



R. NAGPAL ASSOCIATES
CHARTERED ACCOUNTANTS

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Independent Auditor's Report

**To the Members of
JAYPEE ARUNACHAL POWER LIMITED**

Report on the Standalone Financial Statements

We have audited the accompanying Standalone financial statements of **JAYPEE ARUNACHAL POWER LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, as applicable

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 and the Order under section 143 (11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the



reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

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 31st March, 2016, and its Nil profit/Loss and its cash flows for the year ended on that date.

Emphasis of Matter

As required by section 203 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the company is required to appoint company secretary as KMP. We noted that there is no company secretary as at 31.03.16.

Further, it has to be indicated that the auditor report is not qualified report in respect of above matter emphasized.

Report on Other Legal and Regulatory Requirements

1. 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, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act, as applicable.
- e) On the basis of the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.



g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

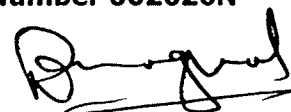
i. The Company does not have any pending litigations as at the year end.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There are no amounts that were due for being transferred to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For R. NAGPAL ASSOCIATES
Chartered Accountants
Firm Registration Number 002626N**



**(CA R. NAGPAL)
Partner
M No.081594**

**Place: Noida
Dated: 25.05.2016**

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF JAYPEE ARUNACHAL POWER LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **JAYPEE ARUNACHAL POWER LIMITED** ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintain internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act. to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable details, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

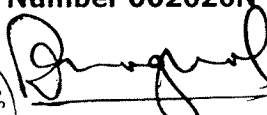
Because of the Inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changed in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountant of India.

For R. NAGPAL ASSOCIATES
Chartered Accountants
Firm Registration Number 002626N




(CA R. NAGPAL)
Partner
M No.081594

Place: Noida
Dated: 25.5.2016

ANNEXURE 'B' referred to in paragraph 2 of our report of even date to the members of JAYPEE ARUNACHAL POWER LIMITED on the accounts of the Company for the year ended 31st March 2016.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) A substantial portion of the Fixed Assets have been physically verified by the management during the year and to the best of our knowledge and information given to us, no material discrepancies were identified on such verification.

(c) The immovable property is transferred as per Agreement between the Company and NHPC Limited, but the same is yet to be registered in the name of the company.
- (ii) The management has conducted physical verification of inventory at reasonable intervals during the year. No material discrepancies were noticed on physical verification carried out at the end of the year.
- (iii) As informed, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanations given to us, the company has not given any loans, made investments, given guarantees, and security during the year, hence Clause 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits from the public. Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company.
- (vi) In our opinion Clause (vi) of Para 3 of the Order relating to cost accounting records is not applicable.
- (vii) (a) As per records produced before us and according to the information and explanations given to us the Company is generally regular in depositing undisputed statutory dues applicable to it like, Income-tax etc, and other material statutory dues applicable to it with the appropriate authorities, and there were no arrears of such dues at the end of the year which have remained outstanding for a period of more than six months from the date they became payable.

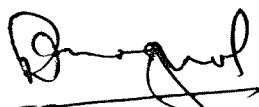
(b) As per records produced before us and according to the information and explanations given to us there are no dues of Income-tax, Sales-tax, Wealth tax, Service Tax, Customs duty, Excise Duty, Value Added Tax or Cess which have not been deposited on account of any dispute.
- (viii) As the Company has not issued any debentures nor taken any loans from banks or financial institutions, Clause 3(viii) of the Order is not applicable.



- (ix) The Company has not taken any term loans nor raised any money by way of initial public offer or further public offer (including debt instruments) hence Clause 3(ix) of the Order is not applicable.
- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) The Company has not paid any managerial remuneration hence Clause 3(xi) of the Order is not applicable.
- (xii) In our opinion, the Company is not a nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable to the Company.
- (xiii) Based on information and explanations given to us by the management, all transactions with the related parties are in compliance with section 177 and 188 of the Act, where applicable and the details have been disclosed in the financial Statements as required by the applicable accounting standards.
- (xiv) Based on information and explanations given to us by the management, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review. Accordingly, the provisions of clause 3(xiv) of the Order are not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transaction with directors or person connected with him which is covered by Section 192 of the Act. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 Accordingly, the provisions of clause 3(xvi) of the Order are not applicable to the Company.

**For R. NAGPAL ASSOCIATES
Chartered Accountants
Firm Registration Number 002626N**




**(CA R. NAGPAL)
Partner
M. No.081594**

**Place: Noida
Dated: 25.05.2016**

JAYPEE ARUNACHAL POWER LIMITED

BALANCE SHEET AS AT 31.03.2016

JAYPEE ARUNACHAL POWER LIMITED

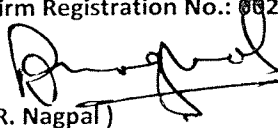
STATEMENT OF PROFIT AND LOSS
for the year ended 31st March 2016

(Amount in Rs.)

