

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 Adani Power Rajasthan Limited

Report on the Financial Statements

We have reviewed the accompanying standalone financial statements of Adani Power Rajasthan Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, 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, 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 the operating effectiveness of such controls. 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 read with the Matter of Emphasis paragraph given below 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 2015 and its losses and its cash flows for the year ended on that date.

Matter of Emphasis

We would like to draw attention to the fact that Rajasthan Electricity Regulatory Commission (RERC) vide its interim order dated 30th May, 2014 has awarded additional 25 paise per unit on the variable charges to the company for additional coal cost due to non allocation of domestic coal linkage since inception. Accordingly, the company has recognized the Compensatory Tariff (CT) of Rs. 305.92 Crores in the current year. The final Compensatory Tariff will be determined by RERC based on the recommendation of a committee constituted as per the above referred interim order. Payments against the invoices raised by the company as above have been withheld by the respective Discoms which have filed an appeal with APTEL. The committee formed by RERC in its report have recommended for CT to be paid to the company and have also specified a formula to determine the CT element. Further, based on the legal opinion obtained by the management and its own internal assessment, the management is of the view that the RERC order is enforceable, and that the company has a good arguable case in support of the RERC order and that it would not be unreasonable to expect ultimate collection of the amount.

Our opinion is not modified in respect of this matter.

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 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 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; and



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- f) 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 28 to the financial statements;
 - ii. the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contract including derivative contracts – Refer Note 32 to the financial statements;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Ahmedabad
Date : 8th May 2015



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

A handwritten signature in black ink, appearing to read "Anuj Jain".

ANUJ JAIN
Partner
Membership No. 119140

DHARMESH PARIKH & CO.

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ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT

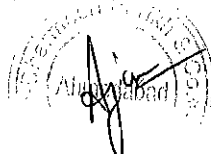
RE: ADANI POWER RAJASTHAN LIMITED

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

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2015, 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.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) On the basis of our examination of the records of inventory, we are of the opinion that the company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt in the books of accounts.
- (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 to any body corporate or other parties covered in the register maintained under section 189 of the Companies Act, 2013 (the Act). Accordingly the provisions of paragraph 3 (iii) (a) & (iii) (b) of the Order are not applicable.
- (iv) According to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets, inventories and for the sale of services. We have not observed any major weakness in the internal control system during the course of the audit.
- (v) The Company has not accepted any deposits from the public.
- (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 provident fund, employees' state insurance, income tax, sales tax, wealth tax, excise duty, service tax, duty of customs, entry tax, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities generally.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, wealth tax, excise duty, service tax, duty of customs, entry tax, value added tax, cess and other material statutory dues were in arrears as at 31 March 2015 for a period of more than six months from the date they became payable.



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- (b) According to the information and explanations given to us, there are no material dues of provident fund, employees' state insurance, sales tax, wealth tax, excise duty, value added tax, cess which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanations given to us, the following dues of duty of customs and income tax have not been deposited by the Company on account of disputes:

Name of Statute	Nature of the dues	Forum where dispute is pending	Amount (*) (INR in Crores)	Amount paid under protest (INR in Crores)	Period to which the amount relates
Income Tax Act	Income Tax	Appellate Authority upto Commissioner's Level	2.37	0.40	2010-11 and 2011-12
Customs Act	Customs Duty	Appellate Authority upto Commissioner's Level	5.23	2.76	2012-13

(*) Excluding Interest and Penalty where the notice does not specifies the same.

- (c) According to the information and explanations given to us the amounts which were required to be transferred to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules there under has been transferred to such fund within time.
- (viii) The Company's accumulated losses at the end of the year exceeded 50% of its Net Worth. The company had incurred cash losses during the current as well as immediately preceding financial year.
- (ix) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any bank or financial institution during the year. The company has not borrowed funds from any debenture holders.
- (x) In our opinion and according to the information and the explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
- (xi) To the best of our knowledge and as explained, the term loans raised during the year have been applied for the purpose for which they were raised.
- (xii) 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 fraud on or by the company, noticed or reported during the year, nor have we been informed of any such case by the management.

Place : Ahmedabad
Date : 8th May 2015



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

ANUJ JAIN
Partner
Membership No. 119140

	Notes	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
EQUITY AND LIABILITIES			
Shareholders' Funds:			
Share Capital	3	1,200.00	700.00
Reserves & Surplus	4	(825.35)	(287.08)
		374.65	412.92
Non-Current Liabilities:			
Long-term Borrowings	5	7,315.23	5,892.08
Deferred Tax Liabilities (Net)	6	-	-
Long-term Provisions	7	9.51	3.46
		7,324.74	5,895.54
Current Liabilities:			
Short-term Borrowings	8	678.26	834.20
Trade Payables	9	549.92	369.86
Other Current Liabilities	10	345.85	924.46
Short-term Provisions	11	8.63	83.99
		1,582.66	2,212.51
TOTAL		9,282.05	8,520.97
ASSETS			
Non Current Assets			
Fixed Assets:			
Tangible Assets	12	7,583.20	7,550.13
Intangible Assets	12	0.34	-
Capital Work-In-Progress	13	39.71	103.31
Non-current Investments	14	0.01	*
Long-term Loans and Advances	15	18.38	28.85
Other Non-current Assets	16	37.34	14.22
		7,678.98	7,696.51
Current Assets			
Current Investments	17	135.86	90.00
Inventories	18	333.88	167.75
Trade Receivables	19	574.16	83.29
Cash and Bank balances	20	256.91	176.91
Short-term Loans and Advances	21	95.34	56.06
Other Current Assets	22	206.92	250.45
		1,603.07	824.46
TOTAL		9,282.05	8,520.97

Summary of significant accounting policies 2

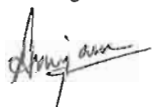
The accompanying notes are an integral part of the financial statements

AS PER OUR ATTACHED REPORT OF EVEN DATE

For DHARMESH PARIKH & CO.

