

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, 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 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 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, 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
 - 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(b) 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 : 12-May-2015



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


CHIRAG SHAH
Partner
Membership No. 122510

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 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) 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 is 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 to any body corporate 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) According to the information and explanations given to us, since the company gets the mining services done by subcontracting, in our opinion, the maintenance of cost records under section 148(1) of the Act as prescribed by the Central Government are not applicable to the Company.
- (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 and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance, provident fund 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 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.

- (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.
- (c) According to the information and explanations given to us, there are no 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.



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- (viii) The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the financial year. However the company has incurred cash loss during the immediately preceding financial year.
- (ix) The Company did not have any outstanding dues to financial institutions, banks or debenture holders during the year.
- (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) According to the information & explanations given to us, the Company has not taken any term loan during the year covered by our audit report. Accordingly the provisions of paragraph 3(xi) of the Order are not applicable.
- (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 : 12-May-2015



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

A handwritten signature in black ink, appearing to read "Chirag Shah".

CHIRAG SHAH
Partner
Membership No. 122510

PARSA KENTE COLLIERIES LIMITED

Balance Sheet as at 31 March 2015

		(Amt in Rupees)	
	Notes	As at 31-Mar-2015	As at 31-Mar-2014
I. EQUITY AND LIABILITIES			
a) Shareholders' Funds			
Share Capital	3	50,00,000	50,00,000
Reserves and Surplus	4	1,51,04,672	(3,53,83,565)
		2,01,04,672	(3,03,83,565)
b) Non-Current Liabilities			
Long Term Borrowings		-	-
Other Long Term Liabilities		-	-
Long Term Provisions	5	8,60,384	-
		8,60,384	-
c) Current Liabilities			
Short Term Borrowings	6	1,10,07,64,791	28,31,98,684
Trade Payables	7	1,96,30,81,982	72,35,50,269
Other Current Liabilities	8	3,07,83,684	26,64,333
Short Term Provisions	9	10,012	3,42,981
		3,09,46,40,469	1,00,97,56,267
Total		3,11,56,05,525	97,93,72,702
II. ASSETS			
a) Non-Current Assets			
Fixed Assets			
Tangible Assets	10	20,68,501	24,68,062
Intangible Assets	10	6,04,77,525	6,26,24,982
Capital Work-In-Progress		-	-
		6,25,46,026	6,50,93,044
Non-Current Investments		-	-
Deferred Tax Assets	21	2,75,386	-
Long Term Loans & Advances	11	2,23,82,588	1,43,50,203
Other Non-Current Assets		-	-
		8,52,04,000	7,94,43,248
b) Current Assets			
Current Investments		-	-
Inventories		-	-
Trade Receivables	12	2,94,26,15,322	80,42,42,307
Cash and Cash Equivalents	13	5,75,31,189	93,05,746
Short Term Loans & Advances	14	3,02,10,321	8,63,81,402
Other Current Assets (Interest accrued but not due)		44,693	-
		3,03,04,01,525	89,99,29,454
Total		3,11,56,05,525	97,93,72,702
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

Chirag Shah
Partner
Membership No. 122510

Place : Ahmedabad
Date : 12-May-2015



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

Vinay Prakash
Managing Director
DIN : 03634648

Place : Jaipur
Date : 11-May-2015

Dr Gurjit Singh Bhatia
Director
DIN : 02548340



(Signature)

