

**Independent Auditors' Report**

**To**  
**The Members of**  
**NCC Power Projects (Sompeta) Private Limited**

**Report on Financial Statements**

We have audited the accompanying financial statements of **NCC Power Projects (Sompeta) Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

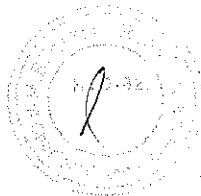
**Management's Responsibility for the Financial Statements**

The Company's Board of Directors are responsible for the preparation of these financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") 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. The Board of Directors of the Company are responsible for 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; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 financial statements based on our audit. While conducting the 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 judgement, 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 an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Board of Directors, as well as evaluating the overall presentation of the financial statements.

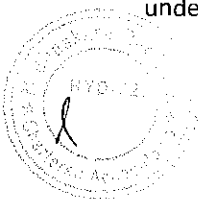
We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### Opinion

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

### Report on Other Legal and Regulatory Requirements

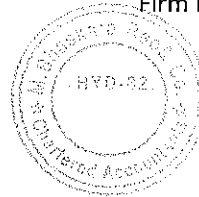
1. This report does not include a statement on matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the 2013 Act, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to the Company, at present.
2. As required by section 143(3) of the Act, to the extent applicable, 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 purpose of our audit of aforesaid financial statements;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with in the Report are in agreement with the books of account maintained for the purpose of preparation of the financial statements;
  - d. in our opinion, the Financial Statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;



- e. on the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164 (2) of the Act.
- 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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- the Company has disclosed all known pending litigations in note no. 16 to the Financial Statements;
  - no provisioning is required under any law or accounting standards, for material foreseeable losses on long term contracts. Further, according to the information and explanations given to us and in our opinion, there were no derivative contracts entered into by the Company as at March 31, 2015; and
  - there are no amounts to be transferred to Investor Education and Protection Fund.

Hyderabad, April 27, 2015

for M. Bhaskara Rao & Co.,  
Chartered Accountants  
Firm Registration No. 000459S



*M. V. Ramana Murthy*  
M. V. Ramana Murthy  
Partner  
Membership No. 206439

**NCC Power Projects (Sompeta) Private Limited**  
**Balance Sheet as at March 31, 2015**

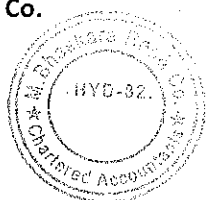
		As at		As at	
	Note	March 31, 2015		March 31, 2014	
(in ₹)					
<b>EQUITY AND LIABILITIES</b>					
<b>Shareholders' Funds</b>					
Share Capital	3	12,00,000		12,00,000	
Reserves and Surplus	4	(20,30,91,378)	(20,18,91,378)	(9,32,19,972)	(9,20,19,972)
<b>Non-Current Liabilities</b>					
Long Term Borrowings	5		63,68,03,827		62,89,67,827
<b>Current Liabilities</b>					
Trade Payables	6	8,08,749		27,17,610	
Current Liabilities	7	24,45,02,230		16,96,62,088	
			24,53,10,979		17,23,79,698
<b>Total</b>			<b>68,02,23,428</b>		<b>70,93,27,553</b>
<b>ASSETS</b>					
<b>Non-Current Assets</b>					
Fixed Assets					
Tangible Assets	8	62,77,85,302		54,96,41,977	
Capital Work in Progress	9	2,75,47,047		12,34,33,207	
Deferred Tax Asset		3,15,659		-	
Loans and Advances	10	2,39,39,401		3,57,71,425	
			67,95,87,409		70,88,46,609
<b>Current Assets</b>					
Cash and Bank balances	11		6,36,019		4,80,944
<b>Total</b>			<b>68,02,23,428</b>		<b>70,93,27,553</b>
Corporate Information and Significant Accounting Policies	1 & 2				

Accompanying notes form an integral part of the financial statements

In terms of our report attached  
for M. Bhaskara Rao & Co.  
Chartered Accountants

