

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF Nalanda Power Company Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of **Nalanda Power Company Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, 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

2. 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 to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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.
6. 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 auditors' 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.



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To the Members of Nalanda Power Company Limited

Report on the Financial Statements

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7. 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

8. 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 March 31, 2016, and its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

9. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the *Annexure - A* a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 - B*.
 - (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:



P. K. DAS & ASSOCIATES

Chartered Accountants

78/2A, Block-E, New Alipore

Kolkata - 700 053

Phone : 2396 3988 / 2397 4978

E-mail : pdas50@yahoo.com

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To the Members of Nalanda Power Company Limited

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The Company does not have any pending litigations as at March 31, 2016 which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2016.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.



For P.K. Das & Associates

Chartered Accountants

FRN: 308082 E

A handwritten signature in cursive script, appearing to read "Pradyot Das".

(Pradyot Das)

Partner

(Membership Number 13861)

Kolkata

Dated: 16th MAY, 2016

Annexure - A to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of Nalanda Power Company Limited on the financial statements for the year ended March, 31, 2016

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- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.

(b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.

(c) The Company does not own any immovable properties. Therefore, the provisions of Clause 3(i)(c) of the said Order are not applicable to the Company.
- ii. The Company has no inventory and thus the provisions of Clause 3(ii) of the said Order are not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause (iii)(a) to (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186 of the Act. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act, and the rules framed thereunder are not applicable.
- vi. As the Company has not yet commenced operation, provisions under Section 148(1) of the Act in regard to the maintenance of cost records, in our opinion, is not applicable.
- vii. (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 provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues, 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, sales tax, wealth tax, service tax, duty of customs, value added tax or cess which have not been deposited on account of any dispute.
- viii. As the Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.



Annexure - A to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of Nalanda Power Company Limited on the financial statements for the year ended March, 31, 2016

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- x. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the provisions of Clause 3(xi) of the Order are not applicable to the Company.
- xii. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of Clause 4 (xii) of the Order are not applicable to the Company.
- xiii. The Company has not entered into transactions with related parties during the year. Accordingly, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

Kolkata

Dated: 16th MAY, 2016



For P.K. Das & Associates

Chartered Accountants

FRN: 308082 E

A handwritten signature in black ink, appearing to read "Pradyot Das".

(Pradyot Das)

Partner

(Membership Number 13861)

Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Nalanda Power Company Limited on the financial statements for the year ended March 31, 2016

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Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls over financial reporting of Nalanda Power Company Limited ("the Company") as of March 31, 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

2. 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 (ICAI). 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 Act.

Auditors' Responsibility

3. 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") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. 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.
4. 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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.



Annexure B to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of Nalanda Power Company Limited on the financial statements for the year ended March 31, 2016

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Meaning of Internal Financial Controls Over Financial Reporting

6. 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 unauthorized 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

7. 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

8. In our opinion, 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 March 31, 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 P.K. Das & Associates
Chartered Accountants
FRN: 308082 E



A handwritten signature in black ink, appearing to read "Pradyot Das".

(Pradyot Das)
Partner
(Membership Number 13861)

Kolkata

Dated: 16th MAY, 2016

NALANDA POWER COMPANY LIMITEDRegistered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001**BALANCE SHEET AS AT 31ST MARCH, 2016**

| | Note No | As at 31 March, 2016 Rupees | As at 31 March, 2015 Rupees |
|----------------------------------|---------|--------------------------------|--------------------------------|
| I. EQUITY AND LIABILITIES | | | |
| Shareholders' funds | | | |
| Share capital | 2 | 1,35,00,000 | 1,35,00,000 |
| Reserves and surplus | 3 | (85,97,422) | (85,44,456) |
| Current Liabilities | | | |
| Other current liabilities | 4 | 28,625 | 28,090 |
| TOTAL | | 49,31,203 | 49,83,634 |
| II. ASSETS | | | |
| Non-current assets | | | |
| Fixed assets- | | | |
| Capital work-in-progress | 5 | 45,96,680 | 45,96,680 |
| Current assets | | | |
| Cash and bank balances | 6 | 3,34,523 | 3,86,954 |
| TOTAL | | 49,31,203 | 49,83,634 |
| Significant accounting policies | 1 | | |
| Other additional information | 8-12 | | |