Chartered Accountants

Firm Registration No. 112054W



ANUJ JAIN
PARTNER
Mem. No. 119140



For and on behalf of board of directors



JAYADEB NANDA
MANAGING DIRECTOR
DIN : 06578925



VINOD BHANDAWAT
DIRECTOR
DIN : 02873571



RAJIV KUMAR RUSTAGI
CHIEF FINANCIAL OFFICER



DHARMESH DESAI
COMPANY SECRETARY

Place : Ahmedabad
Date : 8th May 2015

Place : Ahmedabad
Date : 8th May 2015

Statement of Profit & Loss for the Year ended 31st March 2015

	Notes	For the year ended 31st March 2015 (₹ in Crores)	For the year ended 31st March 2014 (₹ in Crores)
Continuing Operations			
Revenue			
Revenue from Operations	23	3,024.06	1,691.45
Other Operating Revenue	23	17.52	5.40
Less- Excise Duty		(1.02)	(0.31)
Other Operating Revenue (Net)		16.50	5.09
Total Revenue from Operations		3,040.56	1,696.54
Other income	24	20.89	14.82
Total Revenue		3,061.45	1,711.36
Expenses			
Fuel cost		2,316.08	1,058.31
Purchase of stock in Trade		31.54	329.02
Employee Benefits Expenses	25	51.86	24.78
Finance Costs	26	781.54	300.18
Depreciation and Amortisation Expense		312.46	231.04
Administration and Other Expenses	27	106.06	53.16
Total Expenses		3,599.54	1,996.49
(Loss)/ Profit before exceptional items		(538.09)	(285.13)
(Loss)/Profit before Extra Ordinary Items and Tax		(538.09)	(285.13)
(Loss)/ Profit Before Tax		(538.09)	(285.13)
Tax Expense			
Current tax		-	-
Deferred tax		-	-
(Loss)/ Profit After Tax		(538.09)	(285.13)
Earning Per Share (EPS)			
(Face value ₹ 10 per share)			
Basic and diluted EPS (₹)		(4.50)	(4.07)

Summary of significant accounting policies

2

The accompanying notes are an integral part of the financial statements

AS PER OUR ATTACHED REPORT OF EVEN DATE

For DHARMESH PARIKH & CO.

Chartered Accountants

Firm Registration No. 112054W

ANUJ JAIN

PARTNER

Mem. No. 119140



For and on behalf of board of directors

JAYADEB NANDA
MANAGING DIRECTOR
DIN : 06578925

RAJIV KUMAR RUSTAGI
CHIEF FINANCIAL OFFICER

VINOD BHANDAWAT
DIRECTOR
DIN : 02873571

DHARMESH DESAI
COMPANY SECRETARY

Place : Ahmedabad
Date : 8th May 2015

Place : Ahmedabad
Date : 8th May 2015

Cash flow statement for the Year ended 31st March 2015

	For the year ended 31st March 2015 (₹ in Crores)	For the year ended 31st March 2014 (₹ in Crores)
A. Cash flow from operating activities		
Net Profit before tax	(538.09)	(285.13)
Adjustments for :		
Depreciation and amortisation	312.46	231.04
Unrealised Loss/ (Gain) on foreign exchange fluctuation	6.52	21.36
Loss on sale of Fixed Assets	0.32	-
Finance Costs	781.54	300.18
Interest income	(9.57)	(2.92)
Profit/loss on sale of Mutual Fund	(4.66)	(3.39)
Operating Profit before Working Capital changes	548.52	261.14
Changes in Working Capital :		
(Increase) / Decrease in Operating Assets		
Inventories	(166.13)	(167.75)
Trade Receivables	(490.87)	(83.29)
Short-term Loans and Advances	(39.28)	(33.21)
Other Current Assets	49.20	(246.88)
Other Non-current assets	-	(4.92)
Increase / (Decrease) in Operating Liabilities		
Trade Payables	173.54	369.97
Long-term Provisions	6.05	2.82
Short-term Provisions	1.62	0.75
	(465.87)	(162.51)
Cash generated from Operations	82.65	98.63
Taxes (paid)/ refund	(0.90)	0.17
Net cash flow from / (used in) Operating Activities (A)	81.75	98.80
B. Cash flow from investing activities		
(Addition)/reduction in fixed asset and Capital work in progress	(689.08)	(932.03)
Proceeds from sale of Fixed Assets	0.01	-
Increase/ (decrease) in Other Current Liabilities	(315.09)	(401.63)
(Increase)/ decrease in Long-term Loans and Advances	11.37	157.48
(Increase)/ decrease in Margin Money Deposits	(84.56)	(8.94)
Purchase of Investments in associates	(0.01)	-
Purchase of Investments	(4,802.80)	(4,495.00)
Sale of Investments	4,761.60	4,408.39
Interest income received	8.19	3.41
	(1,110.37)	(1,268.32)
Net cash flow from / (used in) Investing Activities (B)	(1,110.37)	(1,268.32)
C. Cash flow from financing activities		
Proceeds from Issue of share capital	500.00	-
Proceeds from Long term borrowings	4,787.22	866.05
Repayment of Long term borrowings	(3,296.03)	-
Proceeds from Short term borrowings	1,490.46	722.69
Repayment of Short term borrowings	(1,646.40)	-
Finance Costs	(804.55)	(291.09)
	1,030.70	1,297.65
Net cash flow from / (used in) financing Activities (C)	1,030.70	1,297.65
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	2.08	128.13
Cash and cash equivalents at the beginning of the year	128.28	0.15
Cash and cash equivalents at the end of the year	130.36	128.28
Net increase / (decrease) in cash and cash equivalent	2.08	128.13

Note: Cash and cash equivalents including cash and bank balances and deposit with bank (Having Maturity less than 3 Months)

Summary of significant accounting policies 2

The accompanying notes are an integral part of the financial statements

AS PER OUR ATTACHED REPORT OF EVEN DATE

For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Registration No. 112054W

ANUJ JAIN
PARTNER
Mem. No. 119140



For and on behalf of board of directors

JAYADEB NANDA
MANAGING DIRECTOR
DIN : 06578925

RAJIV KUMAR RUSTAGI
CHIEF FINANCIAL OFFICER

Place : Ahmedabad
Date : 8th May 2015

VINOD BHANDAWAT
DIRECTOR
DIN : 02873571

DHARMESH DESAI
COMPANY SECRETARY

Place : Ahmedabad
Date : 8th May 2015

1 Corporate information

Adani Power Rajasthan Limited (the Company) is a public company domiciled in India and incorporated under the provisions of Companies Act, 1956. The company has installed capacity of two power plant of 660 MW each based on Super Critical Technology at Village Kawai, Tehsil Atru, Rajasthan to augment the power supply in the State of Rajasthan. The Company intends to sell the power generated from these projects under long term Power Purchase Agreements with Rajasthan Discom. The Company gets synergetic benefit of the integrated value chain of Adani group.

