

# **DHARMESH PARIKH & CO.**

## **CHARTERED ACCOUNTANTS**

303/304, "Milestone", Nr. Drive-in-Cinema, Opp. T.V. Tower, Thaltej,  
Ahmedabad-380 054. Phone: 91-79-27474466 Fax: 91-79-27479955

### **INDEPENDENT AUDITOR'S REPORT**

#### **To the Members of Parsa Kente Collieries Limited**

##### **Report on the Financial Statements**

We have audited the accompanying standalone financial statements of Parsa Kente Collieries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

##### **Management's Responsibility for the Financial Statements**

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 standalone 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 maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting 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.

##### **Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone 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.

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 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 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.

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



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### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 31 March 2016 and its profit and its cash flows for the year ended on that date.

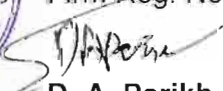
### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("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 the paragraph 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
  - d) in our opinion, the aforesaid standalone 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 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 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 Auditor's 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 the explanations given to us:
    - i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 29(c) to the financial statements;
    - 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.

Place : Ahmedabad  
Date : 30/04/2016



For, **DHARMESH PARIKH & CO.**  
Chartered Accountants  
Firm Reg. No. 112054W

  
**D. A. Parikh**  
Partner  
Membership No. 045501

# DHARMESH PARIKH & CO.

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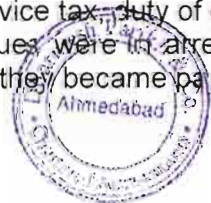
### ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT RE: PARSA KENTE COLLIERIES LIMITED

(Referred to in Paragraph 1 of our Report of even date)

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended 31 March 2016, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, fixed assets, according to the practice of the Company, are physically verified by the management at reasonable intervals, in a phased verification programme, which, in our opinion, is reasonable, looking to the size of the Company and the nature of its business.
- (c) The company does not hold any immovable property. Accordingly the provisions of paragraph 3 (i)(c) of the Order are not applicable.
- (ii) The Company being in the service industry is primarily rendering mining services which it gets carried out by sub-contracting and hence it does not carry any Inventory. Accordingly the provisions of paragraph 3(ii) of the Order are not applicable.
- (iii) According to the information and explanation given to us and the records produced to us for our verification, the company has not granted 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 paragraph 3 (iii) (a) to (c) of the Order are not applicable.
- (iv) According to the information and explanations given to us and representations made by the Management, the Company has not done any transactions covered under section 185 and 186 in respect of loans, investments, guarantees and security. Accordingly the provisions of paragraph 3 (iv) of the Order are not applicable.
- (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 Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules 2014 prescribed by the Central Government under section 148(1) of the Companies Act, 2013 in respect of the company's products/ services to which the said rules are made applicable and are of the opinion that prima facie the prescribed cost records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income tax, sales tax, service tax, duty of customs, value added tax, cess, provident fund and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities generally. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, service tax, duty of customs, value added tax, cess, provident fund and other material statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.





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- (b) According to the records of the Company and representations made by the Management, there are no statutory dues as mentioned in paragraph 3(vii)(a) which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable.
- (x) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practice in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- (xi) According to the information and explanations given to us and on the basis of our examination of the records of the Company, managerial remuneration has not been paid /provided except for Director Sitting Fees. Accordingly the provisions of Clauses 3(xi) of the Order are not applicable.
- (xii) In our opinion, the Company is not a nidhi Company. Accordingly the provisions of Clauses 3 (xii) of the Order are not applicable.
- (xiii) As per information and explanation given to us and on the basis of our examination of the records of the Company, all the transaction with related parties are in compliance with section 177 and 188 of Companies Act 2013 and all the details have been disclosed in financial statements as required by the applicable Accounting Standards.
- (xiv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not made any preferential allotment or private placement or not issued any debenture during the year under review. Accordingly the provisions of paragraph 3(xiv) of the Order are not applicable.
- (xv) According to the information and explanations given to us and on the basis of our examination of the records, Company has not entered into any non-cash transactions with any director or any person connected with him. Accordingly the provisions of Clauses 3(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi) of the Order are not applicable.

Place : Ahmedabad  
Date : 30/04/2016



For, **DHARMESH PARIKH & CO.**  
Chartered Accountants  
Firm Reg. No. 112054W

**D. A. Parikh**  
Partner  
Membership No. 045501

# **DHARMESH PARIKH & CO.**

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### **ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT RE: PARSA KENTE COLLIERIES LIMITED**

(Referred to in paragraph 2 (f) of our Report of even date)

#### **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 the Company as of 31<sup>st</sup> March, 2016 in conjunction with our audit of the standalone financial statements of the company for the year ended on that date.

#### **Management's Responsibilities 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 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, 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 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 judgment, 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 Company's 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;



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- (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 authorizations 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**

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, 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.

Place : Ahmedabad  
Date : 30/04/2016



For, **DHARMESH PARIKH & CO.**  
Chartered Accountants  
Firm Reg. No. 112054W

A handwritten signature in black ink, appearing to read "D. A. Parikh".