*M V Ramana Murthy*  
**M V Ramana Murthy**  
Partner

Hyderabad, April 27, 2015



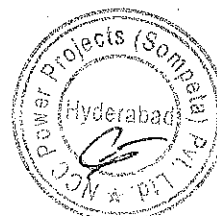
for and on behalf of the Board

*C. Srinivas*

**C. Srinivas**  
Director  
DIN: 01174020

*V. Brahmaiah*

**V. Brahmaiah**  
Director  
DIN: 00173124



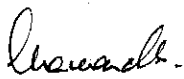
**NCC Power Projects (Sompeta) Private Limited**  
**Statement of Profit and Loss for the year ended March 31, 2015**

(In ₹)

	Note	Year Ended March 31, 2015	Period Ended March 31, 2014
<b>Revenue</b>			
Revenue from operations		-	-
<b>Total</b>		-	-
<b>Expenses</b>			
Employee Benefits Expense	12	4,09,153	-
Finance Costs	13	7,54,83,460	8,98,90,082
Depreciation	8	5,71,337	5,98,895
Other Expenses	14	3,27,94,433	27,30,995
<b>Total</b>		<b>10,92,58,383</b>	<b>9,32,19,972</b>
<b>Loss Before Tax</b>		(10,92,58,383)	(9,32,19,972)
<b>Tax Expense</b>			
- Current tax			-
- Deferred tax			-
<b>Loss for the period</b>		<b>(10,92,58,383)</b>	<b>(9,32,19,972)</b>
Earnings per equity share of face value of ₹10/- each			
- Basic and Diluted (in ₹)	17	(910.49)	(776.83)
Corporate Information and significant accounting policies	1 & 2		

Accompanying notes form an integral part of the financial statements

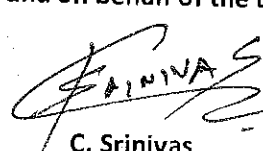
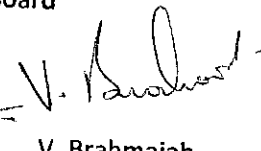
In terms of our report attached  
for M. Bhaskara Rao & Co.  
Chartered Accountants

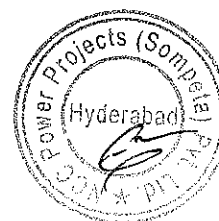
  
M V Ramana Murthy  
Partner

Hyderabad, April 27, 2015



for and on behalf of the Board

   
C. Srinivas V. Brahmaiah  
Director Director  
DIN: 01174020 DIN: 00173124



**NCC Power Projects (Sompeta) Private Limited**  
**Cash Flow Statement for the year ended March 31, 2015**

	(In ₹)	
	Year Ended March 31, 2015	Period Ended March 31, 2014
<b>A. Cash flow from operating activities</b>		
Net (Loss) before tax	(10,92,58,383)	(9,32,19,972)
<b>Adjustments:</b>		
Depreciation and amortisation expense	5,71,338	5,98,895
Loss on sale of assets	19,076	5,14,106
Advances written off during the year	2,72,11,739	
Finance costs	7,54,83,460	8,98,90,082
Operating profit / (loss) before working capital changes	(59,72,770)	(22,16,889)
<b>Changes in working capital:</b>		
Adjustments for (increase) / decrease in operating assets		
Long-term loans and advances	8,32,024	(3,57,71,425)
Adjustments for increase / (decrease) in operating liabilities:		
Trade Payables	(72,861)	27,26,037
Other Current Liabilities	2,809	-
<b>Cash generated from operations</b>	(52,10,798)	(3,52,62,277)
Net income tax (paid) / refunds	-	-
<b>Net cash flow used in operating activities (A)</b>	(52,10,798)	(3,52,62,277)
<b>B. Cash flow from investing activities</b>		
Fixed Assets acquired on conversion of Firm to Company	-	(59,54,39,368)
Proceeds from sale of assets	12,000	10,14,762
<b>Net cash flow from investing activities (B)</b>	12,000	(59,44,24,606)
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of Shares	-	12,00,000
Interest paid	(6,46,127)	
Loan from holding company	60,00,000	62,89,67,827
<b>Net cash flow from financing activities (C)</b>	53,53,873	63,01,67,827
<b>Net increase in Cash and cash equivalents (A + B + C)</b>	1,55,075	4,80,944
Cash and cash equivalents at the beginning of the year	4,80,944	-
<b>Cash and cash equivalents at the end of the period</b>	6,36,019	4,80,944

**Notes:**

1. The Cash Flow Statement is prepared in accordance with the indirect method stated in Accounting Standard 3 on Cash Flow Statement and presents the cash flows by operating, investing and financing activities.
2. Accompanying notes on accounts form an integral part of the Cash Flow Statement.
3. Figures in bracket represents cash outflows.