Particulars		Note No.	Figures for the current reporting period, March 31, 2016	Figures for the previous reporting period, March 31, 2015
I.	Revenue from operations		-	-
II.	Other Income		-	-
III.	Total Revenue (I+II)		-	-
IV.	Expenses :			
	Cost of material consumed		-	-
	Purchase of Stock-in-trade		-	-
	Changes in inventories of finished goods work-in-progress and stock-in-trade		-	-
	Employee benefits expense		-	-
	Finance costs		-	-
	Depreciation and amortization expense		-	-
	Other expenses		-	-
	Total expenses		-	-
	Profit before exceptional and extraordinary items and tax			
V.	(III -IV)		-	-
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V -VI)		-	-
VIII.	Extraordinary items		-	-
IX.	Profit before tax (VII-VIII)		-	-
X.	Tax Expense :			
	(i) Current tax		-	-
	(ii) Deferred tax		-	-
XI.	Profit/(loss) from continuing operations (IX-X)		-	-
XII.	Profit/(loss) from discontinuing operations		-	-
XIII.	Tax expense of discontinuing operations		-	-
XIV.	Profit/(loss) from discontinuing operations (after tax) (XII-XIII)		-	-
XV.	Profit/(loss) for the period (XI + XIV)		-	-
XVI.	Earnings per equity share :			
	(i) Basic		-	-
	(ii) Diluted		-	-

Summary of Significant Accounting Policies 2.2
Note Nos. 1 to 24 are Integral part of the Financial Statements
As per our report of even date attached to the Financial Statements

For R. NAGPAL ASSOCIATES
Chartered Accountants
Firm Registration No.: 082626N

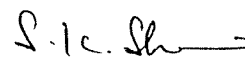

(R. Nagpal)

Partner
M.No. 081594
Place : New Delhi
Date : 25.05.2016



For and on Behalf of the Board


(Pankaj Gaur)
Managing Director
DIN:-00008419
Sector -128,
Noida - 201304 (U.P)


(Sunil Kumar Sharma)
Director
DIN:-00008125
Sector -128,
Noida - 201304 (U.P)

JAYPEE ARUNACHAL POWER LIMITED
BALANCE SHEET AS AT 31st MARCH 2016

(Amount in Rs.)

PARTICULARS	Note No.	Figures as at the end of current reporting period, March 31, 2016	Figures as at the end of previous reporting period, March 31, 2015
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	2,282,900,000	2,282,700,000
(b) Reserves and Surplus	4	(22,543,166)	(22,543,166)
(c) Money received against share warrants		-	-
(2) Share application money pending allotment			
		-	
(3) Non Current Liabilities			
(a) Long-term borrowings	5	-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long-term liabilities		-	-
(d) Long-term provisions		-	-
(4) Current Liabilities			
(a) Short-term borrowings	6	-	-
(b) Trade payables		17,654,587	18,361,998
(c) Other current liabilities		300	-
(d) Short-term provisions		4,693	3,935
		17,659,580	18,365,933
TOTAL		2,278,016,414	2,278,522,767
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	7		
(i) Tangible assets		24,126,922	28,529,541
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		2,214,843,369	2,210,694,951
(iv) Intangible assets under development		-	2,239,224,492
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances	8	34,863,026	34,878,526
(e) Other non-current assets	9	147,408	147,408
(2) Current assets			
(a) Current investments		-	-
(b) Inventories	10	2,941,983	2,941,983
(c) Trade receivables		-	-
(d) Cash and Bank Balances	11	188,780	306,916
(e) Short-term loans and advances	12	879,846	1,002,717
(f) Other current assets	13	25,080	20,725
		4,035,689	4,272,341
TOTAL		2,278,016,414	2,278,522,767

Summary of Significant Accounting Policies 2.2
Note Nos. 1 to 24 are Integral part of the Financial Statements
As per our report of even date attached to the Financial Statements


For R. NAGPAL ASSOCIATES
Chartered Accountants
Firm Registration No.: 002626N

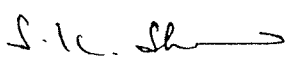

(R. Nagpal)

Partner
M.No. 081594
Place : New Delhi
Date : 25.05.2016



For and on Behalf of the Board


(Pankaj Gaur)
Managing Director
DIN:-00008419
Sector -128,
Noida - 201304 (U.P.)


(Sunil Kumar Sharma)
Director
DIN:-00008125
Sector -128,
Noida - 201304 (U.P.)

JAYPEE ARUNACHAL POWER LIMITED
Cash Flow Statement for the year ended March 31, 2016

(Amount in Rs.)

