

INDEPENDENT AUDITORS' REPORT**TO THE MEMBERS OF Nalanda Power Company Limited****Report on the Ind AS Financial Statements**

We have audited the accompanying Ind AS financial statements of **Nalanda Power Company Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, including Other Comprehensive Income, the Statement of Cash Flow and the Statement of Changes in Equity for the period then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements to give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these Ind AS financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit of Standalone Ind AS financial statements in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the



INDEPENDENT AUDITORS' REPORT

To the Members of Nalanda Power Company Limited

Report on the Ind AS Financial Statements

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Company's preparation of the Ind AS 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 Ind AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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, 2018, and its loss including other comprehensive income, its cash flows and changes in equity for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. 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, we give in the Annexure – A, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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, the Statement of Cash Flow and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - (e) On the basis of the written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2018 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 with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in Annexure – B to this report.



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To the Members of Nalanda Power Company Limited
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(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 information and according to explanations given to us:

- i) The Company does not have any pending litigations which would impact its financial position.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Kolkata
Dated: May 13 , 2018



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


(FCA Hemal Mehta)
Partner
Membership Number 063 404

Annexure - A to Independent Auditors' Report referred to in paragraph 1 of the section on "Report on other legal and regulatory requirements" of our report on even date

To the members of Nalanda Power Company Limited

- i. (a) The Company has been maintaining proper records showing full particulars of Miscellaneous Project Expenses (including study reports) considered by the management as Capital Work-on-progress. However, as at 31st March, 2018 the Company did not have any such Capital Work-in-progress / Fixed Assets.
 - (b) In view of nature of the Capital Work-in-progress, physical verification by the management does not arise.
 - (c) According to the information and explanations given by the management, there are no immovable properties, included in property, plant and equipment of the company and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.
- ii. The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- iv. In our opinion and according to the information and explanations given to us, the Company has not issued loans, guarantee or securities to which provisions of section 185 and 186 of the Companies Act 2013 apply and hence not commented upon. Therefore, the provisions of section 186 of the Companies Act, 2013 in respect of investments made by the company, are not applicable.
- v. The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- vi. To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.
- 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, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, duty of custom, duty of excise, value added tax, goods and service tax, cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
 - (c) 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.

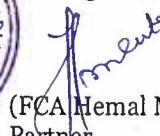


- viii. According information and explanation given to us, the Company did not have any outstanding loans or borrowing dues in respect of a financial institution or bank or to government or dues to debenture holders during the year.
- ix. Based upon the audit procedures performed and the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments) and term loans hence, reporting under this clause is not applicable to the Company and hence not commented upon.
- x. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud / material fraud on the company by the officers and employees of the Company has been noticed or reported during the year.
- xi. According to the information and explanations given by the management, no managerial remuneration has been paid / provided by the Company and therefore, the provisions of this clause are not applicable to the Company.
- xii. In our opinion, the Company is not a nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- xiii. According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under this clause are not applicable to the company and, therefore, not commented upon.
- xv. According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
- xvi. According to the information and explanations given to us, the provisions of section 45-1A of the Reserve Bank of India Act, 1934 are not applicable to the Company.

Kolkata
Dated: May 13 , 2018



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


(FCA Hemal Mehta)
Partner
Membership Number 063404

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE IND AS FINANCIAL STATEMENTS OF NALANDA POWER COMPANY LIMITED

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

We have audited the internal financial controls over financial reporting of Nalanda Power Company Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

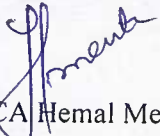
Opinion

In our opinion, 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, 2018, 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.

