

RASHMI & CO.

Chartered Accountants



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF JAI BALAJI ENERGY (PURULIA) LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of JAI BALAJI ENERGY (PURULIA) LIMITED ("the company"), which comprise the Balance Sheet as at 31 March 2015, no Profit and Loss has been prepared since the company has not commenced commercial production, the 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

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 and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

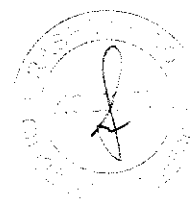
Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

213, Todi Chamber,
2, Lal Bazar Street
Kolkata 700001

Contact No. (033)2230-2329/4005-4218
e-mail- rashmico@icai.org





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 financial control relevant to the Company's preparation of the financial statements that give true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March 2015, and its cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") 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 statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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, and 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 written representations received from the directors as on 31 March, 2015, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
- f) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - 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 derivatives contracts for which there were any material foreseeable losses
 - iii) There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund

For Rashmi & Company
Chartered Accountants
Firm Registration No. : 309122E

Sandeep Agarwal
CA Sandeep Agarwal
Partner
Membership No.: 065643



Place : Kolkata
Date : 12th May, 2015



ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

Jai Balaji Energy (Purulia) Limited

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

- 1) The Company does not have any fixed assets. Hence clause (i) of the order is not applicable.
- 2) Since the Company has no inventory hence the provision of the clause (ii) of the order relating to inventory is not applicable.
- 3) According to the information and explanations given to us, the Company has not granted any loan to companies, firms or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013; and therefore paragraph 3(iii) of the Order is not applicable.
- 4) In our opinion and according to the information and explanations given to us there exists an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of fixed assets etc. During the year we have not observed any continuing failure to correct major weakness in internal control system of the Company.
- 5) The Company has not received any public deposits during the year.
- 6) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
- 7) In respect of statutory dues:
 - a) According to the records of the company and information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, employees state insurance (ESI), Investor Education and Protection Fund, Income-tax, Tax deducted at sources, Tax collected at source, Professional Tax, Sales Tax, value added tax (VAT), Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it, with the appropriate authorities.





- b) According to the information and explanations given to us, there were no undisputed amounts payable in respect of Income-tax, Wealth Tax, Custom Duty, Excise Duty, sales tax, VAT, Cess and other material statutory dues in arrears /were outstanding as at 31 March, 2015 for a period of more than six months from the date they became payable.
- c) there were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund
- 8) The company does not have the accumulated losses at the end of financial year. The company has not incurred any Cash losses during the financial covered by our Audit and the immediately preceding financial year. .
- 9) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to financial institutions, banks and debenture holders
- 10) In our opinion, and according to the information and the explanation given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions during the year.
- 11) Based on our audit procedures and on the information given by the management, we report that the Company has not raised any term loans during the year.
- 12) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

For Rashmi & Company
Chartered Accountants
Firm Registration No. : 309122E

Sandeep Agarwal
CA Sandeep Agarwal
Partner
Membership No.: 065643



Place : Kolkata
Date : 12th May, 2015

Balance Sheet as at 31st March 2015

₹

	Note No.	As at 31st March 2015	As at 31st March 2014
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	5,00,000.00	5,00,000.00
		5,00,000.00	5,00,000.00
Current Liabilities			
Other Current Liabilities	3	8,518.00	5,618.00
		8,518.00	5,618.00
TOTAL		5,08,518.00	5,05,618.00
ASSETS			
Non Current Assets			
Fixed Assets			
Pre-Operating Expenditure	4	92,968.00	70,586.00
Pending Allocation			
Other Non - Current Assets	5	2,20,149.00	2,20,149.00
		3,13,117.00	2,90,735.00
Current Assets			
Cash and Cash Equivalents	6	1,95,401.00	2,14,883.00
		1,95,401.00	2,14,883.00
TOTAL		5,08,518.00	5,05,618.00
SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS	1		

The Notes referred above form an integral part of the Accounts

Audit Report as on even date attached

Rashmi & Company
Chartered Accountants
(FRN: 309122E)

For and on behalf of the Board of Directors

Sandeep Agarwal
CA Sandeep Agarwal
Partner
Membership No.: 065643



Sanjiv Jajodia
Sanjiv Jajodia
Director
(DIN: 00036339)