2 Summary of significant accounting policies**a. Basis of Preparation of Financial Statements**

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 are deemed 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 accrual basis under historical cost convention and going concern basis. 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 the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in 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 the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

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. Inventories

- (i) Fuel are valued at weighted average cost or net realizable value, whichever is lower.
- (ii) Stores and spares are valued at cost. Cost is determined on Weighted Average basis.
- (iii) Costs includes all non refundable duties and all charges incurred in bringing the goods to the their present location and condition.

e. Cash and Cash Equivalents (For Purpose 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

The Cash Flow Statement is prepared in accordance with the format given under Accounting Standard-3 prescribed under The Companies (Accounting Standards) Rules, 2006 (as amended). Cash flows are reported using indirect method, whereby profit/ (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals 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

i) Pursuant to the enactment of the Companies Act, 2013 being effective from April, 1 2014, the management has internally reassessed and changed, wherever necessary the useful lives of assets to compute depreciation, to conform to the requirements of the Companies Act, 2013. The useful life of below mentioned assets have been considered lower than the useful life specified under Schedule II of the Companies Act, 2013 based on the technical evaluation done by the management considering CEA report of July'13 :-

Asset description**Useful life as per the management**

Plant & Machinery (Main Plant)

25 years

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

iii) Cost of Leasehold land will be amortized over a period of lease.



h. Revenue recognition

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

- i) Revenue from Power Supply are accounted for on the basis of sales to State Distribution Companies in terms of the PPA and includes unbilled revenues accrued upto the end of the accounting year.
- ii) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.
- iii) Dividend income is recognised when the Company's right to receive dividend is established by the Balance Sheet date.
- iv) Delayed payment charges and interest on delayed payment for power supply are recognized, on grounds of prudence and reasonable certainty exists.

i. Tangible Assets

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets comprises of its purchase price, any non-refundable duties and taxes and any attributable cost for bringing the assets ready for their intended use. Borrowing costs directly attributable to qualifying assets / capital projects are capitalized and included in the cost of fixed assets to the extent they relate to the period till such assets are ready for their intended use.

The Company has adopted the provisions of para 46/46A of AS-11- The Effects of Changes in Foreign Exchange Rates, accordingly, exchange differences arising on restatement / settlement of long-term foreign currency borrowings relating to acquisition of depreciable fixed assets are adjusted to the cost of the respective assets and depreciated over the remaining useful life of such assets. Subsequent expenditure on fixed assets after its purchase / completion is capitalized only if such expenditure results in an increase in the future benefits from such assets beyond its previously assessed standard of performance.

j. Capital Work In Progress:

Capital work in progress includes the cost of fixed assets that are not ready to use at the balance sheet date.

k. Project Development Expenditure

Expenditure related to and incurred during implementation of capital projects is included under "Capital Work in Progress" or "Project Development Expenditure" as the case may be. The same is allocated to the respective fixed assets on completion of construction/ erection of the capital project/ fixed assets.

l. Foreign exchange transactions**(i) Initial recognition:**

Transactions in foreign currencies entered into by the Company are accounted at the exchange rates prevailing on the date of the transaction or at rates that closely approximate the rate at the date of the transaction.

(ii) Measurement of foreign currency monetary items at the Balance Sheet date:

Foreign currency monetary items (other than derivative contracts) of the Company outstanding at the Balance Sheet date are restated at the year-end rates.

Non-monetary items are carried at historical cost. Revenue and expenses are translated at the average exchange rates prevailing during the year. Exchange differences arising out of these translations are charged to the Statement of Profit and Loss.

(iii) Treatment of exchange differences:

Exchange differences arising on settlement / restatement of short-term foreign currency monetary assets and liabilities of the Company are recognised as income or expense in the Statement of Profit and Loss.

The exchange differences arising on revaluation of long-term foreign currency monetary items are capitalised as part of the depreciable fixed assets to which the monetary items relates and depreciated over the remaining balance life of such assets and in other cases amortised over the balance period of such long-term foreign currency monetary items.

(iv) Accounting of forward contracts:

Premium / discount on forward exchange contracts, which are not intended for trading or speculation purposes, are amortised over the period of the contracts if such contracts relate to monetary items as at the Balance Sheet date.



m. Employee Benefits**(I) 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.

(II) Post Employees Benefits**(i) Defined Benefits 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 :

Contribution to the provident fund scheme which is a defined contribution schemes is charged to the statement of Profit and Loss as the same is incurred

(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.

n. Borrowing costs

Borrowing costs that are attributable to construction / acquisition of qualifying assets are capitalized as part of the cost of such assets up to the date the assets are ready for their intended use. Borrowing costs includes interest on borrowings, amortisation of ancillary costs incurred for borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to interest cost. Such costs to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the borrowings.

o. Segment reporting

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 power generation. Since, there are no other business segments in which the Company operates; there are no other primary reportable segments. Further, since operations of the company are within limited geographical location, there are no other secondary (geographical) reportable segments. Therefore the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statement.

p. Related Party transactions

Disclosure of transactions with Related Parties, as required by Accounting Standard 18, "Related Party Disclosures" has been set out in separate note forming part of this schedule. Related parties as defined under clause 3 of the Accounting Standard-18 have been identified on the basis of representations made by key managerial personnel and information available with the Company.

q. Leases

Assets acquired on leases where a significant portion of risks and rewards incidental to ownership vest with the lessor are classified as operating lease. The aggregate lease rentals payable/receivables are recognised as expenditure/ income in the Statement of Profit and Loss as per the respective lease agreements

r. Earning Per Share

In accordance with Accounting Standard 20 "Earning per Share" as prescribed under Companies (Accounting Standards) Rules, 2006 (as amended), Basic earnings per share is computed by dividing the profit / loss after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/(loss) after tax as adjusted for the effects dividend, interest and other charges relating to the dilutive potential equity shares.

s. Taxes on Income**i) Current Tax :**

Tax expense comprises of current tax and deferred tax and includes any adjustments related to past periods in current and / or that may become necessary due to certain developments or reviews during the relevant period. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961.

In absence of taxable income in the current year, provision for taxation has not been made.



ii) Deferred Tax

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

t. Impairment of Assets

The carrying values of assets / cash generating units are reviewed for impairment at each balance sheet date. If any indication of impairment exists, the recoverable amount is estimated. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the period in which an asset is identified as impaired. The impairment loss, if any, recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount.

u. Provisions, contingent liabilities and contingent assets

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present values and are determined based on the best estimate required to settle the obligations at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements and are disclosed in the Notes. A Contingent asset is neither recognised nor disclosed in the financial statements.

v. Derivative transactions

The Company enters into derivative contracts in the nature of foreign currency swaps, currency options, interest rate swaps with an intention to hedge its existing assets and liabilities, firm commitments and highly probable forecast transactions. Pursuant to the announcement on accounting for derivatives as prescribed under Companies (Accounting Standards) Rules, 2006 (as amended). The Company, in accordance with the principle of prudence as enunciated in AS-1, "Disclosure of Accounting Policies", provides for losses in respect of all outstanding derivative contracts at the Balance Sheet date by marking them to market. Any net unrealized gains arising on such mark to market are not recognized as income, until realised on grounds of prudence.

w. 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.



