

**CESC PROJECTS LIMITED**  
**DIRECTORS' REPORT**

Your directors present their Third Annual Report together with the Audited Accounts for the year ended 31 March, 2014.

**Financial Results**

	(Rs.)	
	2013-14	2012-13
(Loss) / Profit before Taxation	(4,26,95,606)	(1,52,31,805)
Provision for Income Tax for the Current year	Nil	Nil
(Loss) / Profit after Tax	(4,26,95,606)	(1,52,31,805)
Balance Profit brought forward from previous year	(1,53,97,840)	(1,66,035)
Balance carried down to Balance Sheet	(5,80,93,446)	(1,53,97,840)

**Operations**

The Company has been exploring various opportunities for taking up projects and did not carry out any commercial activity during the year under review.

**Share Capital**

During the year under review the company had issued 65,00,000 new equity shares of Rs. 10/- each to CESC Limited, its holding company resulting the revised issued and paid up share capital to Rs. 7,00,00,000/- from Rs.50,00,000/-.

**Dividend**

In view of the loss during the year, your Directors do not recommend any dividend for the year under review.

**Directors**

Mr. Utpal Bhattacharyya retires by rotation and, being eligible, offers himself for re-appointment.

**Particulars of Employees**

The information as required in accordance with Section 217(2A) of the Act read with the Companies (Particulars of Employees) Rules, 1975, as amended, is set out in an annexure to this Report. However, as per the provisions of Section 219(1)(iv) of the Act, the Report and the Accounts are being sent to all the Shareholders of the Company excluding the aforesaid information. The said information is also available for inspection at the Registered Office during working hours up to the date of the Annual General Meeting.

**Public Deposits**

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

### Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

During the year under review, your Company has not carried out any commercial activity and hence not consumed energy of any significant level. There was not much scope for taking any measures for energy conservation or for making any additional investment for reduction of energy consumption. There was no technology absorption nor any foreign exchange earnings or outgo during the year.

### Director's Responsibility Statement

Pursuant to Section 217(2AA) of the Companies Act, 1956, your Directors confirm that:

- i) in the presentation of the annual accounts, the applicable accounting standards had been followed along with proper explanations relating to material departures;
- ii) they have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for that year;
- iii) proper and sufficient care had been taken for the maintenance of adequate records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the annual accounts had been prepared on a going concern basis.

### Compliance Certificate

Pursuant to Section 383A of the Companies Act, 1956 a certificate from M/s Manoj Shaw & Co. Company Secretary in practice, is attached and forms part of this Report.

### Auditors

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

On behalf of the Board of Directors

Sd/- S. Mitra

Sd/- S.Talukdar

Director

Director

Kolkata, 29 May, 2014

BATLIBOI, PUROHIT & DARBARI  
Chartered Accountants

7, Waterloo Street  
Kolkata – 700 069  
Phone No. 2248 3042

**Independent Auditors' Report to the Members of CESC Projects Limited**

**REPORT ON THE FINANCIAL STATEMENTS**

We have audited the accompanying financial statements of CESC Projects Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2014, 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'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

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.

**AUDITOR'S RESPONSIBILITY**

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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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.



## **OPINION**

In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 read with the General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2014."

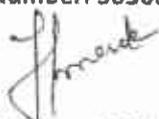
## **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

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, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, 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**



**Kolkata**  
**Dated: 29<sup>th</sup> May, 2014**

  
**(CA Hemal Mehta)**  
**Partner**  
**M. No. 063404**



10. As the Company is registered for a period less than five years, the provisions of Clause 4(10) of the Order are not applicable to the Company.

11. According to the records of the Company examined by us and the information and explanations given to us, during the year the Company has not obtained any loan from any financial institution or bank or debenture holders.

12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.

13. The Company is not a chit fund or a nidhi /mutual benefit fund/society. Therefore, the provision of this clause of the Companies (Auditor's Report) Order, 2003 (as amended) is not applicable to the Company.

14. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.

15. According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.

16. The company has not raised any term loans during the year.

17. Based on the information and explanations given to us and on an overall examination of the Balance Sheet of the Company as at 31<sup>st</sup> March, 2014, we report that no funds raised on short-term basis have been used for long-term investment by the Company.

18. The Company has not made any preferential allotment of shares during the year.

19. The Company has not issued any debentures during the year and does not have any debentures outstanding at the year end.

