

DHARIWAL INFRASTRUCTURE LIMITED

DIRECTORS' REPORT

The Directors have pleasure in presenting the Seventh Annual Report together with the Audited Accounts for the year ended 31 March 2013.

PROJECT STATUS

The Company is in the process of executing 2 x 300 MW coal fired thermal power project at Chandrapur in Maharashtra. Construction work of the project is now in its advanced stages. Power evacuation work on a 400kV transmission line was completed during the year. The two units 1 and 2 are expected to be commissioned in Q1 and Q4, 2013-14 respectively. The Company is constructing a line for connecting it with national network which will be completed by Q3, 2013-14.

FINANCIAL RESULTS

	Rs	Rs
	2012-13	2011-12
(Loss) / Profit before Taxation	(23,935,165)	(56,580,599)
Provision for Income Tax for the Current year	39,500,000	100,300,000
(Loss) / Profit after Tax	(63,435,165)	(156,880,599)
Balance Profit brought forward from previous year	(210,659,692)	(53,779,093)
Balance carried down to Balance Sheet	(274,094,857)	(210,659,692)

DIVIDEND

In view of the loss during the year, the Directors do not recommend any dividend.

SHARE CAPITAL

During the year under review the authorised share capital of the Company increased from Rs.725,00,00,000/- to Rs. 1000,00,00,000/- by creation of further 27,50,00,000 new equity shares of Rs. 10/- each. Issued and paid up Share capital of the Company increased from Rs 4597689540/- to Rs 6867689540/- by issue of 22,70,00,000 new Equity Shares of Rs.10/- each to CESC Infrastructure Limited, its holding company.

DIRECTORS

Mr. Rajendra Jha and Mr. Subrata Talukdar, Directors, retire by rotation and, being eligible, offer themselves for reappointment.

Since the close of the year, Mr. Madan Gopal Gupta has been appointed as Managing Director of the Company in terms of the provisions of Section 269 of the Companies Act, 1956 (' the Act'), subject to approval of the Shareholders.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Subsection (2AA) of Section 217 of the Act, the Board of Directors of the Company hereby state and confirm:

- i) that in the preparation of the annual accounts, the Applicable Accounting Standards have been followed along with proper explanation relating to material departures ;
- ii) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31 March, 2013 and of the loss of the Company for the year ended on that date;
- iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- iv) that the annual accounts have been prepared on a going concern basis.

PUBLIC DEPOSITS

The Company has neither received nor accepted any deposits within the meaning of Section 58A of the Act and Rules made there under.

AUDIT COMMITTEE

The Audit Committee of the Board of Directors consist of Mr. R. Jha, Mr. S. Talukdar and Mr. S. Mitra.

AUDITORS

Messrs Batliboi, Purohit & Darbari, Chartered Accountants, the Auditors of the Company, retires at the ensuing Annual General Meeting of the Company and being eligible, offer themselves for re-appointment.

CONSERVATION OF ENERGY, RESEARCH & DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

During the year under review, your Company has not commenced commercial production and hence not consumed energy of significant level and, therefore, there was no scope for taking any measures for energy conservation or for making any additional investment for reduction of energy consumption. There was no technology absorption during the year. There has been no foreign exchange earnings during the year. The foreign exchange outgo during the year

amounted to Rs.528.25 Cr (Previous year-746.25) which included import of capital goods, travelling expenses, advance for equipment supply, technical services and finance cost for project related work.

PARTICULARS OF EMPLOYEES

The provisions of Section 217(2A) of the Companies Act, 1956 are not attracted during the year.

On behalf of the Board of Directors

Sd/- V. Kumar

Sd/- S.Talukdar

DIRECTOR

DIRECTOR

27 May, 2013

Auditors' Report to the Members of Dhariwal Infrastructure Limited

We have audited the accompanying financial statements of Dhariwal Infrastructure Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, and 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 is responsible for 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 Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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.

Our responsibility is to express an opinion on these financial statements based on our audit. 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 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

In our opinion and to the best of our information and according to the explanations given to us, 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, 2013;
- b) in the case of the Profit and Loss Account, of the loss 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.



1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

2. As required by section 227(3) of the Act, we report that:

a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b) In our opinion 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 Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;

e) on the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For Batliboi, Purohit & Darbari
Chartered Accountants
Firm Registration Number: 303086E



(CA P J Bhide)
Partner
M. No. 004714

Kolkata
Dated: 27th May, 2013

The Annexure referred to in paragraph 1 of the Our Report of even date to the members of Dhariwal Infrastructure Limited. On the accounts of the company for the year ended 31st March, 2013.