PARTICULARS	Figures for the current reporting period, March 31, 2016	Figures for the previous reporting period, March 31, 2015
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and prior period items	-	-
Adjustment for:		
Depreciation and amortisation		-
Operating profit before working capital changes	-	-
Adjustment for:		
Increase/ (Decrease) in Current liabilities	(707,111.00)	(155,537.00)
Increase/ (Decrease) in Long-term and Short-term provisions	758.00	(19,299.00)
(Increase)/ Decrease in Loans and Advances	138,371.00	(381,387.99)
(Increase)/ Decrease in Inventory	-	(2.00)
(Increase)/ Decrease in Other Current Assets/and Non Current Assets	(4,355.00)	(14,070.00)
Cash from operations	(572,337.00)	(570,295.99)
Direct taxes paid (net of refunds)	-	-
Net cash flow from operating activities	(572,337.00)	(570,295.99)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of fixed assets (including capital work in progress)	254,201.00	102,444.00
Proceeds from sale of fixed assets	-	-
Net cash flow from investing activities	254,201.00	102,444.00
C. CASH FLOW FROM FINANCING ACTIVITIES		
Share Capital	200,000.00	400,000.00
Net cash flow from financing activities	200,000.00	400,000.00
Net (decrease)/ Increase in cash and cash equivalents (A+B+C)	(118,136.00)	(67,851.99)
Cash and cash equivalents at the beginning of the period	306,916.00	374,768.00
Cash and cash equivalents at the end of the period	188,780.00	306,916.00
Net (decrease)/ Increase in cash and cash equivalents	(118,136.00)	(67,852.00)

Note

1 Cash and cash equivalents (as per Note 11 to the Financial Statements) 188,780.00 306,916.00

2 The Cash Flow Statement has been prepared under the Indirect Method as set out in the Accounting Standard (AS-3), 'Cash Flow Statements'.

As per our report of even date attached to the Financial Statements

For R. NAGPAL ASSOCIATES
Chartered Accountants
Firm Registration No.: 002626N


(R. Nagpal)
Partner

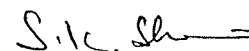
M.No. 081594
Place : New Delhi
Date : 25.05.2016



For and on Behalf of the Board



(Pankaj Gaur)
Managing Director
DIN:-00008419
Sector -128,
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(Sunil Kumar Sharma)
Director
DIN:-00008125
Sector -128,
Noida - 201304 (U.P)

Notes to the financial statements for the year ended March 31, 2016

Note 1. Corporate Information

Jaypee Arunachal Power Limited (JAPL) was incorporated on April 23, 2008. It is a wholly owned subsidiary of Jaiprakash Power Ventures Limited implementing 2700 MW "Lower Siang HE Power Project" and 500 MW "Hirong HE Power Project" in the state of Arunachal Pradesh. Necessary steps have been initiated to start the work relating to survey and investigation for the project. The projects of the company are still in the development stage.

Note 2.

2.1 Basis of Preparation of Financial Statements

The financial statements are prepared under historical cost convention, on accrual basis, on the principles of going concern, in accordance with the generally accepted accounting principles, to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.2 Summary of significant accounting policies

(a) Use of Estimates:

The preparation of the financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognised in the period in which the results are known/ materialise.

(b) Revenue Recognition:

Expenditure and Income are accounted for on accrual basis.

(c) Fixed Assets

- (i) Fixed Assets are stated at Cost of Procurement or construction inclusive of freight, erection & commissioning charges, duties and taxes, expenditure during construction period, Interest on borrowings and financing cost upto the date of commissioning.
- (ii) Expenditure incurred on the Project during Construction is capitalised and apportioned to various assets on commissioning of the Project.

(d) Intangible Assets

Intangible assets are stated at cost of acquisition less accumulated amortisation on straight line basis from the date the assets are put for commercial use.



(e) Depreciation

- i) Depreciation on Tangible Fixed assets has been charged as per provisions of Schedule II of the Companies Act, 2013.
- ii) Amortization of Intangible Fixed Assets is done on straight line basis from the date the Assets are put to commercial use.

(f) Expenditure during Construction Period

Expenditure incurred on projects/assets during construction/implementation is capitalized/ apportioned to projects/assets on commissioning.

Expenditure incurred on projects/assets during construction/implementation is capitalized/ apportioned to projects/assets on commissioning.

(g) Retirement & Other Employee Benefits

- (i) Provident Fund and Pension contribution are provided as a percentage of salary/wages as per provisions of Employees Provident Funds and Miscellaneous Provisions Act, 1952.
- (ii) Gratuity and Leave Encashment is defined benefit obligation. The liability is provided for on the basis of Projected Unit Credit Method adopted in the actuarial valuation made at the end of each financial year.