Kolkata
Dated: May 13, 2018



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


(FCA Hemal Mehta)
Partner
Membership Number 063 404

Nalanda Power Company LimitedRegistered Office : 6 Church Lane, 1st Floor, Kolkata – 700001

CIN:U40104WB2008PLC125228

Balance Sheet as at 31 March 2018

Particulars	Notes	(Rs in thousands)	
		March 31, 2018	March 31, 2017
A. ASSETS			
1. Non-current assets			
a) Property, plant and equipment	4	-	-
b) Capital work in progress	4	-	-
Total non-current assets		-	-
2. Current assets			
a) Financial assets			
i) Cash and cash equivalents	5	257.22	295.44
Total current assets		257.22	295.44
Total assets		257.22	295.44
B. EQUITY AND LIABILITIES			
1. Equity			
a) Equity share capital	6	13,500.00	13,500.00
b) Other equity	7	(13,286.48)	(13,239.06)
Total Equity		213.52	260.94
2. Liabilities			
Current liabilities			
a) Financial liabilities			
i) Other financial liabilities	8	35.40	31.50
b) Other current liabilities	9	8.30	3.00
Total current liabilities		43.70	34.50
Total liabilities		43.70	34.50
Total equity and liabilities		257.22	295.44

Note 1 to 17 form an integral part of these Financial Statements

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

For Batliboi, Purohit & Darbari

Chartered Accountants

Firm Registration No.: 303086E

Hema Mehta

Partner

Membership No.: 063404



For and on behalf of the Board of Directors

Director

Pradipt Kumar Banerjee

Director

Place: Kolkata

Date: 13 May 2018

Nalanda Power Company LimitedRegistered Office : 6 Church Lane, 1st Floor, Kolkata – 700001
CIN:U40104WB2008PLC125228**Statement of profit and loss for the year ended March 31, 2018**

Particulars	Notes	(Rs in thousands)	
		2017-18	2016-17
Revenue from operations			
Total income			
Expenses			
Other expenses	10	47.42	44.95
Total expenses		47.42	44.95
Profit before exceptional items and tax		(47.42)	(44.95)
Exceptional items	11		4,596.68
Profit before tax			
Income tax expense		(47.42)	(4,641.63)
- Current tax			
- Deferred tax			
Total tax expense			
Profit for the period from continuing operations		(47.42)	(4,641.63)
Discontinued operations			
Profit from discontinued operation before tax		-	-
Tax expense of discontinued operations		-	-
Profit from discontinued operations			
Profit for the year		(47.42)	(4,641.63)
Other Comprehensive income			
A (i) Items that will not be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss			
B (i) Items that will be reclassified to profit or loss		-	-
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Other comprehensive income for the year, net of tax			
Total comprehensive income for the year		(47.42)	(4,641.63)
Earning per equity share for profit from continuing operations attributable to owners of Nalanda Power Company Limited:	12	INR	INR
Basic earnings per share		(0.04)	(3.44)
Diluted earnings per share		(0.04)	(3.44)

Note 1 to 17 form an integral part of these Financial Statements

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

For Batliboi, Purohit & Darbari

Chartered Accountants

Firm Registration No.: 303086E

Hemal Mehta
Hemal Mehta
 Partner
 Membership No.: 063404



For and on behalf of the Board of Directors

Pradip Kumar Basu
Pradip Kumar Basu
 Director

Place: Kolkata
Date: 13 May 2018

Nalanda Power Company Limited

Registered Office : 6 Church Lane, 1st Floor, Kolkata – 700001
 CIN:U40104WB2008PLC125228

Statement of Cash Flows for the year ended 31 March 2018

Particulars	(Rs in thousands)	
	2017-18	2016-17
A. Cash flow from Operating Activities		
Profit before Taxation	(47.42)	(4,641.63)
Adjustments for :		
Capital work in progress written off		(4,596.68)
Operating Profit before Working Capital changes	(47.42)	(44.95)
Adjustments for :		
Increase/(Decrease) from Current Financial Liabilities	3.90	2.87
Increase/(Decrease) from Other current liabilities	5.30	3.00
Net cash flow from Operating Activities	(38.22)	(39.08)
B. Cash flow from Investing Activities	-	-
C. Cash flow from Financing Activities	-	-
Net Increase / (decrease) in cash and cash equivalents	(38.22)	(39.08)
Cash and Cash equivalents - at the beginning of the financial year	295.44	334.52
Cash and Cash equivalents - at the end of the financial year	257.22	295.44