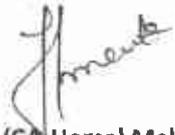
20. The Company has not raised any money by public issue during the year.

21. During the course of our examination of the books and records of the Company, carried out in accordance with 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 Company, noticed or reported during the year, nor have been informed of any such case by the Management.

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



**Kolkata  
Dated: 29<sup>th</sup> May, 2014**

  
**(CA Hemal Mehta)  
Partner  
M. No. 063404**

CESC Projects Limited

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

Balance Sheet as at 31st March, 2014

Particulars	Note No	As at	As at
		31st March, 2014	31st March, 2013
		Rs.	Rs.
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share Capital	2.1	700,00,000	50,00,000
Reserves and Surplus	2.2	(580,93,446)	(153,97,840)
Share Application Money Pending Allotment	2.3	-	300,00,000
<b>Non-current liabilities</b>			
Long-term provisions	2.4	3,95,649	1,31,389
<b>Current liabilities</b>			
Other Current Liabilities	2.5	62,05,110	11,16,694
Short-term provisions	2.6	2,70,676	1,19,965
<b>TOTAL</b>		<b>187,77,989</b>	<b>209,70,208</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
Tangible Assets	2.7	5,65,419	2,01,630
Long-term loans and advances	2.8	36,53,520	4,65,000
<b>Current assets</b>			
Cash and bank balances	2.9	26,80,876	174,89,185
Short term Loans & advances	2.10	114,21,929	23,58,148
Other Current Assets	2.11	4,56,245	4,56,245
<b>TOTAL</b>		<b>187,77,989</b>	<b>209,70,208</b>

Significant Accounting Policies

1

Notes 1 - 2.18 form an Integral part of the Accounts

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

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

CA Hemal Mehta  
Partner  
Membership.No. 063404

Place: Kolkata  
Date: 29th May, 2014



For and on behalf of the Board

*[Signature]*  
Director

*[Signature]*  
Director

*[Handwritten mark]*

**CESC Projects Limited**

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

**Statement of Profit and Loss for the year ended 31st March, 2014**

Particulars	Note No	2013-14	2012-13
<b>Total Revenue</b>			
<b>Expenses</b>			
Employees benefit expenses	2.12	295,92,099	84,01,699
Depreciation	2.7	1,73,154	29,140
Other expenses	2.13	129,30,353	68,00,966
<b>Total Expenses</b>		<b>426,95,606</b>	<b>152,31,805</b>
Loss for the period		<b>(426,95,606)</b>	<b>(152,31,805)</b>
<b>Earnings per equity share: (Face Value of Rs. 10 per share)</b>			
Basic and Diluted	2.15	(82.45)	(30.46)
Significant Accounting Policies	1		
Notes 1 - 2.18 form an integral part of the Accounts			

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

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

CA Hemal Mehta  
Partner  
Membership.No. 063404

Place: Kolkata  
Date: 29th May, 2014



For and on behalf of the Board

Director

Director

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

Cash Flow Statement for the year ended 31st March, 2014

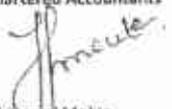
Particulars	2013-14		2012-13	
			Rs.	Rs.
<b>Cash Flow from Operating Activities</b>				
Net Profit/(Loss) before taxation	(425,95,606)		(152,31,805)	
Adjustment for :				
Depreciation	1,73,154		29,140	
<b>Operating Profit/(Loss) before Working Capital Changes</b>	<b>(425,22,452)</b>		<b>(152,02,665)</b>	
Receivables	(122,52,301)		(32,79,393)	
Payables	55,03,387		12,15,576	
<b>Net Cash from Operating Activities</b>		<b>(492,71,366)</b>		<b>(172,66,482)</b>
<b>Cash Flow from Investing Activities</b>				
Purchase of Fixed Assets	(5,36,943)		(2,30,770)	
Increase in Capital Work In Progress				
<b>Net Cash from Investing Activities</b>		<b>(5,36,943)</b>		<b>(2,30,770)</b>
<b>Cash Flow from Financing Activities</b>				
Issue of Share Capital	350,00,000			
Advance against Equity Shares received/(refunded)			300,00,000	
Increase/(decrease) in Secured Loan				
Increase/(decrease) in Unsecured Loan				
<b>Net Cash from Financing Activities</b>		<b>350,00,000</b>		<b>300,00,000</b>
<b>Net Increase/(decrease) of Cash &amp; Cash Equivalents</b>		<b>(148,08,309)</b>		<b>125,02,748</b>
<b>Cash &amp; Cash Equivalents - Opening Balance</b>		<b>174,89,185</b>		<b>49,86,437</b>
<b>Cash &amp; Cash Equivalents - Closing Balance</b>		<b>26,80,876</b>		<b>174,89,185</b>