PARSA KENTE COLLIERIES LIMITED

Statement of Profit and Loss for the year ended on 31 March 2015

		(Amt in Rupees)	
	Notes	For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
a) Income			
Revenue from Operations	15	2,73,73,10,828	80,21,31,512
Other Income	16	16,73,086	8,13,273
Total Revenue		2,73,89,83,914	80,29,44,785
b) Expenses			
Operating Expenses	17	2,59,51,99,039	76,99,89,618
Employee Benefits Expense	18	60,02,597	41,39,167
Finance Costs	19	7,40,46,583	2,00,64,279
Depreciation and Amortisation Expense	10	26,08,618	24,25,005
Other Expenses	20	1,09,14,225	3,88,71,784
Total Expenses		2,68,87,71,062	83,54,89,853
c) Profit / (Loss) Before Exceptional & Extra-Ordinary Items and Tax		5,02,12,852	(3,25,45,068)
Exceptional Items		-	-
Extra-Ordinary Items		-	-
d) Profit / (Loss) Before Tax		5,02,12,852	(3,25,45,068)
e) Tax Expense			
Current Tax		1,00,46,462	-
MAT Credit Entitlement		(1,00,46,462)	-
Deferred Tax		(2,75,385)	-
Total Tax Expenses		(2,75,385)	-
f) Profit / (Loss) For The Year		5,04,88,237	(3,25,45,068)
g) Earning per Equity Share (Face Value of Rs.10 each)	27		
Basic		100.98	(65.09)
Diluted		100.98	(65.09)
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

Chirag Shah
Chirag Shah
Partner
Membership No. 122510

Place : Ahmedabad
Date : 12-May-2015



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



Vinay Prakash
Vinay Prakash
Managing Director
DIN : 03634648

Place : Jaipur
Date : 11-May-2015

Dr Gurjit Singh Bhatia

Dr Gurjit Singh Bhatia
Director
DIN : 02548340

PARSA KENTE COLLIERIES LIMITED

Cash Flow Statement for the year ended on 31 March 2015

	(Amt in Rupees)	
	For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
I. CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) Before Tax	5,02,12,852	(3,25,45,068)
Adjustment on account of :		
Depreciation and Amortisation Expense	26,08,618	24,25,005
Interest Expense	7,40,46,583	2,00,64,279
Interest Income	(16,73,086)	(8,04,861)
Operating Profit / (Loss) Before Working Capital Changes	12,51,94,967	(1,08,60,646)
Movements in Working Capital :		
Decrease / (Increase) in Trade Receivables	(2,13,83,73,016)	(80,42,42,306)
Decrease / (Increase) in Short Term Loans & Advances	5,61,71,081	(8,60,08,943)
Increase / (Decrease) in Trade Payables	1,23,95,31,713	72,24,66,321
Increase / (Decrease) in Other Current Liabilities	2,81,19,351	(75,76,703)
Increase / (Decrease) in Short Term and Long Term Provisions	5,27,415	3,42,981
Cash Flow from Operations	(68,88,28,489)	(18,58,79,296)
Less : Direct Taxes Paid	80,32,385	1,43,20,252
Net Cash Flow From Operating Activities	(69,68,60,874)	(20,01,99,548)
II. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(61,600)	(4,94,723)
Interest Income Received	16,28,393	8,04,861
Changes in Capital Work-In-Progress	-	(26,172)
Net Cash Flow From Investing Activities	15,66,793	2,83,967
III. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings (net)	81,75,66,107	22,72,93,634
Interest Paid	(7,40,46,583)	(2,00,64,279)
Net Cash Flow From Financing Activities	74,35,19,524	20,72,29,355
Net Increase / (Decrease) in Cash & Cash Equivalents	4,82,25,443	73,13,774
Cash & Cash Equivalents at the beginning of the year	93,05,746	19,91,972
Cash & Cash Equivalents at the end of the year	5,75,31,189	93,05,746

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

Chirag Shah
Partner
Membership No. 122510

Place : Ahmedabad
Date : 12-May-2015



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



Vinay Prakash
Managing Director
DIN : 03634648

Place : Jaipur
Date : 11-May-2015

Dr Gurjit Singh Bhatia
Director
DIN : 02548340

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 RVUNL 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 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 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) 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.

e) 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.

f) Depreciation and Amortisation

Depreciation of fixed assets is provided on Straight Line Method at rates and in the manner specified in Schedule II of the Companies Act 2013. W.e.f. April 1, 2014, the management has internally reassessed and changed, wherever necessary the useful lives to compute depreciation, to conform to the requirements of 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.



g) 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.

h) 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.