In terms of our report attached

for **M. Bhaskara Rao & Co.**

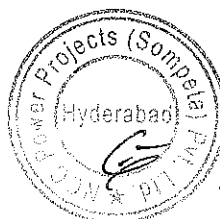
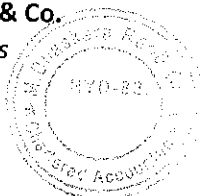
Chartered Accountants

*M.V. Ramana Murthy*

**M.V. Ramana Murthy**

Partner

Hyderabad, April 27, 2015



for and on behalf of the Board

*C. Srinivas*

**C. Srinivas**  
Director

DIN: 01174020

*V. Brahmaiah*

**V. Brahmaiah**  
Director

DIN: 00173124

**NCC Power Projects (Sompeta) Private Limited**  
**Notes forming part of financial statements**

**1. Corporate Information**

NCC Power Projects (Sompeta) Private Limited ("the Company ") has been incorporated on January 27, 2014, by conversion of existing Partnership Firm NCC Power Projects (Sompeta) under Part IX of the Companies Act, 1956. Accordingly the Company has become the successor of interest in the business of partnership. The Company is formed with the objective development of 2 x 660 MW Thermal Power Project at Sompeta Mandal, Srikakulam District in the State of Andhra Pradesh.

**2. Significant accounting policies**

**2.1 Basis of Accounting and 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 the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and the relevant provisions of the Companies Act, 2013. The accounting policies adopted in the preparation of financial statements are consistent with those followed in the previous year.

**2.2 Use of Estimates**

The preparation of the financial statements in conformity with Indian GAAP requires the 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 the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

**2.3 Fixed Assets**

Fixed Assets are stated at cost of acquisition, less accumulated depreciation and accumulated impairment losses, if any. Cost includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred upto that date.

Capital Work in Progress comprises of all direct and indirect development expenditure, administrative expenses and borrowing costs attributable to the project.

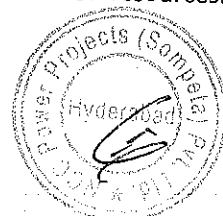
Depreciation on fixed assets is provided on the straight-line method over their estimated useful lives indicated in Part C of Schedule II of the Companies Act, 2013. .

**2.4 Earnings per Share**

The Company reports basic and diluted earnings per share in accordance with Accounting Standard (AS) 20: Earnings Per Share. Basic earnings per equity share is computed by dividing the net profit for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit for the year, adjusted for the effects of dilutive potential equity shares, attributable to the Equity Shareholders by the weighted average number of the equity shares and dilutive potential equity shares outstanding during the year except where the results are anti-dilutive.

**2.5 Provisions, Contingent Liabilitied and Contingent Assets**

The Company recognizes provisions when there is present obligation as a result of past event and it is probable that there will be outflow of resources and reliable estimate can be made of the amount of the obligation. A disclosure for contingent liabilities is made in the notes on accounts when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Contingent assets are neither recognized nor disclosed in the financial statements.



**NCC Power Projects (Sompeta) Private Limited**  
Notes forming part of financial statements

**3. Share Capital**

**Authorised**

Equity Shares of ₹ 10/- each

**Issued, Subscribed and Fully Paid up**

Equity Shares of ₹ 10/- each

**Total**

As at March 31, 2015		As at March 31, 2014	
Number of Shares	Amount in ₹	Number of Shares	Amount in ₹
1,20,000	12,00,000	1,20,000	12,00,000
1,20,000	12,00,000	1,20,000	12,00,000
1,20,000	12,00,000	1,20,000	12,00,000

**3.1 Reconciliation of the numbers of shares and amount outstanding at the beginning and end of the reporting period**

Equity Shares of ₹ 10/- each fully paid up  
Balance at the beginning of the year  
Add: Allotment on conversion of firm  
Balance at the end of the year

As at March 31, 2015		As at March 31, 2014	
Number of Shares	Amount in ₹	Number of Shares	Amount in ₹
1,20,000	12,00,000	-	-
-	-	1,20,000	12,00,000
1,20,000	12,00,000	1,20,000	12,00,000

**3.2 Rights, preferences and restrictions attached to equity shares**

The equity shares of the Company having par value of ₹ 10/- per share rank pari passu in all respects including voting rights and entitlement to dividend. Repayment of the capital in the event of winding up of the Company will inter alia be subject to the provisions of Companies Act 2013, the Articles of Association of the Company and as may be determined by the Company in General Meeting prior to such winding up.