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

(c) In our opinion and according to the information and explanations given to us, no fixed asset has been disposed during the year and therefore does not affect the going concern assumption

2. The company does not have any inventory and accordingly clause (ii)(a) to (ii)(c) of Paragraph 4 of the Companies (Auditors' Report) (Amendment) Order, 2004 is not applicable.

3. (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Consequently, the provisions of clauses iii (b), iii(c) and iii (d) of the order are not applicable to the Company.

(e) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not taken loans from companies, firms or other parties listed in the register maintained under Section 301 of the Companies Act, 1956. Thus sub clauses (f) & (g) are not applicable to the company.

4. In our opinion and according to the information and explanations given to us, there is generally an adequate internal control procedure commensurate with the size of the company and the nature of its business, for the purchase of fixed assets and payment for expenses. During the course of our audit, no major instance of continuing failure to correct any weaknesses in the internal controls has been noticed.

5. Based on the audit procedures applied by us and according to the information and explanations provided by the management, there have been no contracts or arrangements referred to in Section 301 of the Act during the year to be entered in the register required to be maintained under that section.

6. The Company has not accepted any deposits from the public covered under section 58A and 58AA of the Companies Act, 1956.

7. In our opinion, the Company has an internal audit system commensurate with its size and the nature of its business.

8. The Company's project for setting up a power plant is at its construction stage and the Company has not commenced commercial production. Hence maintenance of cost records under Section 209 (1) (d) of the Act is not applicable during the year.

9. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including income tax and professional tax as applicable, with the appropriate authorities.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax which have not been deposited on account of any dispute.



Dhariwal Infrastructure Limited

Registered Office: CESC House, Chowringhee Square, Kolkata - 700001

Balance Sheet as at 31st March, 2013

Particulars	Note No	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
I. EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2.1	6,867,689,540	4,597,689,540
Reserves and Surplus	2.2	(274,094,857)	(210,659,692)
Non-Current Liabilities			
Long-term borrowings	2.3	20,873,144,513	11,303,472,431
Other Long-term liabilities	2.4	2,146,804,566	1,311,155,215
Long term provisions	2.5	4,945,535	3,275,747
Current Liabilities			
Short-term borrowings	2.6	1,881,754,945	2,111,897,937
Other current liabilities	2.7	190,344,537	514,906,886
Short-term provisions	2.8	39,414	87,839,500
Total		31,690,628,193	19,719,577,564
II. ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	2.9	512,342,236	458,476,906
Capital work-in-progress	2.10	29,900,607,853	16,023,912,397
Long term loans and advances	2.11	895,233,653	1,329,040,530
Current assets			
Cash and bank balances	2.12	369,101,238	1,890,351,628
Short-term loans and advances	2.13	3,151,779	971,139
Other current assets	2.14	10,191,434	16,824,964
Total		31,690,628,193	19,719,577,564
Significant Accounting Policies	1		
Notes 1 - 2.29 form an integral part of the Accounts			

This is the Balance Sheet referred to in our Report of even date.

For Batliboi, Purohit & Darbari
Firm Registration Number - 303086E
Chartered Accountants

CA P.J. Bhide
Partner
Membership Number 004714

Place: Kolkata
Date: 27th May, 2013



For and on behalf of the Board

Vinod Kumar
Director

[Signature]
Director

Kalyan Kumar Ghose
Secretary

[Signature]
Managing Director

Dhariwal Infrastructure Limited

Registered Office: CESC House, Chowringhee Square, Kolkata - 700001

Profit and Loss Statement for the year ended 31st March, 2013

Particulars	Note No	2012 - 13	2011 - 12
Other Income	2.16	-	-
Total Revenue		-	-
Expenses			
Employee benefit expenses	2.17	7,788,925	15,795,406
Finance costs	2.18	-	-
Depreciation and amortisation expense	2.19	-	19,420,163
Other expenses	2.20	16,146,240	21,365,030
Total Expenses		23,935,165	56,580,599
Profit/(Loss) before tax		(23,935,165)	(56,580,599)
Tax expenses:			
Current		39,500,000	100,300,000
Deferred (net)		-	-
Profit/(Loss) for the Year		(63,435,165)	(156,880,599)
Earnings per equity share: (Face Value of Rs. 10 per share)			
Basic & Diluted	2.23	(0.14)	(0.41)
Significant Accounting Policies	1		
Notes 1 - 2.29 form an integral part of the Accounts			

This is the Profit and Loss Statement referred to in our Report of even date.