3 Share Capital

Authorised Share Capital
1,500,000,000 (P.Y. 1,500,000,000) Equity Shares of ₹ 10 each

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
1,500.00	1,500.00
1,500.00	1,500.00

Issued, Subscribed and fully paid-up shares
12,00,000,000 (P.Y. 700,000,000) Fully Paid up Equity Shares of ₹ 10 each

1,200.00	700.00
1,200.00	700.00

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**Equity Shares of ₹ 10 each**

	As at 31st March 2015		As at 31st March 2014	
	No. Shares	(₹ in Crores)	No. Shares	(₹ in Crores)
At the beginning of the year	700,000,000	700.00	700,000,000	700.00
Issued during the year	500,000,000	500.00	-	-
Outstanding at the end of the year	1,200,000,000	1,200.00	700,000,000	700.00

b. Terms/rights attached to equity shares

The company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the no. of equity shares held by the shareholders. The company declares and pays dividends in Indian rupees. The dividend if proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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, ultimate holding company and their subsidiaries/ associates are as below:

	As at 31st March 2015		As at 31st March 2014	
	No. Shares	(₹ in Crores)	No. Shares	(₹ in Crores)
Adani Power Limited, Holding Company (along with its nominees)	1,200,000,000	1,200.00	700,000,000	700.00
	1,200,000,000	1,200.00	700,000,000	700.00

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

100% shareholding ie. 12,00,00,000 Shares are held by Adani Power Limited, a Holding Company in Current Financial Year
(P. Y. 7,00,00,000 shares)

4 Reserves and surplus

(Deficit)/ Surplus in the statement of Profit and loss
Opening Balance
Add- (Loss)/ Profit for the year
Add- Adjustment in retained earning due to Schedule II
Net (Deficit)/ Surplus in statement of Profit and loss

Total reserves and surplus

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
(287.08)	(1.95)
(538.09)	(285.13)
(0.18)	-
(825.35)	(287.08)
(825.35)	(287.08)



5 Long-term borrowings

	Non-current portion		Current maturities	
	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Secured borrowings (Refer note below)				
Term Loans				
From Banks	4,152.23	1,689.84	11.75	123.65
From Others	1,521.29	820.61	46.33	36.44
Trade credits (to be converted into loans)	-	1,605.87	-	117.50
	5,673.52	4,116.32	58.08	277.59
Unsecured borrowings				
From Related Parties	1,626.44	1,775.76	-	-
Deferred Payment Liabilities				
From Related Parties	15.27	-	13.69	-
Total	7,315.23	5,892.08	71.77	277.59
Amount disclosed under the head "Other Current liabilities" (Refer note 10)			(71.77)	(277.59)
Total	7,315.23	5,892.08	-	-

The above secured borrowings are secured by:

The facility is secured/ to be secured by first mortgage and charge on all immovable and movable assets, both present and future of Company's 1320 MW power project at Kawai (Rajasthan) on *paripassu* basis.

The said secured facility is also secured by pledge of 51% shares (61.20 crs shares) of the company, held by Adani Power Ltd., a Holding Company, on *paripassu* basis.

a) The repayment schedule of Secured Loan

i) The foreign currency loan from financial institutions aggregating ₹ 872.27 Crores (As at 31st March 2014 - ₹ 717.05 Crores) are repayable in structured quarterly instalments commencing from 30th August, 2014 and carry an interest rate of 6M libor plus 2%-4% p.a.

ii) The foreign currency loan from financial institutions aggregating ₹ 409 Crores (As at 31st March 2014 - ₹ NIL Crores) are repayable in structured quarterly instalments commencing from 30th November, 2015 and carry an interest rate of 6M libor plus 2%-4% p.a.

iii) The Rupee term loan aggregating to ₹ 2147.70 crores (As at 31st March 2014 - ₹ 1358.28 crores) are repayable in structured quarterly instalments commencing from 1st April 2015.

iv) The Rupee term loan aggregating to ₹ 2302.65 crores (As at 31st March 2014 - ₹ 1813.49 crores) are repayable in structured quarterly instalments commencing from 1st April 2017.

v) The Rupee term loan carry interest rates at SBI Base rate plus 2%-4% p.a.

vi) For current maturities of long-term borrowings and deferred payment liabilities, refer note 10 - "Other Current Liabilities"

b) The repayment schedule of Unsecured Loan

The Loan from parent company is by way of promoters contribution which is repayable after the repayment of loans from Banks & Financial Institutions (Lenders) as mentioned in the lenders loan documents. Interest is charged at SBI base rate plus 0.25% p.a.

c) The repayment schedule of Deferred Payment Liabilities

Deferred Payment Liabilities from related party aggregating to ₹ 28.96 Crores (As at 31st March 2014 - NIL) are repayable in structured monthly instalments commencing from 1st April 2014. Interest is charged at 11% p.a. compounded monthly.



6 Deferred tax liability**Deferred tax liability arising on account of :**

Timing difference between book and tax depreciation

Gross deferred tax liability**Deferred tax assets arising on account of :**

Unabsorbed depreciation and Losses

Provision for Employee benefits

Others

Gross deferred tax assets**Net deferred tax assets**

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
855.25	552.28
855.25	552.28
1,001.88	647.03
4.45	1.78
2.52	0.05
1,008.85	648.86
153.60	96.58

In accordance with the Accounting Standard-22, the net deferred tax assets of ₹ 153.60 Crs. (Previous Year ₹ 96.58 Crs.) has not been recognised because there is no reasonable certainty as to when the assets can be realised.

7 Long term provisions

Provision for employee benefits

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
9.51	3.46
9.51	3.46

8 Short-term borrowings**Secured borrowings**

Trade Credits from Banks

Cash Credit from Banks

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
464.94	302.48
213.32	-
678.26	302.48
-	531.72
-	531.72
678.26	834.20

Unsecured borrowings

From Related Parties

Total short-term borrowings

The above short term secured borrowings are secured by:

Trade Credit/Bills Discounted under Letters of Credit (Working Capital Facilities) from banks of ₹ 678.26 Crores (As at 31st March'14 - ₹302.48 Crores) are secured / to be secured by first mortgage and charge on all immovable and movable assets, both present and future of Phase I Project, on paripassu basis

The said secured facility is also secured by pledge of 51% shares (61.20 Crores shares) of the company, held by Adani Power Ltd., a Holding Company, on *paripassu* basis.



Notes to financial statements for the year ended 31st March 2015

9 Trade payables

Acceptances

Trade payables (Refer note 38)

Micro, Small and Medium enterprises

Others

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
138.91	66.10
-	-
411.01	303.76
549.92	369.86

10 Other current liabilities

Current Maturity of long term borrowings (Secured) (Refer Note 5)
 Current Maturity of Deferred payment Liabilities of Related Party (Unsecured)
 Interest accrued but not due on borrowings
 Statutory liabilities
 Payable on Purchase of Fixed Assets (Refer Note 38)
 Retention Money Payable on Purchase of Fixed assets
 Others (EMD & Customer advances)

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
58.08	277.59
13.69	-
1.98	4.22
12.02	4.38
133.59	111.00
126.23	526.71
0.26	0.56
345.85	924.46

11 Short-term Provisions

Provision for employee benefits

Provision for Mark to Market loss on Derivative Instruments

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
2.47	0.85
6.16	83.14
8.63	83.99