**3.3 Details of shares held by the holding company and subsidiaries of the holding company**

Equity Shares of ₹ 10/- each fully paid up

NCC Limited, The Holding Company

Vaidehi Avenues Limited, Subsidiary of the Hol

As at March 31, 2015		As at March 31, 2014	
Number of Shares	Amount in ₹	Number of Shares	Amount in ₹
69,600	6,96,000	69,600	6,96,000
50,000	5,00,000	50,000	5,00,000

**3.4 Details of shares held by each shareholders holding more than 5% shares in the Company**

Equity Shares of ₹ 10/- each fully paid up

NCC Limited

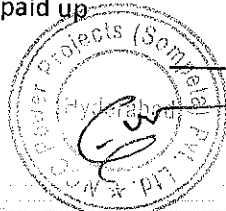
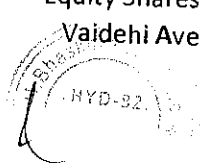
Vaidehi Avenues Limited

As at March 31, 2015		As at March 31, 2014	
Number of Shares	% of Holding	Number of Shares	% of Holding
69,600	58.00%	69,600	58.00%
50,000	41.67%	50,000	41.67%

**3.5 Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash**

Equity Shares of ₹ 10/- each fully paid up  
Vaidehi Avenues Limited

As at March 31, 2015		As at March 31, 2014	
Number of Shares	Amount in ₹	Number of Shares	Amount in ₹
50,000	5,00,000	50,000	5,00,000





**NCC Power Projects (Sompeta) Private Limited**  
**Notes forming part of financial statements**

	(In ₹)	
	As at March 31, 2015	As at March 31, 2014
<b>4. Reserves and Surplus</b>		
Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	(9,32,19,972)	-
Add : Depreciation Adjustment as per Companies Act-2013 (Net of Deferred Tax Asset ₹315,659/-)	(6,13,024)	-
Add: Loss for the year	(10,92,58,383)	(9,32,19,972)
<b>Closing Balance</b>	<b>(20,30,91,378)</b>	<b>(9,32,19,972)</b>

**5. Long Term Borrowings**

*Unsecured Loans*

NCC Limited (Refer note no. 15)

63,68,03,827	62,89,67,827
<b>63,68,03,827</b>	<b>62,89,67,827</b>

**5.1** The loan is repayable within 36 months from 25.01.2013 and carries an interest @ 12% p.a. compounded monthly.

**6. Trade Payables**

*Acceptances*

Other than Acceptances (Refer note no. 6.1)

8,08,749	27,17,610
<b>8,08,749</b>	<b>27,17,610</b>

**6.1** The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the MSMED Act, 2006) claiming their status as micro or small enterprises. Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by management and the required disclosures are given

a) Principal amount remaining unpaid	Nil	Nil
b) Interest due thereon	Nil	Nil
c) Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year.	Nil	Nil
d) Interest due and payable for the period of delay in making payment (which have been paid but beyond the day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil
e) Interest accrued and remaining unpaid	Nil	Nil
f) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises.	Nil	Nil

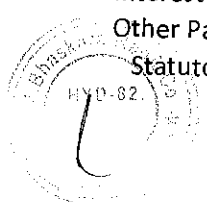
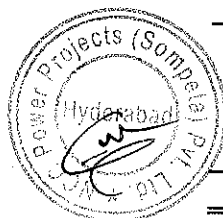
**7. Other Current Liabilities**

Interest Accrued but not Due

Other Payables

Statutory Payables

	(In ₹)	
	As at March 31, 2015	As at March 31, 2014
	24,44,90,994	16,96,53,661
	11,236	8,427
	24,45,02,230	16,96,62,088