For Batliboi, Purohit & Darbari
Firm Registration Number - 303086E
Chartered Accountants



CA P.J. Bhide
Partner
Membership Number 004714

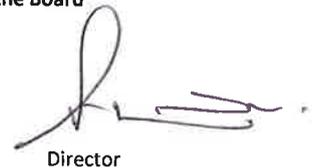
Place: Kolkata
Date: 27th May, 2013



For and on behalf of the Board



Vinod Kumar
Director



Director



Kalyan Kumar Ghosh
Secretary



Managing Director

Dhariwal Infrastructure Limited

Registered Office: CESC House, Chowringhee Square, Kolkata-700001

Cash Flow Statement for the year ended on 31st March, 2013

Particulars	2012-13		2011-12	
	Rs.	Rs.	Rs.	Rs.
Cash Flow from Operating Activities				
Net Profit/(Loss) before taxation	(23,935,165)		(56,580,599)	
Adjustment for :				
Depreciation	-		19,420,163	
Operating Profit/(Loss) before Working Capital Changes	(23,935,165)		(37,160,436)	
Receivables	435,850,091		1,117,701,440	
Payables	385,456,704		1,117,763,406	
Net Cash from Operating Activities		797,371,630		2,198,304,410
Cash Flow from Investing Activities				
Purchase of Fixed Assets	(63,982,446)		(60,944,147)	
Increase in Capital Work in Progress (net of ammortisation)	(13,987,703,066)		(14,373,729,685)	
Investments made	-		-	
Investments Sold (net)	-		1,500,000,000	
Income from Investment	78,886,194		169,333,377	
Interest Received(net of TDS)	44,648,208		105,723,314	
Net Cash from Investing Activities		(13,928,151,110)		(12,659,617,141)
Cash Flow from Financing Activities				
Issue of Share Capital	2,270,000,000		750,000,000	
Advance against Equity Shares received	-		-	
Refund of Share Application Money	-		-	
Increase/(decrease) In Secured Loan	9,339,529,090		9,647,879,640	
Increase/(decrease) In Unsecured Loan	-		-	
Net Cash from Financing Activities		11,609,529,090		10,397,879,640
Net Increase/(decrease) of Cash & Cash Equivalents		(1,521,250,390)		(63,433,091)
Cash & Cash Equivalents - Opening Balance		1,890,351,628		1,953,784,719
Cash & Cash Equivalents - Closing Balance		369,101,238		1,890,351,628

Notes:

1 The cash flow statement has been prepared under the indirect method as given in the Accounting Standard on Cash Flow Statement (AS-3) as per Companies Accounting Standard Rules, 2006.

2 Previous year's figures have been rearranged and/or regrouped wherever necessary.

This is the Cash Flow Statement referred to in our Report of even date.

For Batliboi, Purohit & Darbari
Firm Registration Number - 303086E
Chartered Accountants

CA P.J. Bhide
Partner
Membership Number 004714

Place: Kolkata

Date: 27th May, 2013



For and on behalf of the Board

Vinod Kumar
Director

[Signature]
Director

Kalyankumar Ghose
Secretary

[Signature]
Managing Director

NOTE-1 SIGNIFICANT ACCOUNTING POLICIES

1.1 Accounting Convention

The financial statements have been prepared to comply in all material aspects with all the applicable accounting principles in India, including Accounting Standards notified under section 211(3C) of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956. A summary of important accounting policies which have been applied consistently are set out below. The above financial statements have been prepared in accordance with the relevant presentation requirement of the revised schedule VI notified under Companies Act, 1956.

1.2 Basis of Accounting

The financial statements are prepared in accordance with the historical cost convention.

1.3 Expenditure During Construction

The Company is setting up a 2*300 MW Thermal Power Plant in Chandrapur near Nagpur in the state of Maharashtra. The Company is yet to commence commercial production.

Indirect Expenses related to the project and incidental thereto are disclosed as "Miscellaneous Project Expenses" under Capital Work – in – Progress in Note No – 2.10 and are to be capitalized subsequently.

Indirect expenses, which are not directly related to the Project, have been charged off to the Profit and Loss Statement.

1.4

a) Tangible Assets

Tangible Assets are stated at cost of acquisition together with any incidental expenses for acquisition/installation.

b) Depreciation/Amortisation:

Depreciation on tangible assets is provided on written-down value method at the rates specified in Schedule XIV to the Act. Leasehold Land is amortized on a straight-line basis over the unexpired period of the lease.

c) Impairment

An impairment loss is recognized where applicable, when the carrying value of assets of cash generating unit exceeds its market value or value in use, whichever is higher.