Notes to financial statements for the year ended 31st March 2015
Fixed Assets

12

Particulars	Gross Block (at cost)			Depreciation and Amortisation			Net Block	
	As at 1st April 2014	Additions during the Year	Deductions/Adj during the year	As at 31st March 2015	Upto 31st March, 2014	Provided during the Year	Deductions/Adj during the year	As at 31st March 2015
Tangible assets								
Land (Lease hold)	13.94	-	-	13.94	2.05	0.46	-	11.43
	13.07	0.87	-	13.94	1.61	0.44	-	11.89
Land (Free hold)	10.01	-	-	10.01	-	-	-	10.01
	10.01	-	-	10.01	-	-	-	10.01
Building	184.89	110.45	-	295.34	6.66	13.16	-	275.52
	2.80	182.09	-	184.89	1.98	4.68	-	178.23
Plant & Equipments	7,487.55	227.75	0.46	7,714.84	227.09	290.68	0.12	7,197.19
	40.86	7,452.57	5.88	7,487.55	3.33	224.40	0.64	7,260.46
Electrical Installations	0.02	-	-	0.02	-	-	-	0.02
	0.02	-	-	0.02	-	-	-	0.02
Furniture and Fixtures	3.66	3.27	-	6.93	1.07	0.36	-	5.50
	2.83	0.83	-	3.66	0.88	0.19	-	2.59
Railway Siding	80.95	0.00	2.37	78.58	2.50	4.99	-	71.09
	-	80.95	-	80.95	-	2.50	-	78.45
Computer	2.39	0.37	-	2.76	0.88	0.59	(0.18)	1.11
	1.94	0.45	-	2.39	0.51	0.37	-	1.51
Office Equipments	5.89	6.42	0.00	12.31	0.77	1.86	-	9.68
	3.31	2.58	-	5.89	0.36	0.41	-	5.12
Vehicles	2.36	0.11	-	2.47	0.51	0.31	-	1.65
	1.98	0.38	-	2.36	0.34	0.17	-	1.85
Total tangible assets	7,791.66	348.37	2.83	8,137.20	241.53	312.41	(0.06)	7,583.20
Intangible assets (Other than internally generated)								
Computer software	-	0.38	-	0.38	-	0.04	-	0.34
Total intangible assets	-	0.38	-	0.38	-	0.04	-	0.34
Total Fixed Assets	7,791.66	348.75	2.83	8,137.58	241.53	312.45	(0.06)	7,583.54
Previous Year	76.82	7,720.72	5.88	7,791.66	9.01	233.16	0.64	7,550.13

Notes :-

- During the year, the estimated useful life and residual value of the fixed assets have been revised in accordance with Schedule II of the Companies Act, 2013, and other considerations, as applicable. Due to this change in estimated useful life and residual value of assets, the depreciation / amortisation charge of ₹ 0.18 Crores (addition in adjustment in depreciation & amortisation during the year) has been recognised in the opening balance of retained earnings for assets where estimated remaining useful life was NIL as at 1st April, 2014, and the depreciation charge for the period ended 31st March, 2015, has been reduced by ₹ 107.21 Crores with corresponding impact on carrying value of tangible fixed assets.
- Additions during the year include ₹ NIL (Previous Year - ₹ 704.93 Crs.) capitalised from Borrowing Cost (Net of interest income). The asset bifurcation towards addition in borrowing cost : Current Year - NIL; (Previous Year - ₹ 682.15 Crs., Building - ₹ 15.31 Crs., Railway Sidings - ₹ 7.47 Crs.)
- Additions in Plant & Equipment during the year includes ₹ 104.06 Crs. (Previous Year - ₹ 684.28 Crs.) capitalised from foreign exchange differences.



13 Capital work in progress**13.1 Capital work in progress others**

Capital work in progress (including Capital Inventory of ₹ 39.71 Crs & ₹ 46.14 Crs for Mar'15 & Mar'14 respectively)

13.2 Project development expenditure

	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Salaries, wages and Allowances	-	37.63
Contribution to Provident and other Funds	-	2.01
Employee Welfare Expenses	-	4.31
Sub-lease rent for land	-	0.38
Project Insurance	-	20.08
Professional Fees	-	15.10
Auditor's remuneration (Other Services)	-	0.01
Statutory Expenses	-	0.05
Communication Expenses	-	0.96
Administration and Office Expenses	-	30.45
Stationery & Courier Expenses	-	0.33
Vehicle Running Expenses	-	2.20
Traveling Expenses	-	0.52
Loss on Damage of Goods	-	46.79
Other Miscellaneous Expenses	-	0.01
Depreciation	-	11.59
Interest and Finance Charges	-	719.61
	-	892.03
Other Income		
Interest on Margin Money Deposits	-	14.69
Insurance Claim	-	29.50
Other Income	-	7.27
	-	51.46
	-	840.57
Less - Capitalised during the year	-	(840.57)
	-	-
Total capital work in progress	39.71	103.31

14 Non-current investments**Trade investments (Valued at Cost)****Equity shares of associate companies (Unquoted)**

10000 (Nil) Equity shares of Adani Power Resources Ltd. of ₹ 10/- each

Non-trade investments**(Valued at Cost other than specified)****Government or trust securities (unquoted)**

6 years National Saving Certificates (Lodged with VAT authorities)

* ₹ 49,000

	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Equity shares of associate companies (Unquoted)	0.01	-
Non-trade investments (Valued at Cost other than specified)		
Government or trust securities (unquoted)	*	*
	0.01	*



Notes to financial statements for the year ended 31st March 2015

15 Long-term loans and advances

(Unsecured, considered good)

	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Capital advances	12.67	21.71
Balances with government authorities	0.50	0.50
Duty Paid under Protest	0.82	0.50
Security deposits	1.91	4.45
Advance to Employees	0.84	0.95
Advance tax including tax deducted at source (net of provision)	1.64	0.74

18.38**28.85****16 Other non-current assets**

(Unsecured, considered good)

	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Margin Money Fixed Deposits with Banks	20.65	14.01
Interest accrued but not due	1.09	0.21
Unamortised ancillary borrowing costs	15.60	-

37.34**14.22****17 Current Investments**

(At lower of Cost and Net Realisable Value)

Investment in Mutual Funds - (Quoted)