Reconciliation of cash and cash equivalents as per the cash flow statement

Particulars	March 31, 2018	March 31, 2017
Cash and cash equivalents (Refer Note 5)	257.22	295.44
Bank overdrafts	-	-
Balances per statement of cash flows	257.22	295.44

a) The Statement of Cash Flows has been prepared under the indirect method as given in the India Accounting Standard (IND AS 7) on the Statement of Cash Flows.

b) The above cash flow should be read in conjunction to the accompanying notes.

This is the Statement of Cash Flows referred to in our report of even date.

For Batliboi, Purohit & Darbari

Chartered Accountants

Firm Registration No.: 303086E

Hema Mehta

Partner

Membership No.: 063404



For and on behalf of the Board of Directors

Director

Pradip Kumar Banerjee
Director

Nalanda Power Company Limited

Registered Office : 6 Church Lane, 1st Floor, Kolkata – 700001
CIN:U40104WB2008PLC125228

Statement of changes in Equity for the year ended March 31, 2018

A. Equity Share Capital	As at 31 March 2018		As at 31 March 2017	
	Number	Amount (Rs in thousands)	Number	Amount (Rs in thousands)
Balance as at the beginning	135,000,000	13,500.00	135,000,000	13,500.00
Changes in equity share capital during the period				
Balance at the end		<u>13,500.00</u>		<u>13,500.00</u>

B. Other Equity

Particulars	As at 31 March 2018		As at 31 March 2017	
	Reserves and Surplus	Total	Reserves and Surplus	Total
	Retained Earnings		Retained Earnings	
Balance as at the beginning	(13,239.06)	(13,239.06)	(8,597.43)	(8,597.43)
Total Comprehensive Income for the period	(47.42)	(47.42)	(4,641.63)	(4,641.63)
Items that will not be reclassified to profit or loss				
Balance at the end	<u>(13,286.48)</u>	<u>(13,286.48)</u>	<u>(13,239.06)</u>	<u>(13,239.06)</u>

For Batliboi, Purohit & Darbari
Chartered Accountants
Firm Registration No.: 303086E

Hema Mehta
Partner
Membership No.: 063404



Place: Kolkata
Date: 13 May 2018

For and on behalf of the Board of Directors


Director


Director

Nalanda Power Company Limited

Registered Office : 6 Church Lane, 1st Floor, Kolkata – 700001
CIN:U40104WB2008PLC125228

Significant accounting policies and notes to the accounts

For financial year ended 31 March 2018

1 Corporate information

Nalanda Power Company Limited ("the Company") is a limited company incorporated and domiciled in India. Its registered office is located at 6 Church Lane, 1st floor, Kolkata -700 001, India.

The company is exploring future business opportunities in order to improve the Company's financial health.

2 Significant accounting policies, judgements and estimates
Basis of preparation of financial statements

2.1 Statement of compliance

These financial statements have been prepared to comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 and other provisions of the Companies Act, 2013 to the extent applicable.

For all the periods upto and including quarter and the year ended March 31, 2016, the financial statements were prepared in accordance with the accounting standards notified under the Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act.

The financial statements are presented in Indian rupees.

2.2 Basis of Measurement

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

2.3 Use of estimate

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

3 Summary of significant accounting policies

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity of another entity.

3.1 Financial asset

i) Initial measurement

All financial assets are recognised initially at fair value. Transaction costs that are attributable to the acquisition of the financial asset (other than financial assets recorded at fair value through profit or loss) are included in the fair value of the financial assets.

ii) Classification and subsequent measurement

For the purpose of subsequent measurement, financial assets of the Company are classified in the following categories:

- 1) financial assets measured at amortised cost
- 2) financial assets measured at fair value through other comprehensive income
- 3) financial assets measured at fair value through profit and loss and

The classification of financial assets depends on the objective of the business model. Management determines the classification of its financial assets at initial recognition.