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.

i) 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.

j) 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.

k) 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.

l) 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.

m) 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.



n) 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.

o) 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.

p) Impairment of Fixed Assets

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.

q) 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.

r) Expenditure

Expenses are booked net of taxes recoverable, where applicable.

s) 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.

t) 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

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Authorised shares		
2,50,00,000 (Previous Year : 2,50,00,000) Equity shares of Rs. 10/- each	25,00,00,000	25,00,00,000
Issued, subscribed fully paid-up shares		
5,00,000 (Previous Year : 5,00,000) Equity shares of Rs. 10/- each fully paid up	50,00,000	50,00,000
Total issued, subscribed and fully paid-up share capital	50,00,000	50,00,000

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

	As at 31-Mar-2015		As at 31-Mar-2014	
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	-	-	-	-
Outstanding at the end of the year	5,00,000	50,00,000	5,00,000	50,00,000

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.

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-2015		As at 31-Mar-2014	
Equity Shares	Numbers	Amt in Rs.	Numbers	Amt in Rs.
Adani Enterprises Limited	3,70,000	37,00,000	3,70,000	37,00,000
(Holding Company with its nominees)				
	3,70,000	37,00,000	3,70,000	37,00,000

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

	As at 31-Mar-2015		As at 31-Mar-2014	
Equity Shares	Numbers	% holding	Numbers	% holding
Adani Enterprises Limited	3,70,000	74%	3,70,000	74%
(Holding Company with its nominees)				
Rajasthan Rajya Vidhut Utpadan	1,30,000	26%	1,30,000	26%
Nigam Limited				
	5,00,000	100%	5,00,000	100%

4 Reserves and Surplus

	Amt in Rs.	
	As at 31-Mar-2015	As at 31-Mar-2014
Surplus / (deficit) in the statement of profit and loss		
Balance as per last financial statements	(3,53,83,565)	(28,38,497)
Profit / (Loss) for the year	5,04,88,237	(3,25,45,068)
Net surplus / (deficit) in the statement of profit and loss	1,51,04,672	(3,53,83,565)
Total Reserves and Surplus	1,51,04,672	(3,53,83,565)



PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2015

5 Long Term Provisions

Provision for Employee Benefits
 Provision for Leave Encashment
 Provision for Gratuity

Amt in Rs.	
As at 31-Mar-2015	As at 31-Mar-2014
4,51,735	-
4,08,649	-
8,60,384	-

6 Short Term Borrowings

Unsecured Loan from Holding Company

Amt in Rs.	
As at 31-Mar-2015	As at 31-Mar-2014
1,10,07,64,791	28,31,98,684
1,10,07,64,791	28,31,98,684

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

7 Trade Payables

Trade Payables
 Micro, Small and Medium Enterprises (Refer Note 22)
 Others
 Accruals for Employees
 Expenses Payable

Amt in Rs.	
As at 31-Mar-2015	As at 31-Mar-2014
-	-
1,71,35,71,879	69,70,30,103
1,67,443	1,24,548
24,93,42,660	2,63,95,618
1,96,30,81,982	72,35,50,269

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

Retentions
 Statutory Obligations
 Advance from Customers

Amt in Rs.	
As at 31-Mar-2015	As at 31-Mar-2014
22,38,340	9,92,481
2,59,42,426	16,71,852
26,02,918	-
3,07,83,684	26,64,333

9 Short Term Provisions

Provision for Employee Benefits
 Provision for Gratuity
 Provision for Leave Encashment

Amt in Rs.	
As at 31-Mar-2015	As at 31-Mar-2014
2,323	1,30,236
7,689	2,12,745
10,012	3,42,981



PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2015

10 Fixed Assets

Sl. No.	Particulars	Gross Block (at cost)				Accumulated Depreciation				(Amt in Rupees)	
		As at 01-Apr-2014	Additions during the year	Deductions during the year	As at 31-Mar-2015	As at 01-Apr-2014	Additions during the year	Deductions during the year	As at 31-Mar-2015	As at 31-Mar-2015	
A Tangible assets											
(a)	Vehicles	21,34,987 20,93,478	- 41,509	- -	21,34,987 21,34,987	5,66,208 3,67,144	2,90,449 1,99,064	- -	8,56,657 5,66,208	12,78,330 15,68,779	
(b)	Office Equipments	1,03,350 9,200	18,000 94,150	- -	1,21,350 1,03,350	7,682 1,285	31,806 6,397	- -	39,488 7,682	81,862 95,668	
(c)	Furniture & Fixtures	6,64,354 -	- 6,64,354	- -	6,64,354 6,64,354	42,053 -	69,145 42,053	- -	1,11,198 42,053	5,53,156 6,22,301	
(d)	Electric Installations	1,11,639 -	- 1,11,639	- -	1,11,639 1,11,639	7,067 -	11,619 7,067	- -	18,686 7,067	92,953 1,04,573	
(e)	Computer Hardware	84,150 -	22,600 84,150	- -	1,06,750 84,150	7,408 -	37,142 7,408	- -	44,550 7,408	62,200 76,742	
Total		30,98,480	40,600	-	31,39,080	6,30,418	4,40,161	-	10,70,578	20,68,501	
Previous year		21,02,678	9,95,802	-	30,98,480	3,68,429	2,61,989	-	6,30,418	24,68,062	
B Intangible assets											
(a)	Software	34,000 34,000	21,000 -	- -	55,000 34,000	13,234 8,984	9,691 4,250	- -	22,925 13,234	32,075 20,766	
(b)	Mine Development Right	6,47,62,983 -	- 6,47,62,983	- -	6,47,62,983 6,47,62,983	21,58,766 -	21,58,766 21,58,766	- -	43,17,532 21,58,766	6,04,45,450 6,26,04,216	
Total		6,47,96,983	21,000	-	6,48,17,983	21,72,000	21,68,457	-	43,40,457	6,04,77,525	
Previous year		34,000	6,47,62,983	-	6,47,96,983	8,984	21,63,016	-	21,72,000	6,26,24,982	
Grand total											
Grand total		6,78,95,463	61,600	-	6,79,57,063	28,02,418	26,08,618	-	54,11,036	6,25,46,026	
Previous year total		21,36,678	6,57,58,785	-	6,78,95,463	3,77,413	24,25,005	-	28,02,418	6,50,93,044	

Reflects previous year figures

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2015

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

Advance Payment of Tax (net)
MAT Credit Receivable

Amt in Rs.	
As at 31-Mar-2015	As at 31-Mar-2014
1,23,36,126	1,43,50,203
1,00,46,462	-
2,23,82,588	1,43,50,203

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-2015	As at 31-Mar-2014
2,92,98,474	-
2,91,33,16,848	80,42,42,306
2,94,26,15,322	80,42,42,306

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-2015	As at 31-Mar-2014
100	100
75,31,089	93,05,646
5,00,00,000	-
5,75,31,189	93,05,746

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-2015	As at 31-Mar-2014
2,30,74,388	70,59,087
69,54,081	7,91,50,614
1,21,389	1,08,280
7,413	-
53,050	63,420
3,02,10,321	8,63,81,402

15 Revenue from Operations

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

Amt in Rs.	
For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
2,70,27,76,885	80,21,31,512
3,45,33,943	-
2,73,73,10,828	80,21,31,512

16 Other Income

Interest Income
Bank Deposits
Income Tax Refund
Miscellaneous Income

Amt in Rs.	
For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
9,46,227	8,04,861
7,26,859	-
-	8,412
16,73,086	8,13,273



PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2015

17 Operating Expenses

Coal Mining Services

Amt in Rs.	
For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
2,59,51,99,039	76,99,89,618
2,59,51,99,039	76,99,89,618

18 Employee Benefits Expense

Salaries & Bonus
Gratuity & Contribution Expense
Staff Welfare Expenses

Amt in Rs.	
For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
55,60,151	38,99,669
2,81,686	1,36,286
1,60,760	1,03,212
60,02,597	41,39,167

19 Finance Costs

Interest on Loan
Interest on TDS

Amt in Rs.	
For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
7,40,46,583	2,00,60,929
-	3,350
7,40,46,583	2,00,64,279