**NCC Power Projects (Sompeta) Private Limited**  
Notes forming part of financial statements

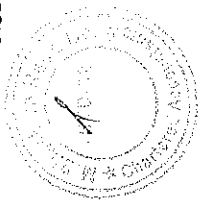
**8. Fixed Assets**

Particulars	Gross Block (At Cost)				Depreciation				Net Block	
	As at March 31, 2014	Additions	Deletions / Adjustments	As at March 31, 2015	Upto March 31,2014	For the year (Refer note 8.1)	Deletions / Adjustments (Refer note 8.2)	Upto March 31, 2015	As at March 31, 2015	As at March 31, 2014
<b>Tangible Assets</b>										
Land - Free Hold (Refer note 8.3)	54,64,79,671	7,96,74,421	-	62,61,54,092	-	-	-	-	62,61,54,092	54,64,79,671
Plant & Machinery	5,73,750	-	-	5,73,750	96,021	54,561	-	1,50,582	4,23,168	4,77,729
Office Equipment	30,85,052	-	-	30,85,052	17,67,212	2,31,810	9,28,683	29,27,706	1,57,346	13,17,840
Furniture and Fixtures	10,90,336	-	-	10,90,336	6,53,908	84,291	-	7,38,200	3,52,136	4,36,428
Office Vehicles	14,09,496	-	45,664	13,63,832	4,79,186	2,00,674	14,588	6,65,272	6,98,560	9,30,310
<b>Total</b>	<b>55,26,38,305</b>	<b>7,96,74,421</b>	<b>45,664</b>	<b>63,22,67,062</b>	<b>29,96,327</b>	<b>5,71,337</b>	<b>9,43,271</b>	<b>44,81,760</b>	<b>62,77,85,302</b>	<b>54,96,41,977</b>
Previous Year	-	55,49,16,252	22,77,949	55,26,38,303	31,46,512	5,98,895	7,49,081	29,96,326	54,96,41,977	

**8.1** The Company has adopted the useful lives of fixed assets as specified in Part C of Schedule II of the Companies Act, 2013 ("Schedule II") effective April 1, 2014. Consequently the depreciation and amortization expenses for the year is higher by ₹ 571,337/-.

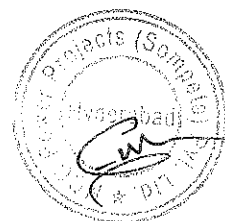
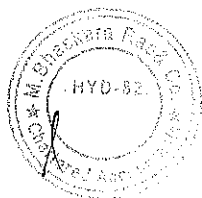
**8.2** Adjustments include the carrying value of the assets whose useful lives expired as at April 1, 2014 aggregating to ₹928,683/-, which has been adjusted against the reserves (net of deferred tax of ₹315,659/-).

**8.3** Includes ₹ 9,92,14,380/- being cost of land admeasuring 972.69 acres purchased from Andhra Pradesh Industrial Infrastructure Corporation against which petition was filed in Hon,ble High Court of Andhra Pradesh for setting aside the G.O.1107 dated 15.09.2009 under which conveyance was made.



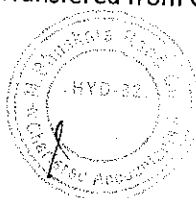
**NCC Power Projects (Sompeta) Private Limited**  
Notes forming part of financial statements

	(In ₹)	
	As at March 31, 2015	As at March 31, 2014
<b>9. Capital Work In Progress</b>		
Professional and Consultancy	2,75,47,047	2,75,47,047
Borrowing Cost	-	7,96,74,421
Other Expenses	-	1,62,11,739
<b>Total</b>	<b>2,75,47,047</b>	<b>12,34,33,207</b>
<b>10. Long Term Loans and Advances</b> (Unsecured and considered good)		
Advance for purchase of land	2,21,46,647	2,21,46,647
Advances recoverable in cash or in kind	5,49,754	1,20,90,778
Deposits	12,43,000	15,34,000
<b>Total</b>	<b>2,39,39,401</b>	<b>3,57,71,425</b>
<b>11. Cash and Bank Balances</b>		
<b>Cash and Cash Equivalents</b>		
Cash on Hand	-	194
Balances with Banks in Current Accounts	6,36,019	4,80,750
<b>Total</b>	<b>6,36,019</b>	<b>4,80,944</b>