Rajiv Jajodia
Rajiv Jajodia
Director
(DIN: 00045192)

Place: Kolkata

Date: 12th May, 2015


Jai Balaji Energy(Purulia) Ltd
Cash Flow Statement for the year ended March 31, 2015


	As at 31st March 2015	As at 31st March 2014
	₹	₹
A: Cash Flow From Operating Activities		
Movement in Working Capital		
Decrease/(Increase) in Trade Payables, Other Liabilities and Provisions	2,900.00	(6,118.00)
Net Cash generated from /(used in) Operating Activities	<u>2,900.00</u>	<u>(6,118.00)</u>
B: Cash Flow From Investing Activities		
Purchase of Fixed Assets	(22,382.00)	(12,220.00)
Net Cash generated (used in) Investing Activities	<u>(22,382.00)</u>	<u>(12,220.00)</u>
Net Increase / (Decrease) In Cash and Cash Equivalents (A+B)	<u>(19,482.00)</u>	<u>(18,338.00)</u>
Cash and Cash Equivalents as at the beginning of the year	2,14,883.00	2,33,221.00
Cash and Cash Equivalents as at the end of the year	<u>1,95,401.00</u>	<u>2,14,883.00</u>
Components of cash and cash equivalents		
Cash on hand	1,756.00	2,006.00
Balance with Scheduled Banks on:		
Current Account	1,93,645.00	2,12,877.00
Cash and Bank Balances as per Note 6	<u>1,95,401.00</u>	<u>2,14,883.00</u>

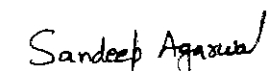
As per our report of even date

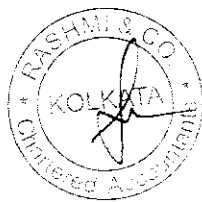
For and on behalf of the Board of Directors

For Rashmi & Co.
Chartered Accountants
Firm Regn. No. 309122E


Sanjiv Jajodia
Director
DIN:00036339


Rajiv Jajodia
Director
DIN:00045192


CA Sandeep Agarwal
Partner
Membership No.: 065643



Place : Kolkata
Date: 12th May,2015

Jai Balaji Energy (Purulia) Ltd.

ACCOUNTING POLICIES & NOTES ON ACCOUNTS

Note "1"

A. Significant Accounting Policies

(a) Basis of preparation

The Financial Statements have been prepared under historical cost convention in accordance with the generally accepted accounting principles in accordance with the Accounting Standards issued by The Institute of Chartered Accountants of India and the provisions of the Companies Act, 2013 are consistently adopted by the Company. The Company follows mercantile system of accounting.

(b) Other Current Assets

All Current Assets are valued at prices not more than its realizable value.

(c) Preliminary Expenses

Preliminary Expenses will be written off in the year of start of Commercial operations

(d) Pre-operative Expenses

Pre-operative expenditure is carried forward as expenditure during construction period pending allocation and will be allocated to fixed assets on commencement of commercial production.

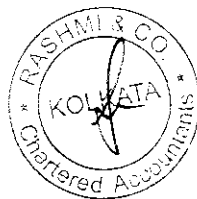
(e) Contingent Liabilities

Contingent Liabilities are not provided for and are disclosed by way of a note.

(f) As the operations have not yet commenced, the accounting policies which are specific in nature have not been disclosed.

B. Notes on Accounts

- 1 In opinion of the Board, Current Assets, Loans & Advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated and provision for all known liabilities has been made.
- 2 As the Company has not commenced commercial operations, no Profit & Loss Account for the current period has been prepared.
- 3 Company has become 100% subsidiary of Jai Balaji Industries Ltd. with effect from 01.11.2010.



Jai Balaji Energy (Purulia) Ltd.