20 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
Office Expenses

Amt in Rs.	
For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
79,16,376	3,68,52,449
2,20,881	2,08,081
81,568	29,703
1,53,939	63,708
1,52,298	52,354
19,07,034	13,18,450
45,000	45,000
25,000	25,000
14,212	12,510
3,97,917	2,64,528
1,09,14,225	3,88,71,784

21 Deferred Tax Liability / Asset (net)

Deferred Tax Liabilities
Depreciation

Deferred Tax Assets
Carried Forward Losses

Net Deferred Tax Assets / (Liability)

Amt in Rs.	
As at 31-Mar-2015	As at 31-Mar-2014
82,913	1,44,69,949
3,58,299	1,62,31,364
2,75,386	17,61,415

Notes :

- In accordance with the Accounting Standard 22, the deferred tax assets of Rs. 275,386 (Previous Year: Rs. Nil) has been recognised in the Statement of Profit and Loss.
- In the previous year, the deferred tax assets was not recognised in the absence of reasonable certainty.
- Mine Development Expenses capitalised as Intangible Assets in books is treated as permanent difference for the purpose of deferred tax calculation.

22 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-2015	As at 31-Mar-2014
-	-
-	-
-	-

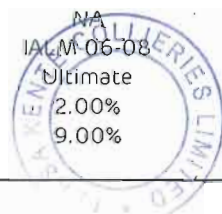
23 Disclosures under MSMED Act

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.

24 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 same are as follows.

Particulars	Gratuity		Leave Encashment	
	As at 31-Mar-2015	As at 31-Mar-2014	As at 31-Mar-2015	As at 31-Mar-2014
Expense recognised in the Statement of Profit and Loss				
Current Service Cost	2,80,736	-	2,46,679	-
Interest Cost	-	-	-	-
Expected Return on Plan Assets	-	-	-	-
Net Actuarial (Gains) / Losses	-	-	-	-
	2,80,736	-	2,46,679	-
Net Asset / (Liability) recognised in the Balance Sheet				
Present Value of Obligations	4,10,972	1,30,236	4,59,424	2,12,745
Fair Value of Plan Assets	-	-	-	-
Net Asset / (Liability)	(4,10,972)	(1,30,236)	(4,59,424)	(2,12,745)
Change in Obligations during the year				
Present Value of Obligations at the beginning of the year	1,30,236	1,30,236	2,12,745	2,12,745
Current Service Cost	2,80,736	-	2,46,679	-
Interest Cost	-	-	-	-
Benefits paid	-	-	-	-
Actuarial (Gains) / Losses	-	-	-	-
Present Value at the end of the year	4,10,972	1,30,236	4,59,424	2,12,745
Experience Adjustment				
(Gain) / Loss for Plan Liabilities	-	-	-	-
Gain / (Loss) for Plan Assets	-	-	-	-
Actuarial Assumptions				
Discount Rate	8.00%	-	8.00%	-
Expected Rate of Return on Plan Assets	NA	NA	NA	NA
Mortality / Pre-retirement	IALM 06-08 Ultimate		IALM 06-08 Ultimate	
Turnover Rate	2.00%		2.00%	
Rate of Escalation in Salary (p.a.)	9.00%		9.00%	



PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2015

- (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) The company started its operations and also employed manpower during the previous year and hence disclosures as required under Para 120(n) of AS 15 are provided to the extent applicable.
- (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.

25 Related Parties

> Holding Company	:	Adani Enterprises Limited
> Joint Venturer	:	Rajasthan Rajya Vidhyut Utpadan Nigam Limited
> Subsidiary Company	:	Nil
> Fellow Subsidiary Company (with transactions during the year)	:	Adani Mining Private Limited
> Key Management Personnel	:	Mr. Narendra Mal Mathur Dr. Gurjit Singh Bhatia Mr. Vinay Prakash Mr. Rajendra Ingale Mr. Sanjay Malhotra (w.e.f. 30-Oct-2014) Mr. Satya Prakash (w.e.f. 30-May-2014) Mr. Ram Avtar Patodia (w.e.f. 10-Mar-2015) Mr. Alok (ceased w.e.f. 30-Oct-2014) Mr. Ashok Kumar Bhandari (ceased w.e.f. 14-Jul-2014) Mr. Juvenil Jani (ceased w.e.f. 07-Jun-2014) Mr. Deepak Chakravarti (ceased w.e.f. 02-May-2014)