Investment in Mutual Funds

1) NIL (7113640.405) Units of ₹ 10 each of Peerless Liquid Fund- Direct- Growth	-	10.00
2) 103958.38 (56732.651) Units ₹ 1000 each of Religare Invesco Liquid Fund Direct- Growth	20.00	10.00
3) NIL (486622.978) Units of ₹ 100 each of Birla Sun Life Cash Plus-Direct-Growth	-	10.00
4) NIL (51773.689) Units of ₹ 1000 each of Reliance Liquidity Fund-Direct- Growth	-	10.00
5) NIL (68064.674) Units of ₹ 1000 each of Baroda Pioneer Liquid Fund Plan B - Growth	-	10.00
6) 309396.76 (49630.486) Units of ₹ 1000 each of SBI Premier Liquid Fund - Direct - Growth	68.00	10.00
7) NIL (80240.194) Units of ₹ 1000 each of Principal Cash Management Fund-Direct -Growth	-	10.00
8) NIL (2858204.476) Units of ₹ 10 each of JM High Liquidity Fund Direct - Growth	-	10.00
9) NIL (49528.047) Units of ₹ 1000 each of Tata Money Market Fund Direct - Growth	-	10.00
10) 33034.65 (NIL) Units of ₹ 1000 each of Taurus Liquid fund Direct - Growth	5.00	-
11) 45322.09 (NIL) Units of ₹ 1000 each of Kotak Liquid scheme plan A- Direct - Growth	12.86	-
12) 66712.70 (NIL) Units of ₹ 1000 each of IDBI Liquid Fund- Direct - Growth	10.00	-
13) 117684.27 (NIL) Units of ₹ 1000 each of IDFC Cash Fund - Direct - Growth	20.00	-

135.86**90.00**

Market value of quoted investments

135.94

90.12

18 Inventories

(At lower of Cost and Net Realisable Value)

	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Fuel (Includes Goods in Transit of ₹ 198.50 Crs. and ₹ 47.59 Crs. for Mar'15 & Mar'14 respectively)	277.37	139.29
Stores & spares parts	56.51	28.46

333.88**167.75**

19 Trade receivables

Outstanding for a period exceeding six months from the date due for payment Unsecured, considered good	228.77	16.52
Outstanding for a period less than six months from the date due for payment Unsecured, considered good	345.39	66.77

Note: Includes due of ₹ 0.94 Crs from related party

20 Cash and bank balances**Cash and cash equivalents****Balances with banks**

In current accounts	130.36	73.19
In Deposit accounts (Having Maturity less than 3 Months)	-	55.09

Other bank balances

Margin money Deposits with original maturity for less than 12 months (includes margin deposits against long term bank guarantees)

**21 Short-term loans and advances
(Unsecured, considered good)**

Security deposit	0.02	*
Advance against expenses	90.03	50.82
Advance to employees	0.62	0.41
Prepaid insurance	4.67	4.83

* ₹ 28000

**22 Other current assets
(Unsecured, considered good)**

Unbilled Revenue	199.19	248.86
Interest accrued but not due on Deposits	2.09	1.59
Other receivables	0.47	-
Unamortised ancillary borrowing costs	5.17	-

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
---	---

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
---	---

130.36	73.19
-	55.09
130.36	128.28

126.55	48.63
126.55	48.63
256.91	176.91

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
---	---

0.02	*
90.03	50.82
0.62	0.41
4.67	4.83
95.34	56.06

As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
---	---

199.19	248.86
2.09	1.59
0.47	-
5.17	-
206.92	250.45



23 Revenue from Operations

	For the year ended 31st March 2015 (₹ in Crores)	For the year ended 31st March 2014 (₹ in Crores)
Revenue from power supply	2,991.88	1,691.45
Revenue from Coal Sale	32.18	-
(A)	3,024.06	1,691.45
Other Operating Revenue		
Sale of Fly Ash	17.52	5.40
Less- Excise duty	(1.02)	(0.31)
(B)	16.50	5.09
Total Revenue from Operations	(A+B) 3,040.56	1,696.54

24 Other income

	For the year ended 31st March 2015 (₹ in Crores)	For the year ended 31st March 2014 (₹ in Crores)
Interest on Income tax Refund	-	0.03
Interest Income on Deposits	9.57	2.89
Sale of Scrap	3.33	1.94
Profit on sale of Fixed Assets	-	-
Profit/loss on sale of Current Investments (Mutual funds)	4.66	3.39
Net Gain on Foreign Currency transaction and translation (other than considered as finance costs)	-	6.57
Miscellaneous Income	3.33	-
* ₹ 13068 in FY 13-14	20.89	14.82

25 Employee benefit expenses

	For the year ended 31st March 2015 (₹ in Crores)	For the year ended 31st March 2014 (₹ in Crores)
Salaries, wages and allowances	43.37	21.62
Contribution to provident and other funds	6.02	2.36
Employee welfare expenses	2.47	0.80
	51.86	24.78



26 Finance costs**(a) Interest Expenses on :**

Interest on Borrowings
Interest on Others

For the year ended 31st March 2015 (₹ in Crores)	For the year ended 31st March 2014 (₹ in Crores)
686.76	249.94
3.99	2.25
690.75	252.19

(b) Other borrowing costs :

Other Finance Costs
Loss on derivatives/Swap contracts

43.42	25.59
2.69	-
46.11	25.59

(c) Net (gain) / loss on foreign currency transactions and translation (considered as finance costs)

44.68	22.40
44.68	22.40
781.54	300.18

27 Administration and Other Expenses

Stores and spares consumed
Payment to auditors
Repairs & Maintenance - P & M
Repairs & Maintenance - Building
Repairs & Maintenance - Others
Net loss on foreign currency transactions and translation (other than considered as finance costs)
Rent Expense
Power & Fuel Consumed
Rates & Taxes
Insurance Expense
Miscellaneous Expense
Legal & Professional Expenses
Discount on prompt payment of bills
Stationery & Courier Expenses
Communication Expense
Travelling & Conveyance Expenses
Corporate Social Responsibility expenses
Donation
Loss on sale of Fixed Asset

For the year ended 31st March 2015 (₹ in Crores)	For the year ended 31st March 2014 (₹ in Crores)
20.24	6.32
0.05	0.03
32.36	2.30
0.64	0.94
1.31	1.04
7.98	-
0.99	0.10
2.67	17.42
5.50	0.01
8.73	5.03
8.47	5.16
5.71	1.83
2.90	8.24
0.21	0.07
0.57	0.21
5.23	2.29
0.63	1.17
1.55	1.00
0.32	-
106.06	53.16



Notes to financial statements for the year ended 31st March 2015

28 Contingent liabilities and other commitments

	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
a. Claims against the Company not acknowledged as debts in respect of:		
(i) Entry tax	-	5.38
(ii) Income tax	2.37	1.16
(iii) Others	0.47	-
b. Commitments (net of advances)		
Capital Commitment	54.61	274.66
Other Commitment related to Operations	9.85	19.61

29 The Company has taken various derivatives to hedge its loans. The outstanding position of derivative instruments is as under:

Nature	Purpose	As at 31st March 2015 (USD in Million)	As at 31st March 2014 (USD in Million)	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Forward covers	Hedging of loans under LC/ Buyer's credit	48.26	239.87	301.65	1,437.20
Forward covers	Hedging of Foreign Currency Loan	11.98	11.98	74.88	71.78
Forward covers	Hedging of trade payables and collection bills	16.05	29.49	100.33	176.71
Option structure	Hedging of loans under LC/ Buyer's credit	26.13	-	163.30	-
Option structure	Hedging of trade payables and collection bills	17.08	-	106.77	-
		119.51	281.35	746.92	1,685.69