1.5 Revenue Recognition

The Company generally follows mercantile system of accounting and recognizes revenue as per AS-9 on "Revenue Recognition" issued by The Institute of Chartered Accountants of India. Interest income is recognized on time proportion basis.

1.6 Taxes on Income

Current Tax is determined as the amount of tax payable in respect of Taxable Income for the year in accordance with the provisions of Income Tax Act, 1961.



Deferred Tax is recognized, subject to consideration of prudence, on timing difference, being the difference between Taxable Income and Accounting Income, which originate in one period and are capable of reversal in one or more subsequent year as per Accounting Standard AS-22.

1.7 Foreign Exchange Transactions

Transactions in foreign currency are accounted for at the exchange rate prevailing on the date of transactions. Transactions remaining unsettled are translated at the exchange rate prevailing at the end of the financial year. Exchange gain or loss on settlement/translation is recognized in Statement of Profit and Loss. The outstanding loans repayable in Foreign Currency are restated at year end exchange rate. Exchange gain or loss arising in respect of such restatement and the impact of the contracts entered into for managing risks there under is accounted as an income or expense.

1.8 Employee Benefits

Contribution to Provident Fund is accounted for on accrual basis and contribution to the fund is maintained with the Regional Provident Fund Commissioner, West Bengal. Provisions for Gratuity liability and Leave Encashment liability are made on the basis of actuarial valuation done at the end of the year by independent actuary.

1.9 Finance Costs

Finance Costs comprise interest expenses, applicable gain/loss on foreign currency borrowings in appropriate cases and other borrowing costs. Such Finance Costs attributable to acquisition and/or construction of qualifying assets are capitalized as a part of costs of such assets upto the date, when such assets are ready for their intended use. The balance Finance Costs is charged off to revenue. Finance cost in case of foreign currency borrowings is accounted for as appropriate, duly considering the impact of the contracts entered into for managing risks thereof.



Dhariwal Infrastructure Limited

Registered Office: CESC House, Chowringhee Square, Kolkata -700001

Note - 2.1

SHARE CAPITAL

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Authorised Share Capital		
1000,000,000 (Previous Year: 725,000,000) Equity Shares of Rs. 10 each	10,000,000,000	7,250,000,000
Issued, Subscribed and Paid - up Capital		
686,768,954 (Previous Year : 459,768,954) Equity Shares of Rs. 10 each, fully paid	6,867,689,540	4,597,689,540

(a) 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 is entitled to one vote per share. The Company has not declared any dividend to its shareholders since inception. In the event of liquidation of the Company the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(b) Reconciliation of shares outstanding at the beginning and at the end of reporting period

Particulars	As at 31st March, 2013		As at 31st March, 2012	
	No. of shares	Amount (Rs.)	No. of shares	Amount (Rs.)
Shares outstanding at the beginning of the year	459,768,954	4,597,689,540	380,015,455	3,800,154,550
Add: Equity Shares issued during the year	227,000,000	2,270,000,000	79,753,499	797,534,990
Shares outstanding at the end of the year	686,768,954	6,867,689,540	459,768,954	4,597,689,540

(c) Details of shareholders holding more than 5% shares in the Company

Name of shareholders	As at 31st March, 2013		As at 31st March, 2012	
	No. of shares	%	No. of shares	%
CESC Infrastructure Limited	686,768,954	100	459,768,954	100

Note - 2.2

RESERVES & SURPLUS

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Surplus/Deficit		
Debit Balance in the Profit and Loss Statement at the beginning of the year	(210,659,692)	(53,779,093)
Add: Net Profit/(Loss) for the year	(63,435,165)	(156,880,599)
Debit Balance in the Profit and Loss Statement at the end of the year	(274,094,857)	(210,659,692)



Note - 2.3

LONG TERM BORROWINGS

Particulars	As at 31st March, 2013			As at 31st March, 2012		
	Secured (Rs.)	Unsecured (Rs.)	Total (Rs.)	Secured (Rs.)	Unsecured (Rs.)	Total (Rs.)
Term Loan						
(A) Rupee Loans - Banks	12,350,000,000	-	12,350,000,000	8,400,000,000	-	8,400,000,000
(B) Foreign Currency Loans from Banks	8,523,144,513	-	8,523,144,513	2,903,472,431	-	2,903,472,431
	20,873,144,513	-	20,873,144,513	11,303,472,431	-	11,303,472,431