Notes to Financial statements for the year ended 31 March 2015

Note No. (2) Share Capital

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Particulars	As at 31st March	As at 31st March
	2015	2014
Authorised :		
20,00,000 (20,00,000) Equity shares of Rs. 10/- each	2,00,00,000.00	2,00,00,000.00
Issued :		
50,000 (50,000) Equity shares of Rs. 10/- each	5,00,000.00	5,00,000.00
Subscribed and paid-up :		
50,000 (50,000) Equity shares of Rs. 10/- each	5,00,000.00	5,00,000.00
Paid up Share Capital	5,00,000.00	5,00,000.00

Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

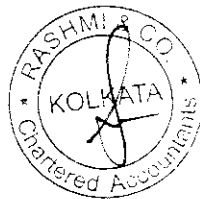
Equity Shares

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Particulars	As at 31st March 2015		As at 31st March 2014	
	No. of Shares	Amount	No. of Shares	Amount
Number of Shares outstanding at the beginning of the period	50,000.00	5,00,000.00	50,000.00	5,00,000.00
Number of Shares outstanding at the end of year	50,000.00	5,00,000.00	50,000.00	5,00,000.00

Terms/rights attached to equity shares

The Company has only one class of ordinary shares (equity shares) having face value of Rs. 10/- each. Each shareholders of ordinary shares (equity shareholders) is entitled to one vote per share. The dividend, if proposed by the Board of Directors is subject to approval of the shareholders in the ensuing annual general meeting except in the case of interim dividend. Dividend, if declared, shall be paid in Indian Rupees. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distributions of preferential amounts in the proportions to their share holdings.



Jai Balaji Energy (Purulia) Ltd.

Equity shareholders holding more than 5% shares in the Company

Name	As at March 31,2015		As at March 31,2014	
	No. of Shares	%	No. of Shares	%
Jai Balaji Industries Limited	50,000	100	50,000	100
Aggregate No. of Shares :	50,000	100	50,000	100

Equity shares held by Holding/Ultime holding company and/or their subsidiaries/associates

Name	Relation	As at March 31,2015		As at March 31,2014	
		No. of Shares	%	No. of Shares	%
Jai Balaji Industries Limited	Holding Company	50,000	100	50,000	100
Aggregate No. of Shares :		50,000	100	50,000	100

Note No.3:- Other Current Liabilities

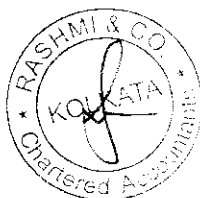
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Particulars	As at 31st March 2015	As at 31st March 2014
Audit Fees Payable	5,618.00	5,618.00
Other Liabilities	2,900.00	-
Total	8,518.00	5,618.00

Note No:4 Pre-Operating Expenditure Pending Allocation

₹

Particulars	As at 31st March 2015	As at 31st March 2014
Opening Balance	70,586.00	58,366.00
Addition		
Audit Fees	5,618.00	5,618.00
Bank Charges	102.00	102.00
Filing Fees	1,000.00	1,000.00
Professional Charges	12,912.00	3,000.00
Professional Tax	2,500.00	2,500.00
Printing & Stationary	250.00	-
Total	92,968.00	70,586.00



Jai Balaji Energy (Purulia) Ltd.

Note No :5 - Other Non Current Assets

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Particulars	As at 31st March 2015	As at 31st March 2014
Unamortized Expenses.	2,20,149.00	2,20,149.00
Total	2,20,149.00	2,20,149.00

Note No :6 - Cash and Cash Equivalents

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Particulars	As at 31st March 2015	As at 31st March 2014
Cash in hand	1,756.00	2,006.00
Balance with Scheduled Banks On Current Account	1,93,645.00	2,12,877.00
Total	1,95,401.00	2,14,883.00

Note No :7-Payment to Auditors

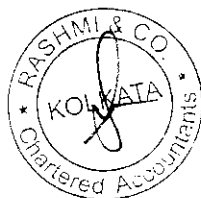
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Auditors Remuneration	For the year ended March 31, 2015	For the year ended March 31, 2014
Audit Fees	5618.00	5618.00

Note No : 8- Previous year figures have been regrouped / rearranged wherever necessary to conform to this year's classification.

As per our report of even date

For Rashmi & Company
Chartered Accountants
FRN- 309122E
Sandeep Agarwal
CA Sandeep Agarwal
Partner
Membership No.: 065643



For and on behalf of the Board of Directors

Sanjiv Jajodia
Sanjiv Jajodia
Director
(DIN: 00036339)

Rajiv Jajodia
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Director
(DIN: 00045192)

Place: Kolkata

Date: 12th May,2015