**D. A. Parikh**  
Partner  
Membership No. 045501



# PARSA KENTE COLLIERIES LIMITED

Balance Sheet as at 31 March 2016

			(Amt in Rupees)
	Notes	As at 31-Mar-2016	As at 31-Mar-2015
<b>I. EQUITY AND LIABILITIES</b>			
<b>a) Shareholders' Funds</b>			
Share Capital	3	50,00,000	50,00,000
Reserves and Surplus	4	5,29,87,252	1,51,04,672
		<b>5,79,87,252</b>	<b>2,01,04,672</b>
<b>b) Non-Current Liabilities</b>			
Long Term Borrowings		-	-
Other Long Term Liabilities		-	-
Long Term Provisions	5	10,56,289	8,60,384
		<b>10,56,289</b>	<b>8,60,384</b>
<b>c) Current Liabilities</b>			
Short Term Borrowings	6	2,69,37,62,820	1,10,07,64,791
Trade Payables	7	4,72,53,87,502	1,96,30,81,982
Other Current Liabilities	8	7,05,48,536	3,07,83,684
Short Term Provisions	9	1,20,243	10,012
		<b>7,48,98,19,101</b>	<b>3,09,46,40,469</b>
<b>Total</b>		<b>7,54,88,62,642</b>	<b>3,11,56,05,525</b>
<b>II. ASSETS</b>			
<b>a) Non-Current Assets</b>			
Fixed Assets			
Tangible Assets	10	16,32,980	20,68,501
Intangible Assets	10	5,83,07,768	6,04,77,525
Capital Work-In-Progress		-	-
		<b>5,99,40,748</b>	<b>6,25,46,026</b>
Non-Current Investments		-	-
Deferred Tax Assets	22	4,68,008	2,75,386
Long Term Loans & Advances	11	4,89,74,852	2,23,82,588
Other Non-Current Assets		-	-
		<b>10,93,83,608</b>	<b>8,52,04,000</b>
<b>b) Current Assets</b>			
Current Investments		-	-
Inventories		-	-
Trade Receivables	12	6,55,12,58,351	2,71,79,35,796
Cash and Cash Equivalents	13	35,35,65,618	5,75,31,189
Short Term Loans & Advances	14	1,72,56,083	2,96,15,264
Other Current Assets	15	51,73,98,983	22,53,19,276
		<b>7,43,94,79,034</b>	<b>3,03,04,01,525</b>
<b>Total</b>		<b>7,54,88,62,642</b>	<b>3,11,56,05,525</b>
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

**D. A. Parikh**  
Partner  
Membership No. 045501

Place : Ahmedabad  
Date : 30/04/2016

For and on behalf of the board of directors of  
**Parsa Kente Collieries Limited**

**Vinay Prakash**  
Managing Director  
DIN : 03634648

Place : Ahmedabad  
Date : 30/04/2016

**Ram Avtar Patodia**  
Director  
DIN : 00227074

Place : Jaipur  
Date : 29/04/2016

# PARSA KENTE COLLIERIES LIMITED

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

		(Amt in Rupees)	
	Notes	For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
<b>a) Income</b>			
Revenue from Operations	16	5,73,58,77,643	2,82,47,55,799
Other Income	17	30,27,348	16,73,086
<b>Total Revenue</b>		<b>5,73,89,04,991</b>	<b>2,82,64,28,885</b>
<b>b) Expenses</b>			
Operating Expenses	18	5,46,76,71,885	2,68,26,44,010
Employee Benefits Expense	19	71,20,427	60,02,597
Finance Costs	20	19,47,40,193	7,40,46,583
Depreciation and Amortisation Expense	10	26,05,279	26,08,618
Other Expenses	21	79,90,929	1,09,14,225
<b>Total Expenses</b>		<b>5,68,01,28,713</b>	<b>2,77,62,16,033</b>
<b>c) Profit / (Loss) Before Exceptional &amp; Extra-Ordinary Items and Tax</b>		<b>5,87,76,278</b>	<b>5,02,12,852</b>
Exceptional Items		-	-
Extra-Ordinary Items		-	-
<b>d) Profit / (Loss) Before Tax</b>		<b>5,87,76,278</b>	<b>5,02,12,852</b>
<b>e) Tax Expense</b>			
Current Tax		1,23,40,425	1,00,46,462
MAT Credit Availment/(Entitlement)		80,23,083	(1,00,46,462)
Deferred Tax		(1,92,623)	(2,75,385)
Adjustment of Earlier Years		7,22,813	-
<b>Total Tax Expenses</b>		<b>2,08,93,698</b>	<b>(2,75,385)</b>
<b>f) Profit / (Loss) For The Year</b>		<b>3,78,82,580</b>	<b>5,04,88,237</b>
<b>g) Earning per Equity Share (Face Value of Rs.10 each)</b>	28		
Basic		75.77	100.98
Diluted		75.77	100.98
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

**D. A. Parikh**  
Partner  
Membership No. 045501

Place : Ahmedabad  
Date : 30/04/2016



For and on behalf of the board of directors of  
**Parsa Kente Collieries Limited**