(h) Preliminary Expenditure

Preliminary Expenditure is written off in the year in which it is incurred, in terms of Accounting Standard 26 (AS-26)

(i) Borrowing Costs

Borrowing costs attributable to the procurement/construction of fixed assets are capitalised as part of the cost of the respective assets upto the date of commissioning. Other borrowing costs are recognized as expense during the year in which they are incurred.

(j) Taxes on Income

Current Tax is determined as per the provisions of the Income Tax Act, 1961 in respect of Taxable Income for the year. Deferred Tax Assets and Deferred Tax Liabilities are computed by applying tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet Date.

(k) Provisions, Contingent Liabilities and Contingent Assets(AS-29)

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources embodying economic benefits. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements



(l) Earning Per Share

Basic earning per equity share is computed by dividing the net profit or loss after tax by the weighted average number of Equity Shares outstanding during the period.

(m) Impairment of Assets

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised immediately as income in the profit and loss account.

(n) Amortization of Lease Hold Land

Lease hold land is being amortized over the lease period.

(o) Cash & Bank Balance

Cash and bank balances comprise cash and cash on deposit with banks. The Company considers all investments that are readily convertible to known amounts of cash to be cash equivalents.

(p) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.



Note 3. SHARE CAPITAL

(Amount in Rs.)

Particulars	Figures as at the end of current reporting period, March 31, 2016		Figures as at the end of previous reporting period, March 31, 2015	
	No of shares	Amount	No of shares	Amount
Authorised Share Capital				
Equity share of Rs. 10 each	1,800,000,000	18,000,000,000	1,800,000,000	18,000,000,000
Preference share of Rs. 10 each	200,000,000	2,000,000,000	200,000,000	2,000,000,000
Total	2,000,000,000	20,000,000,000	2,000,000,000	20,000,000,000
Issued, Subscribed and Paid-up Share Capital				
Equity share of Rs. 10 each	200,000,000	2,000,000,000	200,000,000	2,000,000,000
11% Non-Cumulative, Optionally Convertible Preference Share	28,290,000	282,900,000	28,270,000	282,700,000
Total	228,290,000	2,282,900,000	228,270,000	2,282,700,000

(a) Reconciliation of the share capital outstanding at the beginning and at the end of the reporting period

Particulars	Figures as at the end of current reporting period, March 31, 2016		Figures as at the end of previous reporting period, March 31, 2015	
	No of shares	Amount	No of shares	Amount
Equity Shares				
At the beginning of the year	200,000,000	2,000,000,000	200,000,000	2,000,000,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	200,000,000	2,000,000,000	200,000,000	2,000,000,000
Preference Shares				
At the beginning of the year	28,270,000	282,700,000	28,230,000	282,300,000
Issued during the year	20,000	200,000	40,000	400,000
Outstanding at the end of the year	28,290,000	282,900,000	28,270,000	282,700,000
Total	228,290,000	2,282,900,000	228,270,000	2,282,700,000

(b) Terms/ rights attached to shares

Equity Shares

The 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 and dividend as proposed by the board of directors which is subject to approval of the shareholders in the ensuing Annual General Meeting.

Preference Shares

The Preference Shares of the company are Non-Cumulative Optionally Convertible Preference Shares having a par value of Rs. 10 per share. Each holder of preference shares is entitled to dividend at the rate of 11% p.a. when declared by the company.

(c) Shares held by holding / ultimate holding company and / or their subsidiaries / associates

Particulars	Figures as at the end of current reporting period, March 31, 2016		Figures as at the end of previous reporting period, March 31, 2015	
	No of shares	% holding	No of shares	% holding
Equity shares of Rs. 10 each fully paid up				
Jaiprakash Power Ventures Limited- Holding Co.	200,000,000	100	200,000,000	100
Preference shares of Rs. 10 each fully paid up				
Jaiprakash Power Ventures Limited- Holding Co.	28,290,000	100	28,270,000	100
Total	228,290,000		228,270,000	

(d) Out of the above issued and subscribed capital, 200,000,000 Equity Shares and 28,290,000 Preference Shares, being 100%, are held by Jaiprakash Power Ventures Ltd., the holding company.

(e) Other clauses of Share Capital are not applicable to the company.



