Venture between Torrent Power Limited (TPL) and Gujarat Power Corporation Limited (GPCL), a Government of Gujarat undertaking. The Company was in the process of acquisition of land for the Project. However, the erstwhile land owners were not co-operating for land acquisition. In view of this, currently the project is on hold and the financial statements have been prepared on going concern basis.

Note-18 : Capital and other commitments:

- 1) Estimated amount of contracts remaining to be executed on capital account and not provided for is Rs. Nil (Previous year Rs.Nil).
- 2) As per Shareholders' Agreement (SHA), the Company has to reimburse to GPCL, all the pre-operative expenditure incurred by GPCL for the development of the Project, along with simple interest at the rate 10% per annum, on receipt of duly audited and certified information and documents. The amount in this respect is being ascertained.
- 3) As per Shareholders' Agreement (SHA), Gujarat Power Corporation Limited (GPCL) will apply to the Government of Gujarat for transfer of land in the name of Torrent Pipavav Generation Limited (the Company). The land allotted to GPCL shall be transferred to the Company at market rate to be decided by Government of Gujarat. There are certain litigations for the private land acquired by GPCL. The same are pending before the Court. The entire legal liability arising out of the final decision through court or otherwise on such litigations would be paid by the Company. Accordingly, the Company has paid compensation of Rs.91,78,53,751 towards the private land as per court orders. If compensation to be paid by the Company, as directed by High Court is higher than market price, the difference between the two is to be borne by the Company.

Note- 19: Segment reporting:

The Company's activities during the year revolve around setting up of the Power Project. Considering the nature of Company's business and operation, there is/are no reportable segments (business and/ or geographical) in accordance with the requirements of Accounting Standard 17 "Segment Reporting".

Note-20: Balance due to micro and small enterprises as per MSMED Act:

There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding as at the Balance Sheet date. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors. No interest is paid/payable during the year and no amount is outstanding at the year end.

Note-21: Related party disclosures:

	(Amount in Rs.)	
	Holding Company/ Company directly / indirectly controlled	
	Year ended 31 st March,2016	Year ended 31 st March,2015
A) Volume of transactions :		
Loan Received	2,14,00,000	1,48,00,000
- Torrent Power Limited	2,14,00,000	1,48,00,000
Deposit received for nomination of directors	-	2,00,000
-Torrent Power Limited	-	2,00,000
Deposit given back on appointment of directors	1,00,000	1,00,000
-Torrent Power Limited	1,00,000	1,00,000
Shared expenditure	5,51,517	57,340
- Torrent Power Limited	5,51,517	57,340
B) Balances at the end of the year :		
Unsecured Loans	53,65,73,970	51,46,22,453
- Torrent Power Limited	53,65,73,970	51,46,22,453
Deposit for nomination of directors	-	1,00,000
- Torrent Power Limited	-	1,00,000

Names of Related Parties and description of relationship:

1	Holding Company/ directly/indirectly controlled	Enterprises	<p> Torrent Power Limited Torrent Private Limited Torrent Power Grid Limited Torrent Solargen Limited (formerly known as Torrent Power Bhiwandi Limited) Torrent Pharmaceuticals Limited Gujarat Lease Financing Limited Torrent Power Services Private Limited Heumann Pharma GmbH & Co. Generica KG, Torrent Do Brasil Ltda. ZAO Torrent Pharma Torrent Pharma GmbH. Torrent Pharma Inc. Torrent Pharma Philippines Inc. Torrent Australasia Pty Ltd. Laborotrios Torrent SA de CV Torrent Pharma Canada Inc.(dissolved on 10.12.2015) Torrent Pharma (Thailand) Co. Ltd. Norispharm GmbH. Heunet Pharma GmbH. Torrent Pharma (UK) Ltd. Torrent Pharma S.R.L. Laboratories Torrent (Malaysia) Sdn Bhd. Torrent Pharmaceuticals(Sikkim) </p>
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		Torrent Pharma France S.A.S. Aptil Pharma Limited ZYG Pharma Pvt. Ltd. (17.07.2015 to 30.09.2015) GLFL Housing Finance Limited GLFL Securities Limited GLFL International Limited TPL (Ahmedabad) Gratuity Trust TPL (Ahmedabad) Superannuation Fund TPL (Surat) Gratuity Trust TPL (Surat) Superannuation Fund TPL (SUGEN) Gratuity Trust TPL (SUGEN) Superannuation Fund TPL (DGEN) Gratuity Trust (formerly known as TEL Gratuity Trust) TPL (DGEN) Superannuation Fund (formerly known as TEL Superannuation Fund) TPL (Cables) Gratuity Trust TPL (Cables) Superannuation Fund TPG Gratuity Trust TPG Superannuation Fund TSL Gratuity Trust TSL Superannuation Fund Torrent Financiers AEC Cements & Constructions Limited (under liquidation) Tidong Hydro Power Limited Torrent Fincorp Private Limited. Tornascent Care Institute UNM Foundation
2	Key Management Personnel	Sudhir Shah, Director and CEO (upto 31.12.2015) T.P. Vijayasarathy, CFO
3	Relatives of Key Management Personnel	Lalitha Vijayasarathy, Wife Kundavi Vishwanathan, Daughter Priyadarshini Vijayasarathy, Daughter T.P. Sanjaysarathy, Brother Rajalakshmi Premkumar, Sister

Note-22: Auditors' Remuneration:

	Year Ended 31 st March, 2016	Year Ended 31 st March, 2015
Audit Fees	1,25,000	1,25,000
Other Services	15,000	30,000
Reimbursement of expenses	510	-
For service tax	22,413	19,158
Total	1,62,923	1,74,158

Note-23: Earnings per share:

	(Amount in Rs.)	
	Year Ended 31 st March, 2016	Year Ended 31 st March, 2015
Loss after tax (Rs.)	(1,20,06,311)	(1,05,13,151)
Nominal Value per Equity Share (Rs.)	10	10
No. of Equity Shares (Weighted)	5,00,00,000	5,00,00,000
Basic and Diluted Earnings/ (Loss) per Share (Rs.)	(0.24)	(0.21)

Note-24: Previous year figures:

The previous year figures have been regrouped / re-classified, where necessary, to conform to the current year's classification.

Signature to Note 1 to 24

As per our attached report of even date

For and on behalf of the Board of Directors

For Deloitte Haskins & Sells

Chartered Accountants

Saurabh Mashruwala

Director

DIN : 01786490

T. P. Vijayasathy

Director and Chief Financial Officer

DIN : 00271777

Hemendra L. Shah

Partner

Place: Ahmedabad

Date: 2nd May, 2016

Alpa Shah

Company Secretary

Place : Ahmedabad

Date: 2nd May, 2016