- (1) The Rupee Term Loans in (A) above are secured with first charge by way of mortgage/hypothecation of the fixed assets of the company including its land, buildings, the construction thereon where exists, plant and machinery etc, and hypothecation of Company's current assets.
- (2) Out of the total Foreign Currency Loans in (B) above, loans amounting to Rs. 6,879,144,513/- are secured with first charge by way of mortgage/hypothecation of the fixed assets of the company including its land, buildings, the construction thereon where exists, plant and machinery etc, and hypothecation of Company's current assets and loan amounting Rs. 1,644,000,000/- is secured with second charge by way of hypothecation of moveable fixed assets and current assets of the Company.
- (3) The security for the Rupee Term Loans and Foreign Currency Loans having first charge on assets as stated above, ranks pari passu inter se.
- (4) Major terms of repayment of long term loans disclosed in (A) & (B) above are given below.

Maturity Profile	Balance Outstanding as on 31.03.2013		Amount (Rs.)
	Rupee Term Loan from Banks	Foreign Currency Loans	
Loans with residual maturity of upto 1 year	-	-	
Loans with residual maturity between 1 and 3 years	-	2,642,430,032	
Loans with residual maturity between 3 and 5 years	-	-	
Loans with residual maturity between 5 and 10 years	-	1,644,000,000	
Loans with residual maturity beyond 10 years	12,350,000,000	4,236,714,481	
Total	12,350,000,000	8,523,144,513	
	Interest on Rupee Term Loan from banks are based on spread over Lenders' benchmark rates and that of foreign currency loans are based on spread over LIBOR.		



Dhariwal Infrastructure Limited

Registered Office: CESC House, Chowringhee Square, Kolkata - 700001

Note - 2.4**OTHER LONG TERM LIABILITIES**

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Retention Monies and other long term liabilities	2,146,804,566	1,311,155,215
	2,146,804,566	1,311,155,215

Note - 2.5**LONG -TERM PROVISIONS**

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Provision for Employee benefits	4,945,535	3,275,747
	4,945,535	3,275,747

Note - 2.6**SHORT TERM BORROWINGS**

Particulars	As at 31st March, 2013			As at 31st March, 2012		
	Secured (Rs.)	Unsecured (Rs.)	Total (Rs.)	Secured (Rs.)	Unsecured (Rs.)	Total (Rs.)
Foreign Currency Loans from Banks	1,881,754,945	-	1,881,754,945	2,111,897,937	-	2,111,897,937
	1,881,754,945	-	1,881,754,945	2,111,897,937	-	2,111,897,937

- (1) The above loans are secured with first charge by way of equitable mortgage/hypothecation of fixed assets of the company including its land, buildings, the construction thereon where exists, plant and machinery etc, and hypothecation of Company's current assets.
- (2) The security for the above foreign currency loans rank pari passu inter se.

Note - 2.7**OTHER CURRENT LIABILITIES**

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Interest Accrued but not due	138,961,354	43,355,353
Other Borrowing Costs Accrued	819,068	1,287,215
Liability on Capital Account	40,609,796	459,001,847
Other Liabilities	9,954,319	11,262,471
	190,344,537	514,906,886

There is no amount due to Micro and Small Enterprises as referred in the Micro, Small and Medium Enterprise Development Act, 2006 based on the information available with the Company.

Note - 2.8**SHORT TERM PROVISIONS**

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Provision for taxation	-	87,839,500
Provision for Employee benefits	39,414	-
	39,414	87,839,500



Dhariwal Infrastructure Limited

Registered Office: CESC House, Chowringhee Square, Kolkata -700001

NOTE:2.9

TANGIBLE ASSETS:

PARTICULARS	GROSS BLOCK AT COST OR VALUATION		DEPRECIATION/AMORTIZATION		NET BLOCK	
	As at 1st April, 2012 Rs.	Additions /Adjustments As at 31st March, 2013 Rs.	As at 1st April, 2012 Rs.	Additions /Adjustments As at 31st March, 2013 Rs.	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Land -Leasehold	340,107,909	-	9,028,365	3,580,083	327,499,461	331,079,544
Land -Freehold	99,236,717	58,030,161	-	-	157,266,878	99,236,717
Temporary Site Office	12,677,990	12,677,990	12,677,990	-	-	-
Furniture & Fixture	17,104,929	1,935,433	3,420,828	2,692,191	12,927,343	13,684,101
Vehicles	1,773,637	-	656,680	289,180	827,777	1,116,957
Other Equipment	10,386,084	2,092,364	1,682,113	1,329,136	9,467,199	8,703,971
Computers	9,749,305	1,924,487	5,093,688	2,226,526	4,353,578	4,655,617
Previous Year	491,036,571	63,982,445	32,559,664	10,117,116	512,342,236	458,476,907
	430,092,424	60,944,147	9,559,419	23,000,246	458,476,906	