**Vinay Prakash**  
Managing Director  
DIN : 03634648

Place : Ahmedabad  
Date : 30/04/2016

**Ram Avtar Patodia**  
Director  
DIN : 00227074

Place : Jaipur  
Date : 29/04/2016



**PARSA KENTE COLLIERIES LIMITED**

Cash Flow Statement for the year ended on 31 March 2016

	(Amt in Rupees)	
	For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
<b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) Before Tax	5,87,76,278	5,02,12,852
<b>Adjustment on account of :</b>		
Depreciation and Amortisation Expense	26,05,279	26,08,618
Interest Expense	19,47,40,193	7,40,46,583
Interest Income	(30,27,348)	(16,73,086)
Operating Profit / (Loss) Before Working Capital Changes	<b>25,30,94,402</b>	<b>12,51,94,967</b>
<b>Movements in Working Capital :</b>		
Decrease / (Increase) in Trade Receivables	(3,83,33,22,555)	(2,13,83,73,016)
Decrease / (Increase) in Short Term Loans & Advances	1,23,59,181	5,61,71,081
Increase / (Decrease) in Other Current Assets	(29,21,24,078)	-
Increase / (Decrease) in Trade Payables	2,76,23,05,520	1,23,95,31,713
Increase / (Decrease) in Other Current Liabilities	3,97,64,851	2,81,19,351
Increase / (Decrease) in Short Term and Long Term Provisions	3,06,136	5,27,415
<b>Cash Flow from Operations</b>	<b>(1,05,76,16,542)</b>	<b>(68,88,28,489)</b>
Less : Direct Taxes Paid	4,76,78,585	80,32,385
<b>Net Cash Flow From Operating Activities</b>	<b>(1,10,52,95,127)</b>	<b>(69,68,60,874)</b>
<b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	-	(61,600)
Interest Income Received	30,71,720	16,28,393
<b>Net Cash Flow From Investing Activities</b>	<b>30,71,720</b>	<b>15,66,793</b>
<b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Borrowings (net)	1,59,29,98,029	81,75,66,107
Interest Paid	(19,47,40,193)	(7,40,46,583)
<b>Net Cash Flow From Financing Activities</b>	<b>1,39,82,57,836</b>	<b>74,35,19,524</b>
<b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents</b>	<b>29,60,34,429</b>	<b>4,82,25,443</b>
Cash & Cash Equivalents at the beginning of the year	5,75,31,189	93,05,746
<b>Cash &amp; Cash Equivalents at the end of the year</b>	<b>35,35,65,618</b>	<b>5,75,31,189</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For **Dharmesh Parikh & Co.**  
Chartered Accountants  
Firm Registration Number : 112054W

**D. A. Parikh**  
Partner  
Membership No. 045501

Place : Ahmedabad  
Date : 30/04/2016



For and on behalf of the board of directors of  
**Parsa Kente Collieries Limited**

**Vinay Prakash**  
Managing Director  
DIN : 03634648

Place : Ahmedabad  
Date : 30/04/2016

**Ram Avtar Patodia**  
Director  
DIN : 00227074

Place : Jaipur  
Date : 29/04/2016

**1 Corporate Information**

Parsa Kente Collieries Ltd (PKCL) is a Joint Venture Company of Rajasthan Rajya Vidyut Utpadan Nigam Limited (RRVUNL) and Adani Enterprises Ltd. (AEL).

RRVUNL had been allocated the Parsa East and Kanta Basan (PEKB) Coal Blocks in June 2007 by Ministry of Coal, Government of India. PKCL has entered into an agreement with RRVUNL to undertake development and operation of these PEBK Coal Blocks and to deliver coal to RRVUNL Thermal Power Stations with a peak capacity of 15 MMTPA. The company has given all its activities related to mine development and operations on sub-contract basis.

**2 Summary of Significant Accounting Policies****a) Basis of Preparation**

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) to comply with the accounting standards notified under section 211(3C) of the Companies Act, 1956 ("the 1956 Act"), which continues to be applicable as per section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of the 1956 Act/ 2013 Act, as applicable.

The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

**b) Use of Estimates**

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and differences between the actual results and the estimates are recognised in the periods in which the results are known / materialised.

**c) Current & Non-Current Classification**

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

**d) Contract Work in Progress**

Contract Work in Progress is valued at lower of cost and net realisable value. Cost is determined based on Weighted Average Cost Method.

Contract Work In Progress represents closing inventory of Rejects Coal, which is not owned by the company as per the terms of MDO contract. Hence, this represents work performed under contractual liability in bringing this inventory to its present condition and location.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

**e) Cash And Cash Equivalents (for purposes of Cash Flow Statement)**

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**f) Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**g) Depreciation and Amortisation**

Depreciation on fixed assets is provided on Straight Line Method at rates and in the manner specified in Schedule II of the Companies Act 2013.

Intangible assets in the nature of Mine Development are amortised over a period of underlying contract, i.e. 30 years.

Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.

**h) Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.



(I) Income from services rendered is recognised as per terms of the agreements, as and when work is performed.

(II) Interest income is recognised on time proportion basis, considering amount outstanding and rate applicable.

#### **i) Fixed Assets**

##### **I) Tangible Fixed Assets**

Fixed assets are stated at cost less accumulated depreciation. The cost of an asset comprises its purchase price and any attributable cost of bringing the asset to working condition for its intended use i.e. cost of acquisition of assets and incidental expenditure incurred upto the date of installation / use.

Tangible assets not ready for the intended use on the date of Balance Sheet are disclosed as "Capital work-in-progress". Advances given towards acquisition/construction of fixed assets outstanding at each Balance Sheet date are disclosed as Capital Advances under "Long-term loans and advances".

##### **II) Intangible Fixed Assets**

Intangible assets are stated at cost of acquisition or construction less accumulated amortisation and impairment losses if any. Intangible assets are amortised over their estimated useful economic life. Computer Software cost is amortised over a period of five years using straight-line method.