Notes:

- The above Cash Flow Statement has been prepared under "Indirect Method" as set out in the Accounting Standard on Cash Flow Statement (AS 3) as per Companies (Accounting Standard) Rules, 2006.
- Previous year's figures have been regrouped/ rearranged 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 Hemal Mehta  
Partner  
Membership.No. 063404

Place: Kolkata  
Date: 29th May, 2014



For and on behalf of the Board

  
Director

  
Director

*Handwritten initials*

**1. Significant Accounting Policies:**

**i) 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 and the Companies Act, 2013 to the extent applicable. A summary of important accounting policies are set out below.

**ii) Basis of Accounting:**

The financial statements have been prepared under the historical cost convention.

**iii) Tangible Assets:**

**a) Cost**

Tangible Assets are stated at cost of acquisition together with any incidental expenses for acquisition/installation. Profit and Loss on disposal of tangible assets is recognized in the Statement of Profit and Loss.

**b) Depreciation**

Depreciation on tangible assets is provided on written-down value method at the rates specified in Schedule XIV to the Companies Act, 1956.

**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.

**iv) 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 an independent actuary.

**v) Revenue Recognition**

The Company follows mercantile system of accounting and recognizes revenue as per AS-9 on "Revenue Recognition" issued by The Institute of Chartered Accountants of India.

Other income from Investments and deposits etc. is accounted for on accrual basis inclusive of related tax deducted at source, where applicable.



**CESC Projects Limited**  
**Registered Office: CESC House, Chowringhee Square, Kolkata-700001**

**vi) Taxation**

Provision for current tax is made on the basis of estimated taxable income for the year.

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 years as per Accounting Standard 22 - "Accounting for Taxes on Income" as per Companies (Accounting Standards) Rules, 2006. Deferred tax assets are not recognized unless there is reasonable certainty and in case of brought forward loss and unabsorbed depreciation there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

**vii) Leasing**

Lease rentals in respect of vehicle under operating lease have been charged off to Statement of Profit and Loss.



**CESC Projects Limited**

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

**Note - 2.1 : Share Capital**

Particulars	As at 31st March, 2014 Rs.	As at 31st March, 2013 Rs.
<b>Authorised share capital</b>		
10,000,000 (31st March, 2013: 1,000,000) Equity Shares of Rs 10/- each	1000,00,000	100,00,000
<b>Issued, subscribed and paid up capital</b>		
70,00,000 (31st March, 2013: 500,000) Equity Shares of Rs 10/- each fully paid	700,00,000	50,00,000
	<u>700,00,000</u>	<u>50,00,000</u>

**(a) Term/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) Details of shareholder holding more than 5% shares in the company**

Name of the shareholder	As at 31st March, 2014		As at 31st March, 2013	
	No. of shares	%	No. of shares	%
CESC Limited	70,00,000	100	5,00,000	100

CESC Limited is also the Holding Company of CESC Projects Limited and percentage of shares held is stated above.

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

Particulars	As at 31st March, 2014		As at 31st March, 2013	
	No. of shares	Value (Rs)	No. of shares	Value (Rs)
Shares outstanding at the beginning of the period	5,00,000	50,00,000	5,00,000	50,00,000
Add: Equity shares issued during the period	65,00,000	650,00,000	-	-
Shares outstanding at the end of the period	70,00,000	700,00,000	5,00,000	50,00,000

**Note - 2.2 : Reserves & Surplus**

Particulars	As at 31st March, 2014 Rs.	As at 31st March, 2013 Rs.
<b>Surplus</b>		
Debit Balance in the Profit and Loss Statement at the beginning of the year/period	(153,97,840)	(1,66,035)
Add: Profit/(loss) for the year/period	(426,95,606)	(452,31,805)
Debit Balance in the Profit and Loss Statement at the end of the year/period	<u>(580,93,446)</u>	<u>(153,97,840)</u>



**CESC Projects Limited**  
**Registered Office: CESC House, Chowringhee Square, Kolkata-700001.**

**Note 2.3 Share Application Money Pending Allotment**

Particulars	As at 31st March, 2014 Rs.	As at 31st March, 2013 Rs.
Application money received for allotment of shares	-	300,00,000
	-	<u>300,00,000</u>

During the year 65,00,000 shares of Rs.10/- each has been allotted to CESC Limited.