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Note - 2.10**CAPITAL WORK-IN-PROGRESS**

	As at 31st March, 2012 Rs.	Additions / Adjustments Rs.	As at 31st March, 2013 Rs.
CAPITAL WORK - IN - PROGRESS PENDING ALLOCATION AS UNDER			
Land Development and other Site enabling activities	193,435,359	21,900,691	215,336,050
Plant & Equipment	13,006,326,257	9,588,569,278	22,594,895,535
Buildings and Structures	68,839,147	3,608,062	72,447,209
Railway Siding	212,864,616	230,376,604	443,241,220
Intake Water System	361,856,104	114,788,042	476,644,146
Power Evacuation	230,080,949	484,752,421	714,833,370
Bed Ash Disposal System	25,526,471	119,559,141	145,085,612
Commissioning Cost	-	384,261,701	384,261,701
Finance Charges (Net)	1,411,496,092	2,614,220,856	4,025,716,948
Consultancy Services	162,501,452	56,522,380	219,023,832
Miscellaneous Project Expenses	341,957,585	248,019,164	589,976,749
Depreciation/ Amortisation	9,028,365	10,117,116	19,145,481
	16,023,912,397	13,876,695,456	29,900,607,853
Previous Year	1,353,015,345	14,670,897,052	16,023,912,397



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Note - 2.11

LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
(Unsecured, Considered good)		
Capital Advances	843,184,200	1,282,953,714
Security Deposits	49,044,175	44,366,750
Other Advances	3,005,278	1,720,066
	895,233,653	1,329,040,530



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Note - 2.12**CASH AND BANK BALANCES**

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
(a) Cash and cash equivalents		
- Balances with Banks	41,084,255	880,201,359
- Bank Deposits with original maturity upto 3 months	-	760,000,000
- Cash on hand	82,761	150,269
(b) Other Bank Balances		
- Bank Deposits with original maturity more than 3 months	327,934,222	250,000,000
	369,101,238	1,890,351,628

(c) Bank deposit with original maturity more than 3 months under Other bank balances includes Rs. NIL (31.03.2012 : Rs. NIL) having original maturity of more than 12 months as on reporting date.

Note - 2.13**SHORT TERM LOANS & ADVANCES**

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Advance Tax	2,975,299	-
(Unsecured, Considered good) Other Advances	176,480	971,139
	3,151,779	971,139

Note - 2.14**OTHER CURRENT ASSETS**

Particulars	As at 31st March, 2013 Rs.	As at 31st March, 2012 Rs.
Interest Accrued on Deposits	10,191,434	16,824,964
	10,191,434	16,824,964

Note :2.15**Contingent Liability and Commitment(to the extent not provided for)**

Estimated amount of contract remaining to be executed on Capital Account: Rs. 2,437,818,838/- (Previous Year - Rs. 8,411,689,668/-)



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Note - 2.16**OTHER INCOME**

Particulars	2012-13 Rs.	2011-12 Rs.
Interest Income	42,238,532	119,476,954
Gain on sale of Current Investments (Net)	78,886,194	169,333,377
	<u>121,124,726</u>	<u>288,810,331</u>
Less: Allocated to Capital Account (Refer Note 2.10)	(121,124,726)	(288,810,331)
	<u>-</u>	<u>-</u>

NOTE-2.17**EMPLOYEE BENEFIT EXPENSES**

Particulars	2012-13 Rs.	2011-12 Rs.
Salaries ,wages and bonus	101,473,821	74,154,096
Contribution to Provident and other funds	4,993,768	3,334,310
Staff Welfare Expenses	2,800,944	3,015,483
	<u>109,268,533</u>	<u>80,503,889</u>
Less: Allocated to Capital Account (Refer Note 2.10)	(101,479,608)	(64,708,482)
	<u>7,788,925</u>	<u>15,795,407</u>

Employee Benefits:-

The Company maintains a Provident Fund with the Regional Provident Fund authorities where the employees make their subscription and the Company makes its contribution.