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

For P K Das & Associates
Chartered Accountants
Firm Registration No. 308082E
Pradyot Das
Partner

Membership No. 13861

Kolkata
16th May, 2016

For and on behalf of the Board of Directors



Director



Director

NALANDA POWER COMPANY LIMITED

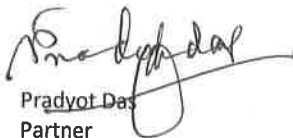
Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001

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

| | Note No | 2015-16 Rupees | 2014-15 Rupees |
|--|---------|-------------------|-------------------|
| Revenue | | - | - |
| Expenses | | | |
| Other expenses | 7 | 52,966 | 65,162 |
| Total expenses | | 52,966 | 65,162 |
| Profit / (Loss) before tax | | (52,966) | (65,162) |
| Tax expense | | | |
| Current | | - | - |
| Deferred | | - | - |
| Profit / (Loss) for the year | | (52,966) | (65,162) |
| Earnings per equity share (Face value of Rs.10 per share) | | | |
| Basic | 9 | (0.04) | (0.05) |
| Significant accounting policies | 1 | | |
| Other additional information | 8-12 | | |

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

For P K Das & Associates
Chartered Accountants
Firm Registration No. 308082E


Pradyot Das
Partner
Membership No. 13861



For and on behalf of the Board of Directors



Director


Director

Kolkata
16th May, 2016

NOTE 1 – SIGNIFICANT ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211 (3C) {Companies (Accounting Standard) Rules ,2006, as amended } and other relevant provisions of the Companies Act,2013.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current-non-current classification of assets and liabilities

(a) Expenditure during Construction

The Company is in the process of setting up a 2000 MW Thermal Power Plant at Pirpainti Anchal near Bhagalpur in the State of Bihar. 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 and to be capitalized subsequently.

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

(b) Fixed Assets:

Fixed Assets are valued at cost of acquisition less depreciation.

(c) Depreciation:

Depreciation on all Fixed Assets is provided based on useful life as prescribed under Schedule II of the Companies Act, 2013.

(d) 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.

(e) Taxation :

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, for all the timing differences subject to consideration of prudence, in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. At each Balance Sheet date, the company reassesses unrecognised deferred tax assets, if any.



NALANDA POWER COMPANY LIMITEDRegistered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001**NOTE 2 - SHARE CAPITAL**

| Particulars | As at | As at |
|--|--|--|
| | 31 st March, 2016 Rupees | 31 st March, 2015 Rupees |
| Authorised Share Capital 5,000,000 (Previous Year: 5,000,000) Equity Shares of Rs. 10 each | 5,00,00,000 | 5,00,00,000 |
| Issued, subscribed and fully paid - up Capital 1,350,000 (Previous Year : 1,350,000) Equity Shares of Rs.10 each fully paid up | 1,35,00,000 | 1,35,00,000 |
| Total | 1,35,00,000 | 1,35,00,000 |

a) Terms/rights attached to equity shares:

The Company has only one class of share having a par value of Rs 10 . 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 shareholders holding more than 5% shares in the company

| Name of the shareholder | As at 31st March, 2016 | | As at 31st March, 2015 | |
|-------------------------|------------------------|-----|------------------------|-----|
| | No. of shares | % | No. of shares | % |
| CESC Limited | 13,50,000 | 100 | 13,50,000 | 100 |

Entire Share Capital of the company is held by CESC Limited the Holding Company

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

| Particulars | As at 31st March, 2016 | | As at 31st March, 2015 | |
|---|------------------------|--------------------|------------------------|--------------------|
| | No. of Shares | Amount (Rs.) | No. of Shares | Amount (Rs.) |
| Shares outstanding at the beginning of the year | 13,50,000 | 1,35,00,000 | 13,50,000 | 1,35,00,000 |
| Add: Equity shares issued during the year | - | - | - | - |
| Shares outstanding at the end of the year | 13,50,000 | 1,35,00,000 | 13,50,000 | 1,35,00,000 |