Gains or losses arising from derecognition of intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

##### **III) Project Development Expenditure**

Expenditure incurred relating to project under commissioning for commercial operation of services are classified as Project Development Expenditure and disclosed under fixed assets. The same are allocated to the respective fixed assets on completion of construction / erection of capital assets.

#### **j) Employee Benefits**

##### **A) Short Term Employees Benefits**

Employee benefits payable wholly within twelve months of rendering the service are classified as short term employees benefits and are recognised in the period in which the employee renders the related service.

##### **B) Post Employment Benefits**

###### **(I) Defined Benefit Plans :**

The employees' gratuity scheme is a defined benefit scheme. The present value of the obligation under such defined benefit plan is determined at each Balance Sheet date based on actuarial valuations, carried out by an independent actuary, using the Projected Unit Credit method. Actuarial gains and losses are recognised in the Statement of Profit and Loss.

###### **(II) Defined Contribution Plans :**

Defined contribution plans in the nature of provident fund are not applicable to the company as the number of employees are below the statutory limit.

###### **(III) Long Term Employee Benefits :**

Long term employee benefits comprise of compensated absences. These are measured based on an actuarial valuation carried out by an independent actuary at each Balance Sheet date. Actuarial gains and losses are recognised in the statement of Profit and Loss.

(IV) For the purpose of presentation of defined benefit plans and other long term benefits, the allocation between short term and long term provisions has been made as determined by an actuary.

#### **k) Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

#### **l) Segment Accounting**

In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006 (as amended), the company has determined its business segment as Mining Services. Since, there are no other business segments in which the company operates, there are no other primary reportable segments. Further since the company's services are limited to the operation of allocated mine, it operates in a single geographical segment. Therefore, the segment revenue, results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as reflected in the financial statements.

#### **m) Related Party Transactions**

Disclosure of transactions with Related Parties, as required by Accounting Standard 18 "Related Party disclosures" prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended) has been set out in a separate note. Related Parties as defined under clause 3 of the Accounting Standard 18 have been identified on the basis of representation made by key managerial personnel and information available with the Company.



**n) Leases**

Lease arrangement where risk and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as Operating Leases. The company's leasing arrangements are in respect of operating lease for office premises. The aggregate lease rent payable is charged as rent including lease rentals.

**o) Earnings Per Share**

The Company reports basic and diluted earnings per share (EPS) in accordance with the Accounting Standard 20 prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended). The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year. The Diluted EPS has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the end of the year.

**p) Taxes on Income****I) Deferred Taxation**

In accordance with the Accounting Standard 22 – Accounting for Taxes on Income, prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended), the deferred tax for timing differences between the book and tax profits for the year is accounted for by using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet Date.

Deferred tax assets arising from timing differences are recognised to the extent there is virtual certainty that the assets can be realised in future.

Net outstanding balance in Deferred Tax account is recognized as deferred tax liability/asset. The deferred tax account is used solely for reversing timing difference as and when crystallized.

**II) Current Taxation**

Current tax charge reflects provision for income tax based on the taxable income of the company after considering local tax laws as applicable for relevant assessment years. The current tax charge includes Minimum Alternate Tax (MAT) determined u/s 115JB of the Income Tax Act, 1961, where applicable.

**III) MAT Credit**

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

**q) Impairment of Asset**

The carrying amount of assets is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets recoverable amount is estimated.

The impairment loss is recognised whenever the carrying amount of an asset or its cash generation unit exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in the use which is determined based on the estimated future cash flow discounted to their present values. All impairment losses are recognised in the Statement of Profit and Loss.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount and is recognised in the Statement of Profit and Loss.

**r) Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is possible that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements.

**s) Expenditure**

Expenses are booked net of taxes recoverable, where applicable.

**t) Service Tax Input Credit**

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.

**u) Applicability of other Accounting Standards**

Though other Accounting Standards also apply to the company by virtue of the Companies (Accounting Standards) Rules 2006 (as amended), no disclosure for the same is being made as the company has not done any transaction to which the said Accounting Standard apply.



# PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2016

## 3 Share Capital

	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
<b>Authorised shares</b>		
2,50,00,000 (Previous Year : 2,50,00,000) Equity shares of Rs. 10/- each	25,00,00,000	25,00,00,000
<b>Issued, subscribed fully paid-up shares</b>		
5,00,000 (Previous Year : 5,00,000) Equity shares of Rs. 10/- each fully paid up	50,00,000	50,00,000
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>50,00,000</b>	<b>50,00,000</b>

### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

	As at 31-Mar-2016		As at 31-Mar-2015	
Equity Shares	Numbers	Amt in Rs.	Numbers	Amt in Rs.
At the beginning of the year	5,00,000	50,00,000	5,00,000	50,00,000
Issued during the year	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>5,00,000</b>	<b>50,00,000</b>	<b>5,00,000</b>	<b>50,00,000</b>

### b. Terms / rights attached to equity shares

Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the liquidator may divide amongst the members, in piece or kind, the whole or any part of the assets of the company, after distribution of all preferential amounts.