The details of foreign currency exposures not hedged by derivative instruments are as under :-

	As at 31st March 2015 (USD in Million)	As at 31st March 2014 (USD in Million)	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
1. Capital Import Creditors	24.80	86.37	154.97	517.50
2. Loans under LC and Buyer's Credit	-	98.25	-	588.65
3. Foreign Currency Loan	193.02	107.70	1,206.38	645.27
4. Trade Payable and collection bills	30.58	11.46	191.14	68.68
5. Usance Interest	0.23	0.70	1.47	4.22
	248.63	304.48	1,553.96	1,824.31



30 Operating lease:**Future minimum lease payments**

Not later than one year
Later than one year and not later than five years
Later than five years

For the year 31st March 2015 (₹ in Crores)	For the year 31st March 2014 (₹ in Crores)
0.05	0.02
0.06	0.09
-	-
0.11	0.11

The Company has entered into operating lease arrangements for right to use office premises, land and employees' accommodations. The lease agreements are executed for a period ranging between 11 months to 4 years with a renewal clause and also provide for termination by either party by giving a prior notice. Expenses of ₹ 0.99 Crores (Previous Year ₹ 0.10 Crores) incurred under such leases have been expensed in the statement of profit & loss.

The total future minimum lease rentals receivable at the balance sheet date is as under:

	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Not later than one year	0.02	-
Later than one year and not later than five years	0.04	-
Later than five years	-	-
	0.06	-

31 Pursuant to the Accounting Standard (AS- 20) – Earning per Share, the disclosure is as under:

		For the Year ended 31st March 2015	For the Year ended 31st March 2014
a. Basic and Diluted EPS			
Profit/ (Loss) attributable to equity shareholders	₹ in Crs	(538.09)	(285.13)
Weighted average number of equity shares outstanding during the year	No	1,194,520,548	700,000,000
Nominal Value of equity share	₹	10	10
Basic and Diluted EPS	₹	(4.50)	(4.07)

32 The Company has recognized revenue on account of Compensatory Tariff of ₹ 305.92 crores during the year, based on interim order dated 30th May, 2014 of Rajasthan Electricity Regulatory Commission ("RERC") in favour of the Company, for additional coal cost due to non-allocation of domestic coal since inception. Rajasthan Discoms have filed petition with APTEL against the said order of RERC and matter is pending adjudication. The Committee constituted by RERC has submitted its report for recommending the basis of determining the Compensatory Tariff. The Committee has suggested compensatory tariff for the actual coal cost in place of domestic linkage coal which was considered in the quoted tariff. RERC is considering the report submitted by the said committee.

33 The Company's activities during the year revolve around power generation. Considering the nature of Company's business and operations, there is only one reportable segments (business and/or geographical) in accordance with the requirements of Accounting Standard 17 – 'Segment Reporting', prescribed under Company (Accounting Standards) Rules, 2006.

34 Payment to Auditors**As auditor:**

Audit fees
Tax Audit fee
For other services (Certification work)

For the Year ended 31st March 2015 (₹ in Crores)	For the Year ended 31st March 2014 (₹ in Crores)
0.02	0.02
*	*
0.03	0.01
0.05	0.03



Notes to financial statements for the year ended 31st March 2015

- 35 a) The Company operates a defined benefit plan (the Gratuity plan) covering eligible employees, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment.

The status of gratuity plan as required under AS-15 (revised):

Particulars	For the Year ended 31st March 2015 (₹ in Crores)	For the Year ended 31st March 2014 (₹ in Crores)
i. Reconciliation of Opening and Closing Balances of defined benefit obligation		
Liability at the beginning of the Year	1.96	0.43
Current Service Cost	0.65	0.23
Interest Cost	0.18	0.03
Benefits paid	-	(0.14)
Liability Transferred in	-	-
Liability Transferred out	-	-
Net Actuarial losses (gain) Recognised	3.28	1.41
Liability at the end of the Year	6.07	1.96
ii. Reconciliation of Opening and Closing Balances of the Fair value of Plan assets		
Plan assets at the beginning of the Year, at Fair value	-	-
Expected return on plan assets	-	-
Contributions	-	-
Actuarial gain/(loss) on plan assets	-	-
Transfer to other company	-	-
Plan assets at the end of the Year, at Fair Value	-	-
iii. Reconciliation of the Present value of defined benefit obligation and Fair value of plan assets		
Obligations at the end of the Year	6.07	1.96
Plan assets at the end of the Year, at Fair value	-	-
Asset / (Liability) recognized in balance sheet	(6.07)	(1.96)
iv. Gratuity Cost for the Year		
Current service cost	0.65	0.23
Interest cost	0.18	0.03
Expected return on plan assets	-	-
Actuarial Gain or (Loss)	3.28	1.41
Past service cost-vested benefit recognised during the year	-	-
Net Gratuity cost	4.11	1.67
v. Actuarial Assumptions		
Discount Rate (per annum)	7.94%	9.38%
Annual Increase in Salary Cost	14.00%	14.00%
vi. Experience Adjustment		
On Plan Liability (Gain) / Losses	0.60	0.53
On Plan Asset (Gain) / Losses	-	-

Past four years data for defined benefit obligation and fair value of plan:

	2010-11	2011-12	2012-13	2013-14
Present value of defined benefit obligations at the end of the year	0.01	0.03	0.43	1.96
Fair value of plan assets at the end of the year	-	-	-	-
Net assets / (liability) at the end of year	0.01	0.03	0.43	1.96
Experience Adjustments on Plan Liability (Gain) / Losses	-0.01	0.01	*	0.53
Experience Adjustments on Plan Assets (Gain) / Losses	-	-	-	-

- b) The actuarial Liability for leave encashment and compensated absences (including Sick Leave) as at the year ended 31st March 2015 is ₹ 5.91 Crores (Previous Year - ₹ 2.35 Crores)



36 Related party transactions**a. Names of related parties where control exist**

Ultimate holding company/Entity	Shantilal Bhudhermal Adani Family trust (SBAFT)	
Intermediate holding company	Adani Enterprises Limited	
Immediate Holding Company	Adani Power Limited	
Fellow subsidiaries (With whom transactions are done)	Adani Infra (India) Limited Adani Ports and Special Economic Zone Limited Adani Global PTE Limited Adani Petronet (Dahej) Port Pvt. Ltd. Mundra International Airport Private Limited Adani Power Maharashtra Limited Adani Power Dahej Limited Adani Pench Power Limited	
Associate Company	Adani Power Resources Limited (w.e.f. 21st January 2015) (Formally known as Adani Transmission (Maharashtra) Limited)	
Key management personnel	Mr. Jayadeb Nanda (w.e.f. 14th May'2014) Mr. Kanti Biswas (w.e.f. 14th May'2014) Mr. Vinod Bhandawat (w.e.f. 14th May'2014) Mr. Kandarp Suryakant Patel (w.e.f. 14th May'2014) Mr. Rajiv Kumar Rustagi (w.e.f. 27th January'2015) Mr. Dharmesh Desai	Managing Director Whole Time Director Director Director Chief Finance Officer Company Secretary