**Note 2.4 : Long Term Provisions**

Particulars	As at 31st March, 2014 Rs.	As at 31st March, 2013 Rs.
Provision for Leave Encashment	3,11,048	1,14,791
Provision for Gratuity	84,601	16,598
	<u>3,95,649</u>	<u>1,31,389</u>

**Note - 2.5: Other Current Liabilities**

Particulars	As at 31st March, 2014 Rs.	As at 31st March, 2013 Rs.
Filing Fee payable	-	4,50,000
Audit fees payable	30,337	28,090
Statutory dues payable	7,35,436	3,69,526
Other payables	54,39,337	2,69,078
	<u>62,05,110</u>	<u>11,16,694</u>

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 2.6 : Short Term Provisions**

Particulars	As at 31st March, 2014 Rs.	As at 31st March, 2013 Rs.
Provision for Leave Encashment	2,68,573	1,19,217
Provision for Gratuity	2,103	748
	<u>2,70,676</u>	<u>1,19,965</u>



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

Note 2.7: Tangible Assets

PARTICULARS	GROSS BLOCK AT COST				DEPRECIATION				NET BLOCK	
	As at 1 April, 2013 Rs.	Additions / Adjustments Rs.	Sales / Adjustments Rs.	As at 31 March, 2014 Rs.	As at 1 April, 2013 Rs.	For the year Rs.	Sales / Adjustments Rs.	As at 31 March, 2014 Rs.	As at 31 March, 2014 Rs.	As at 31 March, 2013 Rs.
Computer	2,30,770	1,76,129	-	4,06,899	29,140	1,24,054	-	1,53,194	2,53,705	2,01,630
Office Equipment	-	45,880	-	45,880	-	5,157	-	5,157	40,723	-
Furniture & Fittings	-	3,14,934	-	3,14,934	-	43,943	-	43,943	2,70,991	-
<b>Total</b>	<b>2,30,770</b>	<b>5,36,943</b>	<b>-</b>	<b>7,67,713</b>	<b>29,140</b>	<b>1,73,154</b>	<b>-</b>	<b>2,02,294</b>	<b>5,65,419</b>	<b>2,01,630</b>
Previous year/period	-	2,30,770	-	2,30,770	-	29,140	-	29,140	-	2,01,630



CESC Projects Limited

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

**Note 2.8: Long-term loans and advances**

Particulars	As at	As at
	31st March, 2014	31st March, 2013
	Rs.	Rs.
(Unsecured, considered good)		
Security Deposit	36,53,520	4,65,000
	<u>36,53,520</u>	<u>4,65,000</u>

**Note 2.9: Cash and Bank Balances**

Particulars	As at	As at
	31st March, 2014	31st March, 2013
	Rs.	Rs.
Cash and Cash Equivalents		
Cash-in-hand	-	22,592
Balances with Banks -Current Account	26,80,876	174,66,593
	<u>26,80,876</u>	<u>174,89,185</u>

**Note 2.10: Short-term loans and advances**

Particulars	As at	As at
	31st March, 2014	31st March, 2013
	Rs.	Rs.
(Unsecured, considered good)		
Employee Advance	8,45,801	5,26,375
Advances for Goods and Services	30,000	18,31,773
Advance to Projects	105,46,128	-
	<u>114,21,929</u>	<u>23,58,148</u>

**Note 2.11: Other Current Assets**

Particulars	As at	As at
	31st March, 2014	31st March, 2013
	Rs.	Rs.
(Unsecured, considered good)		
Receivable towards claim and services rendered	4,56,245	4,56,245
	<u>4,56,245</u>	<u>4,56,245</u>



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

**Note 7.12: Employee benefit expenses**

Particulars	2013-14	2012-13
	Rs.	Rs.
Salaries and bonus	281,00,053	77,61,657
Contribution to provident and other funds	7,58,670	1,16,898
Staff welfare expenses	7,33,376	5,23,144
	<b>295,92,099</b>	<b>84,01,699</b>

**Employee Benefits :-**

**Defined Contribution Plan**

The Company maintains a Provident Fund with the Regional Provident Fund authorities where contributions are made by the Company as well as by the employees. An amount of Rs. 6,89,312 (31 March, 2013 – Rs.99,552) has been charged off to Statement of Profit and Loss.