3.2 Financial liability

i) Initial measurement

All financial liabilities are recognised initially at fair value net of directly attributable transaction costs. The Company's financial liabilities include other payables.

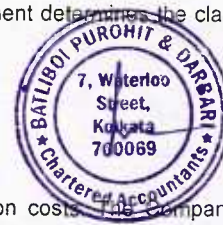
ii) Classification and subsequent measurement

For the purpose of subsequent measurement, financial instruments of the Company are classified in the following categories:

- 1) financial liabilities measured at amortised cost
- 2) financial liabilities measured at fair value through profit and loss

Financial liabilities at amortised cost:

Financial liabilities at amortised cost represented by trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest method.



Nalanda Power Company Limited

Registered Office : 6 Church Lane, 1st Floor, Kolkata – 700001
CIN:U40104WB2008PLC125228

Significant accounting policies and notes to the accounts

For financial year ended 31 March 2018

3.3 Capital work in progress

Capital work in progress is stated at cost net of accumulated impairment losses, if any.

3.4 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks. For the purposes of the cash flow statement, cash and cash equivalents include cash in banks.

3.5 Earnings per share

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.



Nalanda Power Company Limited

Registered Office : 6 Church Lane, 1st Floor, Kolkata – 700001
 CIN:U40104WB2008PLC125228

Significant accounting policies and notes to the accounts
For financial year ended 31 March 2018

4 **Property, plant and equipment**

(Rs in thousands)

Particulars	Land	Buildings	Plant and equipment	Furniture and fixtures	Vehicles	Office equipment	Total	Capital work in progress
Gross carrying value								
Deemed cost as at April 1, 2016	-	-	-	-	-	-	-	4,596.68
Additions	-	-	-	-	-	-	-	-
Disposals / adjustments	-	-	-	-	-	-	-	(4,596.68)
At March 31, 2017	-	-	-	-	-	-	-	-
At April 1, 2017	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals / adjustments	-	-	-	-	-	-	-	-
Gross carrying amount as at 31 March, 2018	-	-	-	-	-	-	-	-
Accumulated depreciation								
At April 1, 2016	-	-	-	-	-	-	-	-
Depreciation expense	-	-	-	-	-	-	-	-
Disposals / adjustments	-	-	-	-	-	-	-	-
At March 31, 2017	-	-	-	-	-	-	-	-
At April 1, 2017	-	-	-	-	-	-	-	-
Depreciation expense	-	-	-	-	-	-	-	-
Disposals / adjustments	-	-	-	-	-	-	-	-
At 31 March, 2018	-	-	-	-	-	-	-	-
Net carrying value March 31, 2018	-	-	-	-	-	-	-	-
Net carrying value March 31, 2017	-	-	-	-	-	-	-	-



Nalanda Power Company Limited

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

CIN:U40104WB2008PLC125228

**Significant accounting policies and notes to the accounts
For financial year ended 31 March 2018**

5 Cash and cash equivalents

(Rs in thousands)

Particulars	As at March 31, 2018	As at March 31, 2017
Balances with banks		
- In current accounts	255.07	295.44
Cash in hand	2.15	-
Total	257.22	295.44

Note : For the purpose of cash flow statement, cash and cash equivalents comprise of Rs. 257.23 thousands (31 March 2017: Rs. 295.44 thousands)



Nalanda Power Company LimitedRegistered Office : 6 Church Lane, 1st Floor, Kolkata – 700001

CIN:U40104WB2008PLC125228

Significant accounting policies and notes to the accounts

For financial year ended 31 March 2018

6 Equity share capital

a) Particulars	As at	As at
	March 31, 2018	March 31, 2017
Authorised 50,00,000 Equity Shares of Rs.10/-	50,000	50,000
Issued, subscribed and paid-up 13,50,000 Equity Shares of Rs.10/-	13,500	13,500
Total	13,500	13,500

b) Reconciliation of the number of equity shares outstanding at the beginning and at the end of the reporting period are as given below:

Particulars	As at March 31, 2018		As at March 31, 2017	
	No of shares	Rs (In	No of shares	Rs (In
		Thousands)		Thousands)
Number of shares outstanding at the beginning of the period	1,350,000	13,500	1,350,000	13,500
Increase/(Decrease) during the period	-	-	-	-
Number of shares outstanding at the end of the period	1,350,000	13,500	1,350,000	13,500

c) Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. No dividend has been declared for distribution to the Company's shareholders since inception. In the event of liquidation of the company, the holders of equity shares are eligible to receive the remaining assets of the company after distribution of all the preferential amounts, in proportion to their shareholding.

d) Shares of the company held by holding/ ultimate holding company

Name of the shareholder	As at March 31, 2018		As at March 31, 2017	
	Number of shares	%	Number of shares	%
CESC Limited (Holding Company)	1,350,000	100%	1,350,000	100%

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

Name of the shareholder	As at March 31, 2018		As at March 31, 2017	
	Number of shares	%	Number of shares	%
CESC Limited (Holding Company)	1,350,000	100%	1,350,000	100%



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- f) In the period of five years immediately preceding 31 March 2018, the Company has neither issued bonus shares, bought back any equity shares nor has not allotted any equity shares as fully paid up without payment being received in cash.
- g) There are no shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment.

7 Other equity

Particulars	(Rs in thousands)	
	As at March 31, 2018	As at March 31, 2017
a) Retained earnings		
Retained earnings comprise of the Company's prior years' undistributed earnings after taxes.	(13,286.48)	(13,239.06)
b) Other items of other		
Other items of other comprehensive income consists of re-measurement of net defined benefit liability/asset (actuarial gains and losses)	-	-
Total	(13,286.48)	(13,239.06)

a) Retained earnings

Particulars	(Rs in thousands)	
	March 31, 2018	March 31, 2017
Opening balance	(13,239.06)	(8,597.43)
Net profit for the period	(47.42)	(4,641.63)
Closing balance	(13,286.48)	(13,239.06)

8 Other financial liabilities

Particulars	(Rs in thousands)	
	March 31, 2018	March 31, 2017
Others :		
Auditors' remuneration	35.40	31.50
Total	35.40	31.50

9 Other current liabilities

Particulars	(Rs in thousands)	
	March 31, 2018	March 31, 2017
Statutory dues payable	-	3.00
Other Payables	8.30	-
Total	8.30	3.00



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10 Other expenses

(Rs in thousands)

Particulars	March 31, 2018	March 31, 2017
Rates and taxes	3.18	1.90
Auditors' remuneration		
Statutory Audit fees	30.00	34.50
Reimbursement of expenses (including applicable taxes)	5.40	
Consulancy and Professional Fees	5.90	3.00
Miscellaneous Expenses	2.94	5.55
Total	47.42	44.95

11 Exceptional Item

(Rs in thousands)

Particulars	March 31, 2018	March 31, 2017
Capital work in progress written off	-	4,596.68
Total	-	4,596.68

12 Earnings per share (EPS)

The calculation of basic earnings per share at 31 March 2018 was based on the loss attributable to equity shareholders of INR 50.42 thousands (Previous year INR 4641.63 thousands) and a weighted average number of equity shares outstanding 13,50,000 (Previous year 13,50,000), calculated as follows:

Particulars	March 31, 2018	March 31, 2017
Face value of equity shares	10.00	10.00
Weighted average number of equity shares outstanding	1,350,000	1,350,000
Profit/ (loss) for the year (continuing operations) (in thousands)	(47.42)	(4,641.63)
Weighted average earnings per share (basic and diluted) (Rs.)	(0.04)	(3.44)

- 13 There are no dues to Micro, Small and Medium Enterprises, as required to be disclosed under the "Micro, Small and Medium Enterprise Development Act, 2006" ("the Act") as has been identified on the basis of information available with the Company.