### c. Shares held by holding/ultimate holding company and/or their subsidiaries/associates

Out of equity shares issued by the company, shares held by its holding company together with its nominees are as below :

	As at 31-Mar-2016		As at 31-Mar-2015	
Equity Shares	Numbers	Amt in Rs.	Numbers	Amt in Rs.
Adani Enterprises Limited (Holding Company with its nominees)	3,70,000	37,00,000	3,70,000	37,00,000
	<b>3,70,000</b>	<b>37,00,000</b>	<b>3,70,000</b>	<b>37,00,000</b>

### d. Details of shareholders holding more than 5% shares in the company

	As at 31-Mar-2016		As at 31-Mar-2015	
Equity Shares	Numbers	% holding	Numbers	% holding
Adani Enterprises Limited (Holding Company with its nominees)	3,70,000	74%	3,70,000	74%
Rajasthan Rajya Vidhut Utpadan Nigam Limited	1,30,000	26%	1,30,000	26%
	<b>5,00,000</b>	<b>100%</b>	<b>5,00,000</b>	<b>100%</b>

## 4 Reserves and Surplus

	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
<b>Surplus / (deficit) in the statement of profit and loss</b>		
Balance as per last financial statements	1,51,04,672	(3,53,83,565)
Profit / (Loss) for the year	3,78,82,580	5,04,88,237
<b>Net surplus / (deficit) in the statement of profit and loss</b>	<b>5,29,87,252</b>	<b>1,51,04,672</b>
<b>Total Reserves and Surplus</b>	<b>5,29,87,252</b>	<b>1,51,04,672</b>



**PARSA KENTE COLLIERIES LIMITED**

Notes to Financial Statements for the year ended 31 March 2016

**5 Long Term Provisions**

	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
<b>Provision for Employee Benefits</b>		
Provision for Leave Encashment	4,70,125	4,51,735
Provision for Gratuity	5,86,164	4,08,649
	<b>10,56,289</b>	<b>8,60,384</b>

**Note :**

Current and non-current classification is done based on actuarial valuation certificate.

**6 Short Term Borrowings**

	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
Unsecured Loan from Holding Company	1,72,98,89,496	1,10,07,64,791
Cash credit facilities from Bank	96,38,73,324	-
	<b>2,69,37,62,820</b>	<b>1,10,07,64,791</b>

**Notes :**

(i) Unsecured Corporate Loan is in the nature of demand loan and carries an interest rate of 12% p.a.

(ii) Cash credit facilities are secured by hypothecation of entire current assets of the company by way of first charge ranking pari passu.

**7 Trade Payables**

	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
Trade Payables		
Micro, Small and Medium Enterprises (Refer Note 23)	-	-
Others	4,58,22,56,910	1,71,35,71,879
Accruals for Employees	2,36,244	1,67,443
Expenses Payable	14,28,94,348	24,93,42,660
	<b>4,72,53,87,502</b>	<b>1,96,30,81,982</b>

**8 Other Current Liabilities  
(Refer Note 23)**

	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
Retentions	60,82,324	22,38,340
Statutory Obligations	5,87,88,166	2,59,42,426
Advance from Customers	56,78,046	26,02,918
	<b>7,05,48,536</b>	<b>3,07,83,684</b>

**9 Short Term Provisions**

	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
<b>Provision for Employee Benefits</b>		
Provision for Gratuity	4,790	2,323
Provision for Leave Encashment	1,15,453	7,689
	<b>1,20,243</b>	<b>10,012</b>

**Note :**

Current and non-current classification is done based on actuarial valuation certificate.





## Notes to Financial Statements for the year ended 31 March 2016

Sl. No.	Particulars	Gross Block (at cost)			Accumulated Depreciation			(Amt in Rupees)	
		As at 01-Apr-2015	Additions during the year	Deductions during the year	As at 31-Mar-2016	As at 01-Apr-2015	Additions during the year	Deductions during the year	As at 31-Mar-2016
<b>A</b>	<b>Tangible assets</b>								
(a)	Vehicles	21,34,987	-	-	21,34,987	8,56,657	2,90,449	-	9,87,881
		21,34,987	-	-	21,34,987	5,66,208	2,90,449	-	12,78,330
(b)	Office Equipments	1,21,350	-	-	1,21,350	39,488	25,454	-	56,408
		1,03,350	18,000	-	1,21,350	7,682	31,806	-	81,862
(c)	Furniture & Fixtures	6,64,354	-	-	6,64,354	1,11,198	69,145	-	4,84,012
		6,64,354	-	-	6,64,354	42,053	69,145	-	5,53,156
(d)	Electric Installations	1,11,639	-	-	1,11,639	18,686	11,619	-	81,334
		1,11,639	-	-	1,11,639	7,067	11,619	-	92,953
(e)	Computer Hardware	1,06,750	-	-	1,06,750	44,550	38,855	-	23,345
		84,150	22,600	-	1,06,750	7,408	37,142	-	62,200
	<b>Total</b>	<b>31,39,080</b>	<b>-</b>	<b>-</b>	<b>31,39,080</b>	<b>10,70,579</b>	<b>4,35,522</b>	<b>-</b>	<b>16,32,980</b>
	Previous year	30,98,480	40,600	-	31,39,080	6,30,418	4,40,161	-	20,68,501
<b>B</b>	<b>Intangible assets</b>								
(a)	Software	55,000	-	-	55,000	22,925	10,991	-	21,084
		34,000	21,000	-	55,000	13,234	9,691	-	32,075
(b)	Mine Development Right	6,47,62,983	-	-	6,47,62,983	43,17,532	21,58,766	-	5,82,86,684
		6,47,62,983	-	-	6,47,62,983	21,58,766	21,58,766	-	6,04,45,450
	<b>Total</b>	<b>6,48,17,983</b>	<b>-</b>	<b>-</b>	<b>6,48,17,983</b>	<b>43,40,457</b>	<b>21,69,757</b>	<b>-</b>	<b>5,83,07,768</b>
	Previous year	6,47,96,983	21,000	-	6,48,17,983	21,72,000	21,68,457	-	6,04,77,525
<b>Grand total</b>		<b>6,79,57,063</b>	<b>-</b>	<b>-</b>	<b>6,79,57,063</b>	<b>54,11,036</b>	<b>26,05,279</b>	<b>-</b>	<b>5,99,40,748</b>
	Previous year total	6,78,95,463	61,600	-	6,79,57,063	28,02,418	26,08,618	-	6,25,46,026

# PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2016

## 11 Long Term Loans & Advances (Unsecured, Considered Good)

Advance Payment of Tax (net)  
MAT Credit Receivable

Amt in Rs.	
As at 31-Mar-2016	As at 31-Mar-2015
4,81,59,474	1,23,36,126
8,15,378	1,00,46,462
<b>4,89,74,852</b>	<b>2,23,82,588</b>

## 12 Trade Receivables (Unsecured, Considered Good)

Outstanding for a period exceeding six months from the date  
they are due for payment  
Other Receivables

Amt in Rs.	
As at 31-Mar-2016	As at 31-Mar-2015
66,10,91,901	2,92,98,474
5,89,01,66,450	2,68,86,37,322
<b>6,55,12,58,351</b>	<b>2,71,79,35,796</b>

## 13 Cash and Cash Equivalents

Cash-In-Hand  
**Balance with banks**  
In current accounts  
In deposit accounts (for less than three months)

Amt in Rs.	
As at 31-Mar-2016	As at 31-Mar-2015
-	100
35,03,15,618	75,31,089
32,50,000	5,00,00,000
<b>35,35,65,618</b>	<b>5,75,31,189</b>

## 14 Short Term Loans & Advances (Unsecured, Considered Good)

Balances with Government Authorities (CENVAT Receivable)  
Advance against Expenses  
Staff Advances  
Prepaid Expenses  
Deposits

Amt in Rs.	
As at 31-Mar-2016	As at 31-Mar-2015
1,19,69,506	2,30,74,388
50,36,933	63,59,024
1,85,935	1,21,389
10,659	7,413
53,050	53,050
<b>1,72,56,083</b>	<b>2,96,15,264</b>

## 15 Other Current Assets (Unsecured, Considered Good)

Unbilled Receivable  
Interest accrued  
Expenses Recoverable  
Contract Work in Progress

Amt in Rs.	
As at 31-Mar-2016	As at 31-Mar-2015
18,49,14,807	22,46,79,526
321	44,693
32,49,13,259	5,95,057
75,70,595	-
<b>51,73,98,982</b>	<b>22,53,19,276</b>

## 16 Revenue from Operations

Revenue from Operations  
Mining Service Fees (Refer note 28(d))  
Other Operating Income  
Late Payment Charges

Amt in Rs.	
For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
5,45,92,99,363	2,70,27,76,885
27,65,78,280	12,19,78,914
<b>5,73,58,77,643</b>	<b>2,82,47,55,799</b>

## 17 Other Income

Interest Income  
Bank Deposits  
Income Tax Refund  
Liability no longer required written back

Amt in Rs.	
For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
30,08,238	9,46,227
-	7,26,859
19,110	-
<b>30,27,348</b>	<b>16,73,086</b>



# PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2016

## 18 Operating Expenses

Coal Mining Services  
Less: Contract Work-In-Progress, at the end of the year  
  
Late Payment Charges

Amt in Rs.	
For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
5,26,77,55,348	2,59,51,99,039
(75,70,595)	-
5,26,01,84,753	2,59,51,99,039
20,74,87,132	8,74,44,971
<b>5,46,76,71,885</b>	<b>2,68,26,44,010</b>

## 19 Employee Benefits Expense

Salaries & Bonus  
Gratuity & Contribution Expense  
Staff Welfare Expenses

Amt in Rs.	
For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
67,54,509	55,60,151
1,79,982	2,81,686
1,85,936	1,60,760
<b>71,20,427</b>	<b>60,02,597</b>

## 20 Finance Costs

Interest on Loan from Holding Company  
Interest on Cash Credit facilities from Bank  
Bank Charges

Amt in Rs.	
For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
18,55,65,669	7,40,46,583
41,48,324	-
50,26,200	-
<b>19,47,40,193</b>	<b>7,40,46,583</b>

## 21 Other Expenses

Legal & Professional Fees  
Rent  
Insurance  
Repairs & Maintenance - Others  
Communication Expenses  
Travelling & Conveyance  
Payment to Auditors  
Statutory Audit Fees  
Tax Audit Fees  
Other Attestation Services  
Directors Sitting Fees  
Office Expenses  
CSR Expenses (Refer Note)

Amt in Rs.	
For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
45,12,566	79,16,376
2,22,240	2,20,881
38,817	81,568
1,90,034	1,53,939
1,87,027	1,52,298
21,12,227	19,07,034
55,025	45,000
35,125	25,000
21,700	14,212
67,620	-
4,31,048	3,97,917
1,17,500	-
<b>79,90,929</b>	<b>1,09,14,225</b>