NALANDA POWER COMPANY LIMITEDRegistered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001**NOTE 3 - RESERVES AND SURPLUS**

| Particulars | As at 31 st March, 2016 Rupees | As at 31 st March, 2015 Rupees |
|---|---|---|
| Deficit as per Statement of Profit and Loss Debit balance in Statement of Profit and Loss at the beginning of the year | (85,44,456) | (84,79,294) |
| Add: Loss for the year | (52,966) | (65,162) |
| Debit balance in Statement of Profit and Loss at the end of the year | (85,97,422) | (85,44,456) |

NOTE 4 - OTHER CURRENT LIABILITIES

| Particulars | As at 31 st March, 2016 Rupees | As at 31 st March, 2015 Rupees |
|----------------|---|---|
| Audit fees | 28,625 | 25,281 |
| Statutory dues | - | 2,809 |
| | 28,625 | 28,090 |

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.



NALANDA POWER COMPANY LIMITEDRegistered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001**NOTE 5 - CAPITAL WORK IN PROGRESS**

| Particulars | As at 31 st March, 2016 Rupees | As at 31st March, 2015 Rupees |
|---------------------------------------|---|-------------------------------------|
| Miscellaneous Project Expenses | | |
| Coal Movement Study | 3,35,020 | 3,35,020 |
| Land Acquisition Study | 10,31,442 | 10,31,442 |
| Pre-feasibility Report | 8,90,640 | 8,90,640 |
| Environment Impact Assessment Study | 16,89,578 | 16,89,578 |
| Statutory Payments | 6,50,000 | 6,50,000 |
| | 45,96,680 | 45,96,680 |

NOTE 6 - CASH AND BANK BALANCES

| Particulars | As at 31 st March, 2016 Rupees | As at 31st March, 2015 Rupees |
|--|---|-------------------------------------|
| Cash and Cash Equivalents Balances with Banks in current accounts | 3,34,523 | 3,86,954 |
| | 3,34,523 | 3,86,954 |



NALANDA POWER COMPANY LIMITED

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001

NOTE 7 - OTHER EXPENSES

| Particulars | 2015-16 Rupees | 2014-15 Rupees |
|-----------------------------------|-------------------|-------------------|
| Consultancy and Professional Fees | 11,800 | 3,200 |
| Auditors' Remuneration | | |
| - Audit Fee | 28,625 | 28,090 |
| - Fees for Other Services | - | 25,281 |
| Rates and Taxes | 1,900 | 1,900 |
| Miscellaneous Expenses | 10,641 | 6,691 |
| | 52,966 | 65,162 |



NALANDA POWER COMPANY LIMITED

Registered Office : 6 Church Lane, 1st Floor, Kolkata - 700001

Note 8 Disclosures as required under Accounting Standard AS-18 under the Companies Accounting Standards Rules 2006 on "Related Party Disclosures" :

(a) Related party and their relationship :

Name of related party

Nature of relationship

CESC Limited

Holding Company

Firstsource Group USA, Inc., Firstsource BPO Ireland Ltd. Fellow Subsidiary
, Firstsource Solutions UK Ltd., Firstsource Management Companies
Services Ltd., Firstsource-Dialog Solutions Pvt. Ltd.,
MedAssist Holding, LLC, Firstsource Business Process
Services, LLC, Firstsource Solutions USA, LLC, Firstsource
Advantage, LLC , Firstsource Transaction Services, LLC,
Firstsource Solutions SA (Argentina), One Advantage LLC,
USA, Firstsource Solutions Limited, Spencer's Retail Limited,
Quest Properties Limited, Metromark Green Commodities
Private Limited, Music World Retail Limited, Au Bon Pain Café
India Limited, Surya Vidyut Limited, Bantal Singapore Pte Ltd,
CESC Projects Limited, Dhariwal Infrastructure Limited,
CESC Infrastructure Limited, Haldia Energy Limited, Papu
Hydropower Projects Limited, Spen Liq Pvt. Limited, Pachi
Hydropower Projects Limited, Ranchi Power Distribution
Company Limited, Sheesham Commercial Private Limited,
Water Hyacinth Commosale Private Limited, Wigeon
Commotrade Private Limited, Crescent Power Limited,
Omnipresent Retail India Private Limited, New Rising
Promoters Private Limited