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Name	Type	Place of incorporation	Ownership interest	
			31-Mar-18	31-Mar-17
CESC Limited	Holding Company	India	100.00%	100.00%

(b) Subsidiaries, associates, joint ventures

Name	Relationship	Place of incorporation	Ownership interest	
			31-Mar-18	31-Mar-17
None				

(c) Related Party Transactions

Name	Relationship	Nature of transaction	(Rs in thousands)			
			Amount of transaction		Outstanding Balance	
			2017-18	2016-17	31-Mar-18	31-Mar-17
Parent CESC Limited	Holding Company	None	NIL	NIL	NIL	NIL



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15 Financial instruments

The amortised cost and fair value of financial instruments by categories as at March 31 2018, March 31 2017 is as follows:

(Rs in thousands)

	31-Mar-18			31-Mar-17		
	Amortized cost	FVTOCI	FVTPL	Amortized cost	FVTOCI	FVTPL
Financial liabilities						
Other financial liabilities	35.40			31.50		
Total financial liabilities	35.40	-	-	31.50	-	-
Financial assets						
Cash and cash equivalents	257.22			295.44		
Total financial assets	257.22	-	-	295.44	-	-

The carrying amount of cash and cash equivalents are considered to be same as their fair values, due to their short term nature.



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16 FINANCIAL RISK MANAGEMENT OBJECTIVE AND POLICIES

The Company's financial liabilities comprise of other payables. The Company's financial assets comprise of and cash and cash equivalents.

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note presents information about the risks associated with its financial instruments, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital.

The Company is exposed to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Interest rate risk

A. Credit Risk

The Company is exposed to credit risk as a result of the risk of counterparties defaulting on their obligations. The Company's exposure to credit risk relates to cash and cash equivalents. The Company monitors and limits its exposure to credit risk on a continuous basis.

Cash and cash equivalents

Cash and cash equivalents comprise of balance with banks which are readily convertible to cash. These are subject to insignificant risk of change in value or credit risk.

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

	(Rs in thousands)	
	31-Mar-18	31-Mar-17
	Rs.	Rs.
Cash and cash equivalents	257.22	295.44
Total	<u>257.22</u>	<u>295.44</u>

B. Liquidity risk

The Company is exposed to liquidity risk related to its ability to fund its obligations as they become due. The Company monitors and manages its liquidity risk to ensure access to sufficient funds to meet operational and financial requirements. In relation to the Company's liquidity risk, the Company's policy is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions as they fall due while minimizing finance costs, without incurring unacceptable losses or risking damage to the Company's reputation.

Maturities of financial liabilities

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted, and include contractual interest payments

As at 31 March 2018	(Rs in thousands)		
	Less than 1	1-5 years	Total
	year		
	Rs.	Rs.	Rs.
Other financial liabilities	35.40		35.40
Total	<u>35</u>		<u>35</u>

As at 31 March 2017	(Rs in thousands)		
	Less than 1	1-5 years	Total
	year		
	Rs.	Rs.	Rs.
Other financial liabilities	31.50	-	31.50
Total	<u>31.50</u>	<u>-</u>	<u>31.50</u>

C. Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices. These will not have any affect the Company's income since the Comapny does not have any exposure to these items.



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17 CAPITAL MANAGEMENT

The Company's objectives when managing capital are to -

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefit for other stakeholders, and
- maintain an optimal capital structure to reduce cost of capital

For the purpose of Company's capital management, capital includes issued capital and all other equity reserves.

The Company does not have any debt. The following is the total equity of the Company.

	(Rs in thousands)	
	March 31, 2018	March 31, 2017
Total equity	213.52	260.94

The company has not proposed or declared or paid any dividend during the year (Previous year : Nil)