**Defined Benefit Plan**

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".

Amount recognised in the Balance Sheet are as follows:

	Gratuity		Leave	
	As at	As at	As at	As at
	31st March, 2014	31st March, 2013	31st March, 2014	31st March, 2013
	Rs.	Rs.	Rs.	Rs.
Present value of non-funded obligation	86,704	17,346	5,79,621	2,34,008
Net Liability	86,704	17,346	5,79,621	2,34,008

Amount recognised in the Profit and Loss Account and charged to Salaries, Wages and Bonus as follows:

	2014	2013	2014	2013
	Rs.	Rs.	Rs.	Rs.
Current Service cost	1,13,824	17,346	74,605	2,34,008
Interest cost	1,422	-	18,579	-
Net actuarial gain recognised during the year	(45,888)	-	2,67,290	-
Total	69,358	17,346	3,60,474	2,34,008

Reconciliation of opening and closing balances of the present value of the obligations:

	2014	2013	2014	2013
	Rs.	Rs.	Rs.	Rs.
Opening defined benefit obligation	17,346	-	2,34,008	-
Current Service cost	1,13,824	17,346	74,605	2,34,008
Interest cost	1,422	-	18,579	-
Actuarial gain	(45,888)	-	2,67,290	-
Benefits paid	-	-	(14,861)	-
Closing Defined Benefit Obligation	86,704	17,346	5,79,621	2,34,008

**Principal Actuarial Assumption Used:**

Discount Rates	9.20%	8.20%	9.20%	8.20%
Expected Salary increase rates	5.00%	5.00%	5.00%	5.00%
Mortality Rates	Indian Assured Lives Mortality (2006-08)			

The estimates of future salary increase considered in the actuarial valuation takes into account factors like inflation, seniority, promotion and other relevant factors. The expected return on plan assets is based on actuarial expectation of the average long term rate of return expected on investments of the funds during the estimated terms of the obligations.

The contribution expected to be made by the Company for the year ending 31 March, 2015 cannot be readily ascertained and therefore not disclosed.



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

Note 2.13 Other Expenses

Particulars	2013-14	2012-13
	Rs.	Rs.
Rent	52,68,727	6,04,513
Rates & Taxes	2,500	-
Travelling and Conveyance	27,32,235	11,90,693
Donation	-	25,00,000
Professional Fee	31,08,922	18,43,761
Filing Fee	6,511	4,54,510
Audit Fees	33,708	28,090
Miscellaneous Expenses	17,77,750	1,79,399
	<u>129,30,353</u>	<u>68,00,966</u>





**CESC Projects Limited**  
**Registered Office: CESC House, Chowringhee Square, Kolkata-700001**

**Note: 2.15**

**Earnings per Share (EPS):**  
**Computation of Earnings per share**

Particulars		2013-14	2012-13
Loss attributable to Equity Shareholders (Rs.)	(A)	(4,26,95,606)	(15,231,805)
Weighted Average Nos. of Equity Shares for Earnings per share for Basic EPS	(B)	5,17,808	5,00,000
Basic Earnings Per Share of Rs 10/-=[(A)/(B)] (RS)		(82.45)	(30.46)

**Note: 2.16**

**Auditors' Remuneration:**

Particulars	2013-14	2012-13
Audit Fee (including service tax)	33,708	28,090

**Note 2.17**

The Company is engaged in the business of development of power projects and does not operate in any other reportable segment.

**Note: 2.18**

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

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

CA Hemal Mehta  
 Membership. No. 063404

*Hemal Mehta*  
 Partner  
 Place: Kolkata  
 Date: 29<sup>th</sup> May, 2014



**For and behalf of the Board**

*[Signature]*

Director

*[Signature]*

Director

*Def.*