**NCC Power Projects (Sompeta) Private Limited**  
**Notes forming part of financial statements**

		(In ₹)	
		Year Ended March 31, 2015	Period Ended March 31, 2014
<b>12</b>	<b>Employee Benefits Expense</b>		
	Salaries & Wages	4,09,153	-
	<b>Total</b>	<b>4,09,153</b>	<b>-</b>
<b>13</b>	<b>Finance Cost</b>		
	Interest on borrowings	7,54,78,905	8,98,85,132
	Bank Charges	4,555	4,950
	<b>Total</b>	<b>7,54,83,460</b>	<b>8,98,90,082</b>
<b>14</b>	<b>Other Expenses</b>		
	Rent, Rates and Taxes	3,76,980	13,97,340
	Office Maintenance	62,948	1,87,733
	Travelling and Conveyance	4,48,630	4,17,069
	Postage, Telegrams and Telephones	28,684	40,822
	Consultancy Charges	42,73,805	1,34,300
	Auditors Remuneration - Statutory Audit	1,12,360	28,090
	Loss on sale of assets	19,076	5,14,106
	Miscellaneous expenditure	2,60,211	11,535
	Advances written off	1,10,00,000	-
	Transferred from Capital Work in Progress	1,62,11,739	-
	<b>Total</b>	<b>3,27,94,433</b>	<b>27,30,995</b>



**NCC Power Projects (Sompeta) Private Limited**  
**Notes forming part of financial statements**

	(in ₹)	
	As at	As at
	March 31, 2015	March 31, 2014
<b>15. Contingencies and Commitments</b>	<i>Nil</i>	<i>Nil</i>

16. Certain cases were filed by the petitioners in Hon'ble High Court of Andhra Pradesh for setting aside alienation of land at Sompeta by Andhra Pradesh Industrial Infrastructure Corporation, setting aside Environmental Clearance for the project and certain other matters. The Company is a respondent to in all the cases. Besides these, certain individuals have filed cases in Civil Court for permanent injunctions restraining the Company from possession and enjoyment of land admeasuring 1.78 acres. The matters are subjudice. The management at this juncture do not foresee any adjustments to the carrying value of assets and liabilities on account of these cases at this juncture.

**17. Related Party Transactions**

**17.1** Following is the list of related party and relationships

<b>Related Party</b>	<b>Relationship</b>
NCC Limited	Holding Company
Vaidehi Avenues Limited	Fellow Subsidiary
Sh. Chintalapati Srinivas	Key Management Personnel
Sh. Varagani Brahmaiah	Key Management Personnel

	(in ₹)	
	As at	As at
	March 31, 2015	March 31, 2014

**17.2 Transactions during the year with related parties**

*Share capital - allotment during the year*

NCC Limited	-	6,96,000
Vaidehi Avenues Limited	-	5,00,000

*Unsecured Loan*

NCC Limited	64,36,000	62,89,67,827
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*Advance received*

NCC Limited	-	18,00,000
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*Interest on Borrowings*

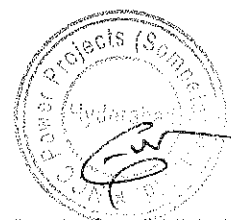
NCC Limited	7,54,78,905	8,98,85,132
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**17.3 Credit balance outstanding as at year end**

NCC Limited	88,12,94,821	79,86,21,488
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**18. Earning Per Share**

	Year ended	Period ended
	March 31, 2015	March 31, 2014
Net Loss after tax available for equity shareholders	(10,92,58,383)	(9,32,19,972)
Weighted average number of equity shares for basic and diluted EPS	1,20,000	1,20,000
Face Value per share	10.00	10.00
Basic and Diluted EPS	(910.49)	(776.83)



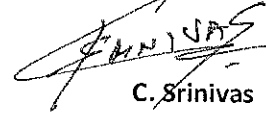
**NCC Power Projects (Sompeta) Private Limited**  
**Notes forming part of financial statements**

19. Deferred Tax Asset on business loss has not been recognised as a measure of prudence.
20. The Company was incorporated on January 27, 2014 and accordingly the previous period is from January 27, 2014 to March 31, 2014 and hence are not comparable.
21. Previous years figures have been regrouped / reclassified wherever necessary to correspond with the current year classification / disclosure.



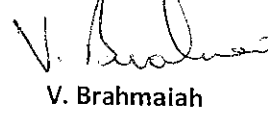
Hyderabad, April 27, 2015

for and on behalf of the Board

  
C. Srinivas

Director

DIN: 01174020

  
V. Brahmaiah

Director

DIN: 00173124