The Company also provides for gratuity and leave encashment benefit to the employees.

Annual actuarial valuations at the end of the each year are carried out by independent actuary in compliance with Accounting Standard 15 (Revised 2005) on "Employee Benefits" as per Projected Unit Credit Method.



Amount recognised in the Balance Sheet are as follows:

	Gratuity (Unfunded)				Leave Encashment (Unfunded)			
	31st March, 2013 Rs.	31st March, 2012 Rs.	31st March, 2011 Rs.	31st March, 2010 Rs.	31st March, 2013 Rs.	31st March, 2012 Rs.	31st March, 2011 Rs.	31st March, 2010 Rs.
Present value of un-funded obligation	1,884,209	1,127,838	353,421	275,043	3,100,740	2,147,909	1,592,596	949,589
Net Liability	1,884,209	1,127,838	353,421	275,043	3,100,740	2,147,909	1,592,596	949,589
Amount recognised in the Profit and Loss Statement and charged to Salaries, Wages and Bonus as follows:								
Current Service cost	598,362	498,250	207,701	275,043	163,352	146,798	714,645	81,698
Interest cost	67,305	28,274	22,003	-	154,163	121,885	68,403	-
Net actuarial (gain)/loss recognised during the year	807,978	247,893	(151,326)	-	1,407,397	424,695	49,059	867,891
Total	1,473,645	774,417	78,378	275,043	1,724,912	693,378	832,107	949,589
Reconciliation of opening and closing balances of the present value of the obligations:								
Opening defined benefit obligation	1,127,838	353,421	275,043	-	2,147,909	1,592,596	949,589	-
Current Service cost	598,362	498,250	207,701	275,043	163,352	146,798	714,645	81,698
Interest cost	67,305	28,274	22,003	-	154,163	121,885	68,403	-
Actuarial (gain)/loss	807,978	247,893	(151,326)	-	1,407,397	424,695	49,059	867,891
Benefits paid	(717,274)	-	-	-	(772,081)	(138,065)	(189,100)	-
Closing Defined Benefit Obligation	1,884,209	1,127,838	353,421	275,043	3,100,740	2,147,909	1,592,596	949,589

Principal Actuarial Assumption Used:

Discount Rates	8.20%	8.75%	8.00%	8.00%
Expected Salary increase rates	5.00%	5.00%	5.00%	5.00%
Mortality Rates		LIC (1994-96) mortality tables		

The estimates of future salary increase considered in the actuarial valuation takes into account factors like inflation, seniority, promotion and other relevant factors. The above benefits are non-funded.

The contribution expected to be made by the Company for the year ending 31 March 2013 cannot be readily ascertainable and therefore not disclosed.



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NOTE-2.18**FINANCE COSTS**

Particulars	2012-13	2011-12
	Rs.	Rs.
Interest Expenses	2,085,955,886	831,408,440
Other Borrowing Costs	107,068,201	234,367,579
Applicable net loss on Foreign Currency transactions & translation	<u>542,321,495</u>	<u>67,490,728</u>
	2,735,345,582	1,133,266,747
Less: Allocated to Capital Account (Refer Note 2.10)	(2,735,345,582)	(1,133,266,747)
	<u>-</u>	<u>-</u>

NOTE-2.19**DEPRECIATION AND AMORTISATION EXPENSES**

Particulars	2012-13	2011-12
	Rs.	Rs.
Depreciation/amortisation on tangible assets	10,117,116	23,000,246
	<u>10,117,116</u>	<u>23,000,246</u>
Less: Allocated to Capital Account (Refer Note 2.10)	(10,117,116)	(3,580,083)
	<u>-</u>	<u>19,420,163</u>

NOTE-2.20**OTHER EXPENSES**

Particulars	2012-13	2011-12
	Rs.	Rs.
Rent	3,236,955	2,301,500
Power and Fuel	55,494,180	38,126,365
Travelling and Conveyance Expenses	22,076,235	14,153,278
Communication Expenses	2,571,338	1,945,140
CSR Expenses	5,819,477	1,233,564
Legal and Professional Charges	6,028,335	1,634,108
Project Insurance Charges	13,127,359	53,902
Fees/Charges to Other Authorities	17,913,664	30,520,728
Remuneration to Auditors		
- Statutory Audit	112,360	89,888
- Tax Audit	33,708	33,708
- Other Charges	26,355	8,274
Security Charges	4,856,031	3,490,772
Guest House Maintenance	5,901,481	4,859,567
Site Maintenance	3,161,960	2,170,249
General Charges	<u>22,326,358</u>	<u>39,461,346</u>
	162,685,796	140,082,389
Less: Allocated to Capital Account (Refer Note 2.10)	(146,539,556)	(118,717,359)
	<u>16,146,240</u>	<u>21,365,030</u>