Note 4. RESERVES AND SURPLUS

PARTICULARS	Figures as at the end of current reporting period, March 31, 2016	Figures as at the end of previous reporting period, March 31, 2015
Surplus		
Opening Balance	(22,543,166)	(22,543,166)
Add : Profit After Tax during the year	-	-
Total	(22,543,166)	(22,543,166)

Note "5" - NON-CURRENT LIABILITIES

PARTICULARS	Figures as at the end of current reporting period, March 31, 2016	Figures as at the end of previous reporting period, March 31, 2015
(a) Long-term borrowings	-	-
(b) Deferred tax liabilities (Net)	-	-
(c) Other Long-term liabilities	-	-
(d) Long-term provisions		
Provision for employee benefits:		
- Provision for gratuity	-	-
- Provision for leave benefits	-	-
Total	-	-

Note "6" - CURRENT LIABILITIES

PARTICULARS	Figures as at the end of current reporting period, March 31, 2016	Figures as at the end of previous reporting period, March 31, 2015
(a) Short-term borrowings		
(b) Trade payables (Refer Note 16 for details of dues to micro and small enterprises)		
- Related Parties	16,317,500	16,317,500
- Others	1,337,087	2,044,498
Total	17,654,587	18,361,998
(c) Other current liabilities		
Others:		
TDS payable	300	-
Total	300.00	-
(d) Short-term provisions		
Provision for employee benefits:		
- Provision for gratuity	-	-
- Provision for leave benefits	-	-
- Provident Fund	-	-
Provision for Income Tax	4,693	3,935
Total	4,693.00	3,935



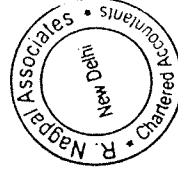
NOTE 7. FIXED ASSETS

(i) Tangible assets

S. No.	Description	Gross Block				Depreciation / Amortization				Net Block		
		As at 31, 2015	As at March 31, 2016	As at March 31, 2015	For the year	On assets whose life has expired	Deductions during the year	As at 2016	March 31, 2016	As at March 31, 2016	March 31, 2015	(Amount in Rs.)
1	Land	225,957	225,957	53,085	10,118	-	-	63,203	162,754	172,872		
2	Building	16,211,179	16,211,179	861,801	280,256	-	-	1,142,057	15,069,122	15,349,378		
3	Plant & Equipment	2,910,884	2,910,884	880,197	201,352	-	-	1,081,549	1,829,335	2,030,687		
4	Furniture & Fixtures	373,956	373,956	134,201	40,288	-	-	174,489	199,467	239,755		
5	Vehicles	10,000,310	10,000,310	5,570,737	1,398,407	-	-	6,969,144	3,031,166	4,429,573		
6	Office Equipments	11,261,819	11,261,819	7,239,033	2,241,765	-	-	9,480,798	1,781,021	4,022,786		
7	Computers	1,630,905	1,630,905	1,552,897	-	-	-	1,552,897	78,008	78,008		
8	Boats	2,641,890	2,641,890	435,408	230,433	-	-	665,841	1,976,049	2,206,482		
	Total	45,256,900	45,256,900	16,727,359	4,402,619	-	-	21,129,978	24,126,922	28,529,541		
	Previous Year	45,256,900	45,256,900	8,539,540	7,864,846	322,973	-	16,727,359	28,529,541			

(ii) Intangible assets

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NOTE 7(iii).

**CAPITAL WORK-IN-PROGRESS AND INCIDENTAL EXPENDITURE DURING
CONSTRUCTION PENDING ALLOCATION**

(Amount in Rs.)

Sr. No.	Particulars	Figures for the current reporting period, March 31, 2016	Figures for the previous reporting period, March 31, 2015
A.	Direct cost of project under construction		
	Opening Balance	-	-
	Add: Addition during the year	-	-
	Less: Capitalisation during the year	-	-
	Balance Capital Work-in-Progress (A)	-	-
B.	Incidental Expenditure During Construction		
	Opening Balance	2,210,694,951	2,202,609,576
	Salary, Wages, Bonus and other benefits	-	81,055
	Staff Welfare	-	9,700
	Car Hire	-	7,979
	Provident Fund, ESI & Admin Charges	1,000	4,085
	Depreciation and amortization expenses		
	- For the year	4,402,619	7,864,846
	- For the assets whose life expired	-	322,973
	Other Expenses		
	Power & Electricity Charges	-	4,274
	Insurance charges	3,878	82,393
	Rates & Taxes	-	3,855
	Miscellaneous Exp	129,796	95,050
	Network Expense	1,024	-
	Printing, Stationery & Computer Expenses	-	2,195
	Telephone Expenses	-	128,486
	Vehicle Running & Maintenance	-	14,948
	- Audit Fee	116,640	112,360
	- Reimbursement of Expenses	675	950
	Income Tax	4,693	3,935
	Less: Interest Earned on Deposit	(15,187)	(12,733)
	Less: Sundry Balance written off	(496,720)	-
	Less: Refund of insurance premium	-	(640,976)
	Amount Carried Forward (A+B)	2,214,843,369	2,210,694,951



(Amount in Rs.)