However there are no transactions with the related parties during the year

Note 9 Disclosures as required under Accounting Standard AS-20 under the Companies Accounting Standards Rules 2006 on "Earnings Per Share" :

| | <u>Current Year</u> | <u>Previous Year</u> |
|--|---------------------|----------------------|
| Loss after tax | (Rs.52,966) | (Rs.65,162) |
| Weighted average number of Equity Shares for EPS | 1,350,000 | 1,350,000 |
| Nominal Value Per Equity Shares | Rs.10 | Rs.10 |
| Earning per Equity Share - Basic | (Rs.0.04) | (Rs.0.05) |



NALANDA POWER COMPANY LIMITED

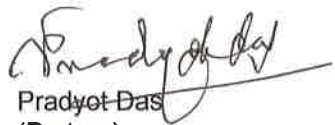
Registered Office : 6 Church Lane, 1st Floor, Kolkata - 700001

Note 10 The Company is presently in the process of setting up of a power plant and yet to commence commercial production. The company does not operate in any other segment.

Note 11 Since the Company has not commenced commercial production, Deferred Tax has not been recognised.

Note 12 Previous year figures have been re-classified/regrouped wherever necessary.

For P.K.Das & Associates
Firm Registration Number: 308082 E
Chartered Accountants



Pradyot Das
(Partner)
Membership Number 13861
Kolkata,

16th May, 2016



For and on behalf of the Board of Directors



Director



Director

NALANDA POWER COMPANY LIMITED

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2016

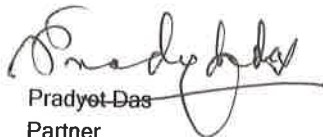
| | 2015-16 Rupees | 2014-15 Rupees |
|--|-------------------|-------------------|
| A. Cash flow from Operating Activities | | |
| (Loss) before taxation | | |
| Adjustments for :- | (52,966) | (65,162) |
| Depreciation | - | - |
| (Loss)/Profit on sale of assets | - | - |
| Operating profit / (loss) before working capital changes | (52,966) | (65,162) |
| Trade and Other Receivables | - | - |
| Increase/ Decrease in Current Liabilities | 535 | (45,020) |
| Net cash flow from Operating Activities | (52,431) | (1,10,182) |
| B. Cash flow from Investing Activities | | |
| Sale of Fixed Assets | - | - |
| Decrease / (Increase) in Capital Work-in-Progress | - | - |
| Net cash flow from Investing Activities | - | - |
| C. Cash flow from Financing Activities | | |
| Share Application money pending allotment | - | - |
| Net cash flow from Financing Activities | - | - |
| Net increase / (decrease) in cash and cash equivalents | (52,431) | (1,10,182) |
| Cash and cash equivalents - Opening Balance | 3,86,954 | 4,97,136 |
| Cash and cash equivalents - Closing Balance | 3,34,523 | 3,86,954 |

Notes : (a) The Cash Flow Statement has been prepared under the indirect method as given in the Accounting Standard on Cash Flow Statement (AS-3) issued by The Institute of Chartered Accountants of India.

(b) Cash and cash equivalents represents bank balances only.

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

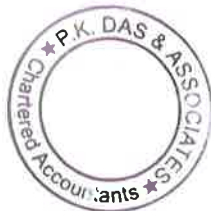
For P K Das & Associates
Chartered Accountants
Firm Registration No. 308082E

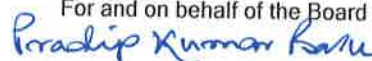

Pradyot Das
Partner

Membership No. 13861

Kolkata

16th May, 2016



For and on behalf of the Board of Directors


Director



Director