b. Transaction with related parties

Related Party	Relation	Nature of Transaction	For the Year ended 31st March 2015 (₹ in Crores)	For the Year ended 31st March 2014 (₹ in Crores)
Adani Enterprises Limited	Intermediate Holding Company	Loan taken	-	420.21
		Loan repaid	531.72	-
		Interest on loan	60.32	11.50
		Coal Purchase	132.72	-
		Sale of power	1.89	-
		Professional fees	2.23	-
		Purchase of material	-	-
		Purchase of assets	-	0.15
		Purchase of Power	-	329.02
		Training charges	*	*
		Reimbursement of expenses	*	0.02
		Employee loan transfer	-	0.02
Adani Power Limited	Immediate Holding Company	Loan taken	801.55	496.88
		Loan repaid	450.87	400.00
		Loan converted into equity share capital	500.00	-
		Interest on loan	110.10	194.39
		Coal Purchase	248.81	-
		Purchase of material	0.04	0.01
		Purchase of assets	-	0.53
		Employee loan transfer	0.01	*
		Director's appointment fees	0.03	-
		Reimbursement of expenses	-	0.03
		Sale of assets	-	1.81
Adani Infra (India) Limited	Fellow subsidiary	Purchase of material and services	89.75	244.35
		Employee loan transfer	0.06	0.36
		Security deposit transfer	0.01	-
Adani Global PTE Limited	Fellow subsidiary	Coal Purchase	1,179.28	617.64
Adani Ports and Special Economic Zone Limited	Fellow subsidiary	Coal handling charges	40.53	15.04
		services availed	0.03	-
		Purchase of material	-	0.26
Adani Petronet (Dahej) Port Pvt. Ltd.	Fellow subsidiary	Coal handling charges	59.59	35.92
		Interest charges	3.94	2.25
Mundra International Airport Private Limited	Fellow subsidiary	Lease rent	*	*
Adani Power Maharashtra Limited	Fellow subsidiary	Sale of material	0.74	3.42
		Sale of assets	0.19	-
		Purchase of investments	0.01	-
		Employee loan transfer	0.01	-
		Reimbursement of expenses	0.10	-
Adani Power Dahej Limited	Fellow subsidiary	Employee loan transfer	*	0.01
		Purchase of assets	-	0.32
Adani Pench Power Limited	Fellow subsidiary	Employee loan transfer	-	*
		Reimbursement of expenses	-	-
Mr Kanti Biswas	Whole Time Director	Remuneration	0.82	0.78

Note: The transactions with related parties during the year are shown net of taxes.



c. Balances with related parties

Related Party	Relation	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Adani Enterprises Limited	Intermediate Holding Company	2.09 Cr.	531.70 Cr.
Adani Power Limited	Immediate Holding Company	1631.21 Cr.	1775.76 Cr.
Adani Global PTE Limited	Fellow subsidiary	399.32 Cr.	245.39 Cr.
Adani Infra (India) Limited	Fellow subsidiary	33.86 Cr.	50.60 Cr.
Adani Ports and Special Economic Zone Limited	Fellow subsidiary	19.39 Cr.	13.85 Cr.
Adani Petronet (Dahej) Port Pvt. Limited	Fellow subsidiary	62.51 Cr.	41.24 Cr.
Mundra International Airport Pvt. Limited	Fellow subsidiary	*	*
Adani Pench Power Limited	Fellow subsidiary	0.01 Cr.	0.01 Cr.
Adani Power Maharashtra Limited	Fellow subsidiary	0.94 Dr.	0.01 Cr.
Adani Power Dahej Limited	Fellow subsidiary	*	-

d. Non fund based transactions

Related Party	Relation	Nature of Transaction	As at 31st March 2015 (₹ in Crores)	As at 31st March 2014 (₹ in Crores)
Adani Power Limited	Immediate Holding Company	Guarantees & Collateral securities for the company's facilities	612.04	210.04

(Figures below Rs. 50,000 are denominated by *)

37 In the opinion of the management and to 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 values stated, if realized in ordinary course of business, except unless stated otherwise. The provision for all known current liabilities is adequate and not in excess of amount considered reasonably necessary.

38 Disclosures under MSMED Act :

There are no Micro, Small and Medium Enterprises as defined in 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 disclosure 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.

39 The company is in the process of reconciling the receivable balances with its customers. Effect, if any, of the same will be given as and when the final reconciliation is done.

40 Foreign Currency Transactions

	For the Year ended 31st March 2015 (₹ in Crores)	For the Year ended 31st March 2014 (₹ in Crores)
(a) C.I.F. Value of imports		
Capital goods	81.05	162.85
Raw Material	1,054.14	608.68
Components & Spare Parts	24.36	0.45
Total (a)	1,159.55	771.98
(b) Expenditure in Foreign Currency		
Professional and Consultation Charges	0.02	-
Usance Interest	47.06	38.05
Finance Charges	1.48	0.07
Total (b)	48.56	38.12
Total (a+b)	1,208.11	810.10



Notes to financial statements for the year ended 31st March 2015

41 Value of Fuel, Stores and Spares Parts Consumed:

Value of Fuel Consumed

	For the year ended 31st March 2015		For the year ended 31st March 2014	
	(₹ in Crores)	%	(₹ in Crores)	%
(i) Imported	1,888.90	81.56%	966.25	91.30%
(ii) Indigenous	427.18	18.44%	92.06	8.70%
	2,316.08	100.00%	1,058.31	100.00%

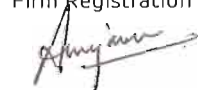
Value of Store & Spares Consumed

	For the year ended 31st March 2015		For the year ended 31st March 2014	
	(₹ in Crores)	%	(₹ in Crores)	%
(i) Imported	1.15	5.68%	0.22	3.45%
(ii) Indigenous	19.09	94.32%	6.10	96.55%
	20.24	100.00%	6.32	100.00%

42 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure. Further, the figures have been rounded off to the nearest rupees in crores in two decimals. Since the company has started commercial operations on 100% installed capacity w.e.f. January, 2014, previous year figures in relation to statement of Profit and Loss are not strictly comparable.

AS PER OUR ATTACHED REPORT OF EVEN DATE

For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Registration No. 112054W



ANUJ JAIN
PARTNER
Mem. No. 119140



For and on behalf of board of directors



JAYADEB NANDA
MANAGING DIRECTOR
DIN : 06578925



RAJIV KUMAR RUSTAGI
CHIEF FINANCIAL OFFICER



VINOD BHANDAWAT
DIRECTOR
DIN : 02873571



DHARMESH DESAI
COMPANY SECRETARY

Place : Ahmedabad
Date : 8th May 2015

Place : Ahmedabad
Date : 8th May 2015