PARTICULARS	Figures as at the end of current reporting period, March 31, 2016	Figures as at the end of previous reporting period, March 31, 2015
Note 8. LONG TERM LOANS AND ADVANCES		
Security Deposits		
Secured, considered good	-	-
Unsecured, considered good	1,263,026	1,278,526
Other Loans & Advances		
Secured, considered good	-	-
Unsecured, considered good:		
Advance to Govt. of Arunachal Pradesh	33,600,000	33,600,000
TOTAL	34,863,026	34,878,526
Note 9. OTHER NON-CURRENT ASSETS		
Other Bank Balances (Refer Note 11)	147,408	147,408
TOTAL	147,408	147,408
Note 10. INVENTORIES		
Stores and Spares (at weighted average cost)	2,941,983	2,941,983
TOTAL	2,941,983	2,941,983
Note 11 CASH AND BANK BALANCES		
A) Cash and Cash Equivalents		
Cash on hand	4,495	26,995
Balances with Banks in		
- Current Account	184,285	279,921
	188,780	306,916
B) Other Bank Balances		
Deposit with Banks for more than 3 months but less than 12 months	-	-
Deposit for more than 12 months (Long Term Deposit)	147,408	147,408
	147,408	147,408
C) Amount disclosed under "OTHER NON-CURRENT ASSETS" (Refer Note 9)		
Deposit for more than 12 months (Long Term Deposit)	147,408	147,408
	147,408	147,408
Total (A+B-C)	188,780	306,916
Note 12. SHORT TERM LOANS AND ADVANCES		
Loans and Advances to Others		
Unsecured, considered good		
Staff Imprest & Advance	65,069	65,125
Advance Tax & TDS	10,661	4,731
Advances recoverable in cash or in kind or for value to be received	804,116	932,861
TOTAL	879,846	1,002,717
Note 13. OTHER CURRENT ASSETS		
Interest accrued on FDR with Banks	25,080	15,823
Prepaid Expenses	-	4,902
TOTAL	25,080	20,725



Note 14. Related Party Disclosures as required in terms of "Accounting Standard[AS] – 18" are given below:

Relationships:

A Holding Company:

1 Jaiprakash Power Ventures Limited (JPVL)

B Ultimate Holding Company:

2 Jaiprakash Associates Limited (JAL)

C Fellow Subsidiary Companies:

1 Jaypee Powergrid Limited (JV Subsidiary of JPVL)

2 Himalyan Expressway Limited (HEL) (Subsidiary of JAL)

3 Jaypee Infratech Limited

4 Jaypee Meghalaya Power Limited (JV subsidiary of JPVL)

5 Sangam Power Generation Company Limited (Subsidiary of JPVL)

6 Prayagraj Power Generation Company Limited (Subsidiary of JPVL)

7 Bina Power Supply Limited (new name w.e.f. 28.09.2015 of Himchal Karcham Power Company Limited (subsidiary of

8 Bhilai Jaypee Cement Limited (JV subsidiary of JAL)

9 Gujarat Jaypee Cement & Infrastructure Limited (JV Subsidiary of JAL)

10 Jaypee Ganga Infrastructure Corporation Limited (subsidiary of JAL)

11 Jaypee Agra Vikas Limited (subsidiary of JAL)

12 Jaypee Fertilizers & Industries Limited (subsidiary of JAL)

13 Jaypee Cement Corporation Limited (JCCL) (Subsidiary of JAL)

14 Himalyaputra Aviation Limited (subsidiary of JAL)

15 Jaypee Healthcare Limited (subsidiary of Jaypee Infratech Limited)

16 Jaypee Assam Cement Limited (subsidiary of JAL)

17 Jaypee Cement Cricket (India) Limited (Subsidiary of JAL)

18 Jaypee Cement Hockey (India) Limited (Subsidiary of Jaypee Sports International Ltd.)

19 Jaiprakash Agri Initiatives Company Limited (subsidiary of JCCL)

Note:

1) Bokaro Jaypee Cement Limited (BoJCL) ceased to be a subsidiary of JAL w.e.f. 29th November 2014, consequent to s

2) Jaypee Sport International Limited (JPSI) ceased to be a subsidiary of JAL as it amalgamated into JAL on 16/10/2015

3) Himachal Baspa Power Company Limited (was a subsidiary of JPVL till 07/09/2015)

D Associate Companies:

1 MP Jaypee Coal Limited (JV Associate Co.)

2 MP Jaypee Coal Fields Limited (JV Associate Co.)

3 Madhya Pradesh Jaypee Minerals Limited (JV Associate Co.)

4 Jaypee Uttar Bharat Vikas Private Limited (JV Associate Co.)

5 Kanpur Fertilizers & Cement Ltd. ((JV Associate Co.))

6 Jaypee Infra Ventures (A private company with unlimited liability)(JIV)

7 Jaypee Development Corporation Limited (JDCL) (subsidiary of JIV)

8 Andhra Cements Limited (subsidiary of JDCL)

9 JIL Information Technology Ltd. (subsidiary of JIV)

10 Gaur & Nagi Ltd. (subsidiary of JILIT)

11 Jaypee International Logistics Company Pvt. Ltd. (subsidiary of JIV) (under process of striking off under section 560 c

12 Tiger Hills Holiday Resort Pvt. Ltd.(subsidiary of JDCL)

13 Anvi Hotels Private Limited (subsidiary of JIV) (under process of striking off under section 560 of the Companies Act,

14 RPJ Minerals Private Limited (RPJMPL)

15 Sarveshwari Stone Products Pvt. Ltd.(subsidiary of RPJMPL)

16 Rock Solid Cement Ltd.(subsidiary of RPJMPL)

17 Sonebhadra Minerals Private Limited

18 Jaiprakash Kashmir Energy Limited

19 Indesign Enterprises Private Limited (IEPL) (subsidiary of JIV)

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D Key Management Personnel:

Shri Pankaj Gaur

Managing Director

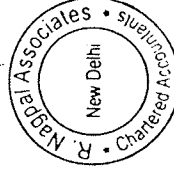
The following transactions were carried out with Related Parties in the ordinary course of business:

(Amount in Rs.)

Description	Holding Company		Fellow Subsidiary Companies		Associate Companies		(Amount in Rs.)	
	31.03.2016	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015	31.03.2016	31.03.2015
Transactions during the year ended								
Share Capital	200,000	400,000	-	-	-	-	-	-
Expenditure For services	-	-	-	-	-	-	-	-
Advertisement Expenses	-	-	-	-	-	-	-	-
Consultancy Charges	-	-	-	-	-	-	-	-
Balance as at end of the year	(686,416)	(260,393)	-	-	16,317,500	16,317,500	-	-
Amount Payable/(Receivable)								

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Note 15. (a) Provident Fund-Defined Contribution Plan:

All employees are entitled to Provident Fund benefits. Amounts debited to Capital works in progress is Rs. Nil/-(Previous year Rs. 3543/-) during the Period.

(b) Gratuity

As at 31st March 2016, there were no employees, hence Gratuity & Leave Encashment valuation is not applicable.

(c) Leave Encashment -Defined Benefit Plans -

The liability for Leave Encashment is provided as per actuarial valuation made at the end of each financial year.

(Amount in Rs.)

Sl.No.	Particulars	Figures as at the end of current reporting period, March 31, 2016		Figures as the end of previous reporting period, March 31, 2015	
		Funded	Non-funded	Funded	Non-funded
		Gratuity	Leave Encashment	Gratuity	Leave Encashment
I	Expenses recognized in the Statement of Incidental Expenditure During Project Implementation, Pending Allocation for the Year ended March 31, 2016.				
	1. Current Service Cost.	-	-	-	-
	2. Interest Cost	-	-	-	-
	3. Expected Return on Plan Assets	-	-	-	-
	4. Employee Contribution	-	-	-	-
	5. Actuarial (Gains)/Losses	-	-	-	-
	6. Past Service Cost	-	-	-	-
	7. Settlement Cost	-	-	-	-
	8. Total Expenses	-	-	-	-
II	Net Asset/ (Liability) recognized in the Balance Sheet as at March 31, 2016.				
	1. Present Value of Defined Benefit Obligation.	-	-	-	-
	2. Fair Value of Plan Assets	24048	-	24048	-
	4. Net Asset/(Liability) as at March 31, 2015.	24048	-	24048	-
III	Change in Obligation during the Year ended March 31, 2016.				
	1. Present value of Defined Benefit Obligation at the beginning of the year.	-	-	-	-
	2. Current Service Cost.	-	-	-	-
	3. Interest Cost	-	-	-	-
	4. Settlement Cost	-	-	-	-
	5. Past Service Cost.	-	-	-	-
	6. Employee Contributions	-	-	-	-
	7. Actuarial (Gains)/Losses	-	-	-	-
	8. Benefit Payments	-	-	-	-
	9. Present Value of Defined Benefit Obligation at the end of the year.	-	-	-	-
IV	Change in Assets during the Year ended March 31, 2015.				
	1. Plan Assets at the beginning of the year.	48365	-	48365	-
	2. Assets acquired on amalgamation in previous year.	-	-	-	-
	3. Settlements	-	-	-	-
	4. Expected return on Plan Assets	-	-	-	-
	5. Contribution by Employer	-	-	-	-
	6. Actual Benefit Paid	26657	-	26657	-
	7. Actuarial Gains/ (Losses)	-	-	-	-
	8. Plan Assets at the end of the year.	24048	-	24048	-
9. Actual Return on Plan Assets	2340	-	2340	-	
V	Estimated amount of contribution in the immediate next year	-	-	-	-
VI	Major categories of plan assets (as percentage of total plan assets)				
	1. Funds Managed by Insurer	100	-	100	-