Information in respect of Related Parties	Amt in Rs. 31-Mar-2015	Amt in Rs. 31-Mar-2014
<u>Funds Received</u>		
Holding Company : Adani Enterprises Limited	81,75,66,107	22,72,93,634
<u>Services Provided</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	2,73,73,10,828	80,21,31,512
<u>Services Received</u>		
Fellow Subsidiary : Adani Mining Private Limited	2,59,52,16,219	76,99,89,618
<u>Interest Paid</u>		
Holding Company : Adani Enterprises Limited	7,40,46,583	2,00,60,929
<u>Reimbursement of Expenses Taxes & Duties Paid</u>		
Holding Company : Adani Enterprises Limited	1,62,948	-
Fellow Subsidiary : Adani Mining Private Limited	4,36,38,32,652	1,28,91,06,824
<u>Reimbursement of Expenses, Taxes & Duties Received</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	6,63,74,87,222	1,96,49,06,498
Fellow Subsidiary : Adani Mining Private Limited	1,32,37,380	2,58,49,551
<u>Dues receivables outstanding at the year end</u>		
Joint Venturer : Rajasthan Rajya Vidhyut Utpadan Nigam Limited	2,77,03,27,857	72,34,74,679
Fellow Subsidiary : Adani Mining Private Limited	15,94,43,500	5,44,49,727
<u>Dues payables outstanding at the year end</u>		
Holding Company : Adani Enterprises Limited	32,211	-
Fellow Subsidiary : Adani Mining Private Limited	1,96,07,81,021	53,57,04,082
<u>Unsecured Loan Balance</u>		
Holding Company : Adani Enterprises Limited	1,10,07,64,791	28,31,98,684

PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2015

26 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 19.
- (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-2015	As at 31-Mar-2014
(i) Not later than one year	2,29,350	2,18,440
(ii) Later than one year and not later than five years	10,38,000	9,88,575
(iii) Later than five years	4,17,120	6,95,895

27 Earning Per Share (EPS)

	Amt in Rs.	
	For the year ended 31-Mar-2015	For the year ended 31-Mar-2014
Profit / (Loss) for calculation of basic and diluted EPS	5,04,88,237	(3,25,45,068)
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)	100.98	(65.09)
Diluted Earning Per Share (in Rupees)	100.98	(65.09)

28 Other Disclosures

- (a) 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.

- (b) (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 PEBK 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 PEBK Coal Block. NGT vide its order dated 25-09-2014 has dismissed the said appeal being barred by time.

- (c) The income from mining services includes recovery through disposal of coal rejects of Rs. 2,91,33,021/- which being a part of mining fee as per Coal Mining and Delivery Agreement entered into by the Company.
- (d) Items of expenditure in the Statement of Profit and Loss include reimbursements for common sharing facilities by the Company.



PARSA KENTE COLLIERIES LIMITED

Notes to Financial Statements for the year ended 31 March 2015

(e) Other Statutory Information :

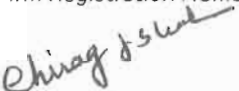
Value of imports calculated on CIF basis
Expenditure in Foreign Currency
Earnings in Foreign Currency

Amt in Rs.	
For the 31-Mar-2015	For the 31-Mar-2014
Nil	Nil
Nil	Nil
Nil	Nil

29 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


Chirag Shah
Partner
Membership No. 122510



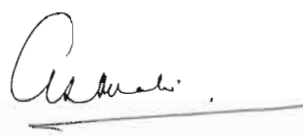
Place : Ahmedabad
Date : 12-May-2015

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




Vinay Prakash
Managing Director
DIN : 03634648

Place : Jaipur
Date : 11-May-2015


Dr Gurjit Singh Bhatia
Director
DIN : 02548340