### Note: Corporate Social Responsibility Activities

- (a) Amount required to be spent by the company during the year.  
(b) Amount spent during the year including provision (on purpose other than construction/acquisition of assets controlled by the Company)

1,17,434  
1,17,500

## 22 Deferred Tax Liability / Asset (net)

### Deferred Tax Liabilities

Depreciation

### Deferred Tax Assets

Disallowances under section 43B

Net Deferred Tax Assets / (Liability)

Amt in Rs.	
As at 31-Mar-2016	As at 31-Mar-2015
20,926	82,913
4,88,934	3,58,299
<b>4,68,008</b>	<b>2,75,386</b>





# PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2016

## Notes :

- In accordance with the Accounting Standard 22, the deferred tax assets of Rs. 4,68,008 (Previous Year: Rs. 2,75,386) has been recognised in the Statement of Profit and Loss.
- Mine Development Expenses capitalised as Intangible Assets in books is treated as permanent difference for the purpose of deferred tax calculation.

## 23 Contingent Liabilities & Commitments

Contingent Liabilities, to the extent not provided for  
Commitments

Estimated amount of contracts remaining to be executed  
on capital accounts (net of advances)

Amt in Rs.	
As at 31-Mar-2016	As at 31-Mar-2015
-	-
-	-
-	-

## 24 Disclosures under MSMED Act

There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

## 25 Retirement Benefits

- (a) Liabilities in respect of Gratuity and Leave Encashment are determined based on actuarial valuation done by actuary as at the balance sheet date in line with the Revised AS-15 issued under the Companies (Accounting Standards) Rules, 2006. Disclosures in respect of the defined benefit obligation (i.e. Gratuity) are as follows.

Particulars	Gratuity	
	As at 31-Mar-2016	As at 31-Mar-2015
<b>Expense recognised in the Statement of Profit and Loss</b>		
Current Service Cost	1,58,354	2,80,736
Interest Cost	32,948	-
Expected Return on Plan Assets	-	-
Net Actuarial (Gains) / Losses	(11,320)	-
	<b>1,79,982</b>	<b>2,80,736</b>
<b>Net Asset / (Liability) recognised in the Balance Sheet</b>		
Present Value of Obligations	5,90,954	4,10,972
Fair Value of Plan Assets	-	-
Net Asset / (Liability)	<b>(5,90,954)</b>	<b>(4,10,972)</b>
<b>Change in Obligations during the year</b>		
Present Value of Obligations at the beginning of the year	4,10,972	1,30,236
Current Service Cost	1,58,354	2,80,736
Interest Cost	32,948	-
Benefits paid	-	-
Actuarial (Gains) / Losses	(11,320)	-
Present Value at the end of the year	<b>5,90,954</b>	<b>4,10,972</b>
<b>Experience Adjustment</b>		
(Gain) / Loss for Plan Liabilities	84,819	-
Gain / (Loss) for Plan Assets	-	-
<b>Actuarial Assumptions</b>		
Discount Rate	7.90%	8.00%
Expected Rate of Return on Plan Assets	NA	NA
Mortality / Pre-retirement	IALM 06-08	IALM 06-08
Turnover Rate	Ultimate	Ultimate
Rate of Escalation in Salary (p.a.)	1.00%	2.00%
	8.00%	9.00%



# PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2016

(b) As defined benefit plans of both i.e. Gratuity and Leave Encashment are non-funded, no data is presented as to fair value of plan assets.

(c) Disclosures for Gratuity as required under Para 120(n) of AS 15 to the extent available for past two years are as under.

Particulars	2014-15	2013-14
Obligations at the end of the year	4,10,972	1,30,236
Plan assets at the end of the year	-	-
Net Assets / (Liability) at the end of year	(4,10,972)	(1,30,236)
<u>Experience Adjustment on:</u>		
(Gain) / Loss for Plan Liabilities	-	-
Gain / (Loss) for Plan Assets	-	-

(d) The per annum rate of escalation in salary considered in actuarial valuation is worked out after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

## 26 Related Parties

> Holding Company	:	Adani Enterprises Limited
> Joint Venturer	:	Rajasthan Rajya Vidhyut Utpadan Nigam Limited
> Subsidiary Company	:	Nil
> Key Management Personnel	:	Mr. Narendra Mal Mathur Mr. Vinay Prakash

Information in respect of Related Parties	Amt in Rs. 31-Mar-2016	Amt in Rs. 31-Mar-2015
<u>Funds Received</u>		
Holding Company : Adani Enterprises Limited	1,59,29,98,029	81,75,66,107
<u>Services Provided</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	5,45,92,99,363	2,70,27,76,885
<u>Services Received</u>		
Holding Company : Adani Enterprises Limited (Refer note 29(a))	5,25,66,07,306	2,59,52,16,219
<u>Interest Paid</u>		
Holding Company : Adani Enterprises Limited	18,55,65,669	7,40,46,583
<u>Reimbursement of Expenses Taxes &amp; Duties Paid</u>		
Holding Company : Adani Enterprises Limited (Refer note 29(a))	9,24,84,35,416	4,43,81,38,152
<u>Reimbursement of Expenses, Taxes &amp; Duties Received</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	14,03,15,89,601	6,63,74,87,222
Holding Company : Adani Enterprises Limited (Refer note 29(a))	13,99,85,054	8,73,79,931
<u>Dues receivables outstanding at the year end</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	6,46,62,20,489	2,77,03,27,857
Holding Company : Adani Enterprises Limited (Refer note 29(a))	10,59,10,304	15,94,43,500
<u>Dues payables outstanding at the year end</u>		
Holding Company : Adani Enterprises Limited (Refer note 29(a))	4,45,22,27,534	1,96,08,13,232
<u>Unsecured Loan Balance</u>		
Holding Company : Adani Enterprises Limited	1,72,98,89,496	1,10,07,64,791