VII	Actuarial Assumptions:				
	1. Discount Rate	-	-	-	-
	2. Mortality Table	-	-	-	-
	3. Turnover Rate:				
	Up to 30 Years	-	-	-	-
	From 31 to 44 years	-	-	-	-
	Above 44 years	-	-	-	-
4. Future Salary Increase	-	-	-	-	
5. Expected Rate of return on plan assets	-	-	-	-	

Particulars	31.03.2016	31.03.2015	31.03.2014	31.03.2013	31.03.2012
Gratuity- Funded					
a) Present Value of Defined benefit obligation	-	-	15,969	109,333	1,424,056
b) Fair value of Plan Assets	24,048	24,048	48,365	44,421	167,103
c) Surplus/(Deficit) in the plan	-	-	32,396	(64,912)	(1,256,953)
d) Experience gain/(loss) adjustments:					
On Plan PBO	-	-	107,931	1,307,354	187,355
On Plan Assets	-	-	(187)	(6,954)	(5,676)
Leave Encashment -Non Funded					
a) Present Value of Defined benefit obligation	-	-	21,463	56,513	937,794
b) Fair value of Plan Assets	-	-	-	-	-
c) Surplus/(Deficit) in the plan	-	-	(21,463)	(56,513)	(937,794)
d) Experience gain/(loss) adjustments:					
On Plan PBO	-	-	(20,956)	214,752	582,695
On Plan Assets	-	-	-	-	-

Note 16. Disclosure as required under Notification No. G.S.R. (E) dated 4th September, 2015 issued by the Ministry of Corporate Affairs (As certified by the Management)

(Amount in Rs.)

Sl No.	Particulars	Figures as at the end of current reporting period, March 31, 2016	Figures as the end of previous reporting period, March 31, 2015
a)	The principal amount and interest due thereon remaining unpaid to any supplier		
	-Principal Amount	Nil	Nil
	-Interest Amount	Nil	Nil
b)	The amount of interest paid by the buyer in terms of section 16, of the Micro, Small and Medium Enterprises Development Act, 2006 along with the amounts of payment made to the supplier beyond the appointed day.	Nil	Nil
c)	The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006.	Nil	Nil
d)	The amount of interest accrued and remaining unpaid	Nil-	Nil
e)	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	Nil	Nil

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Note 17.

Earnings Per Share is computed in accordance with Accounting Standard – 20 issued by the Institute of Chartered Accountants of India.

(Amount in Rs.)

PARTICULARS		Figures for the current reporting period, March 31, 2016	Figures for the previous reporting period, March 31, 2015
[a]	Net Profit/(Loss) for Basic Earnings Per Share as per Profit & Loss Account	-	-
[b]	No. of Equity Shares	200,000,000	200,000,000
[c]	Basic Earnings Per Share	-	-
[d]	Face Value Per Share	10	10

Note 18. Payment to Auditors (including Service Tax)

PARTICULARS	Figures for the current reporting period, March 31, 2016	Figures for the previous reporting period, March 31, 2015
- As Audit Fees	116,640	112,360
- Reimbursement of Expenses	675	950

Note 19. Expenditure in foreign currency

PARTICULARS	Figures for the current reporting period, March 31, 2016	Figures for the previous reporting period, March 31, 2015
- Capital Equipment	-	-

Note 20. Contingent Liabilities not provided for in the books- NIL (Previous year nil)**Note 21.** In the opinion of Board of Directors, the "Current & Non Current Assets, Loans & Advances" have a value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet**Note 22.** Depreciation includes Rs.44,02,619/- (previous year Rs. 8187819/-) Charged to Incidental Expenditure as the same pertains to project under implementation.**Note 23.** Previous Period figures have been regrouped, rearranged wherever necessary to conform to Current Period requirements .**Note 24.** All the figures have been rounded off to nearest rupee.

For R. NAGPAL ASSOCIATES
Chartered Accountants
Firm Registration No.: 002626N

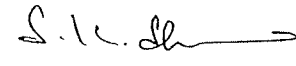

(R. Nagpal)

Partner
M.No. 081594
Place : New Delhi
Date : 25.05.2016



For and on Behalf of the Board


(Pankaj Gaur)
Managing Director
DIN:-00008419
Sector -128,
Noida - 201304 (U.P)


(Sunil Kumar Sharma)
Director
DIN:-00008125
Sector -128,
Noida - 201304 (U.P)