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Note : 2.21	C.I.F value of imports	2012-13	2011-12
	Capital Goods	4,495,408,008	6,858,502,149
Note: 2.22	Expenditure in foreign currency:	2012-13	2011-12
	Travelling	660,872	158,792
	Finance Costs	356,886,275	157,682,592
	Advance for Equipment Supply	398,753,393	366,957,895
	Technical Services	30,783,632	79,216,473

Note: 2.23 Earnings per Share:**Computation of earnings per share**

Particulars	2012-13	2011-12
Profit /(Loss) After Tax (Rs.) (A)	(63,435,165)	(156,880,599)
Weighted Average No. of Equity Shares for Earnings per Share (B)	461,012,790	380,451,266
Basic and Diluted Earnings Per Share of Rs.10/- [(A)/(B)]	(0.14)	(0.41)

Note: 2.24**Disclosure in respect of Related Parties:**

	Nature of Relationships	Name of Related Parties
i)	CESC Infrastructure Limited	Direct Holding Company (w.e.f. 21 st December, 2011)
ii)	CESC Limited	Ultimate Holding Company
iii)	Spencer's Retail Limited, CESC Properties Limited, Haldia Energy Limited, Metromark Green Commodities Pvt. Ltd., Music World Retail Limited, Au Bon Pain Café India Limited, Nalanda Power Company Limited, CESC Projects Limited, Surya Vidyut Limited, Bantal Singapore Pte.Ltd , Papu Hydropower Projects Limited (w.e.f. 15th May, 2012), Pachi Hydropower Projects Limited (w.e.f. 15th May, 2012), Spenliq Private Limited (w.e.f. 9th October, 2012), Firstsource Solutions Limited (w.e.f. 5th December, 2012), Firstsource Group USA, Inc., Firstsource BPO Ireland Ltd. ,Firstsource Solutions UK Ltd., Anunta Tech Infrastructure Services Ltd., Firstsource-Dialog Solutions Pvt. Ltd., MedAssist Holding, Inc., Firstsource Business Process Services, LLC Firstsource Solutions S.A. (Argentina), Firstsource Solutions USA, LLC, Firstsource Advantage, LLC ,Firstsource Transaction Services, LLC ,Twin Lakes Property LLC, (Twinlakes-I ,) Twin Lakes Property LLC (Twinlakes-II), Ranchi Power Distribution Company Private Limited (w.e.f. 12th November, 2012)	Fellow Subsidiary Company
iv)	Mahuagarhi Coal Company Private Limited	Fellow Associate
v)	Mr. Anirban Mukhopadhyay	Key Management personnel



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Note: 2.25

Out of the outstanding Foreign currency loans of Rs. 8,523,144,513 /- (Previous year: Rs. 2,903,472,431) disclosed in Note: 2.3, loan balance amounting to Rs. 8,296,051,735/- (Previous Year: Rs. 2,903,472,431/-) stands hedged in Indian Rupee and Rs.227,092,778/- (Previous Year: Rs Nil) representing payable in United States Dollar which has not been hedged.

Foreign currency loans of Rs. 1,881,754,945 (Previous Year: Rs. 2,111,897,937/- disclosed in Note: 2.6 stands hedged in Indian Rupee.

Note: 2.26

Other long term liabilities as per Note: 2.4 represent these arising out of different contracts including that for managing Foreign Currency risks.

Note: 2.27

The Company is presently in the process of setting up a power plant and does not operate in any other segment.

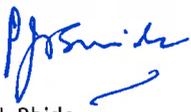
Note: 2.28

Since the Company has not yet commenced power generation, Deferred Tax Assets have not been recognized.

Note: 2.29

Previous year figures have been re-classified/regrouped wherever necessary.

For Batliboi, Purohit & Darbari
Firm Registration Number - 303086E
Chartered Accountants

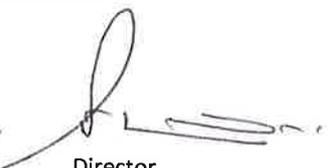

CA P.J. Bhide
Partner
Membership Number 004714



Place: Kolkata
Date: 27th May, 2013

For and on behalf of the Board


Director


Director


Secretary


Managing Director