**27 Leases**

Disclosure as required by the Accounting Standard 19 'Leases' as prescribed under the Company (Accounting Standard) Rules, 2006 are given below :

Where the company is lessee ;

- (i) The aggregate lease rentals payable are charged to the Statement of Profit & Loss as Rent in Note 21.
- (ii) The disclosures as regards the leasing arrangements, which are non-cancellable over the period of the agreements, are as under.

Total of future minimum lease payments under non-cancellable operating lease for each of the following periods	Amt in Rs.	
	As at 31-Mar-2016	As at 31-Mar-2015
(i) Not later than one year	2,40,825	2,29,350
(ii) Later than one year and not later than five years	10,89,870	10,38,000
(iii) Later than five years	1,24,425	4,17,120

**28 Earning Per Share (EPS)**

	Amt in Rs.	
	For the year ended 31-Mar-2016	For the year ended 31-Mar-2015
Profit / (Loss) for calculation of basic and diluted EPS	3,78,82,580	5,04,88,237
Weighted average number of equity shares for calculating Basic EPS	5,00,000	5,00,000
Weighted average number of equity shares for calculating Diluted EPS	5,00,000	5,00,000
Face value of equity shares	10	10
Basic Earning Per Share (in Rupees)	75.77	100.98
Diluted Earning Per Share (in Rupees)	75.77	100.98

**29 Other Disclosures**

- (a) W.e.f. 1-Apr-2015, Adani Mining Private Limited has been merged with Adani Enterprises Limited. Accordingly, all references to Adani Mining Private Limited in financials and notes to accounts have been replaced with Adani Enterprises Limited.
- (b) In the opinion of the management and to the best of their knowledge and belief, the value under the head of Current and Non-Current Assets (other than Fixed Assets and Non-Current Investments) are approximately of the value stated, if realised in ordinary course of business, except unless stated otherwise. The provision for all the known liabilities is adequate and not in excess of amount considered reasonably necessary.
- (c) (i) An appeal had been filed before National Green Tribunal (NGT), New Delhi against Grant of Forest Clearance to RVUNL in respect of Parsa East and Kente Basan (PEKB) Coal Block. NGT has passed its order vide which it has passed direction for setting aside of Forest Clearance, remanding back the case to MoEF and directed stoppage of work at PEKB mine site, where the Company is working as Mine Development Operator.  
  
Against the order of NGT, RVUNL had filed appeal before Supreme Court of India which has passed the direction as "We stay the direction in the impugned order that all works commenced by the appellant pursuant to the order dated 28th March, 2012 passed by the state of Chhattisgarh under section 2 of the Forest Conservation Act, 1980 shall stand suspended till further orders are passed by the Ministry of Environment and Forests".  
  
Appeal filed by RVUNL before Supreme Court of India is pending for adjudication.  
  
(ii) An appeal has been filed before NGT, New Delhi against grant of Environment Clearance to RVUNL in respect of PEKB Coal Block. NGT vide its order dated 25-09-2014 has dismissed the said appeal being barred by time.
- (d) The income from mining services includes recovery through disposal of coal rejects of Rs. 22,46,73,270/- (Previous Year: Rs. 2,91,33,021/-) which being a part of mining fee as per Coal Mining and Delivery Agreement entered into by the Company.
- (e) Items of expenditure in the Statement of Profit and Loss include reimbursements for common sharing facilities by the Company.
- (f) Parsa East and Kanta Basan (PEKB) Coal Block was reallocated to RVUNL in pursuance of Coal Mines (Special Provision) Ordinance, 2014. Hence the MDO contract entered between RVUNL & PKCL and in turn between PKCL & AEL (formerly AMPL) continue to operate on the same terms for residual period of the mine.



# PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2016

## (g) Other Statutory Information :

Value of imports calculated on CIF basis

Expenditure in Foreign Currency

Earnings in Foreign Currency

Amt in Rs.	
year ended 31-Mar-2016	year ended 31-Mar-2015
Nil	Nil
Nil	Nil
Nil	Nil

## 30 Previous Year Comparatives

Previous year's figures have been recast, regrouped and rearranged, wherever necessary to conform to this year's classification. Further, the figures have been rounded off to the nearest rupee.

As per our report of even date

For **Dharmesh Parikh & Co.**

Chartered Accountants

Firm Registration Number : 112054W



**D. A. Parikh**

Partner

Membership No. 045501



Place : Ahmedabad

Date : 30/04/2016

For and on behalf of the board of directors of  
**Parsa Kente Collieries Limited**



**Vinay Prakash**

Managing Director

DIN : 03634648

Place : Ahmedabad

Date : 30/04/2016



**Ram Avtar Patodia**

Director

DIN : 00227074

Place : Jaipur

Date : 29/04/2016