

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MPSEZ UTILITIES PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying Financial Statements of **MPSEZ UTILITIES PRIVATE LIMITED** ("the Company"), which comprises the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, 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, 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 the 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 fair 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.

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 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 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 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 loss and its cash flows for the year ended on that date.

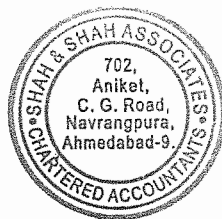
Report on Other Legal and Regulatory Requirements

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 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 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 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**".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rules 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 statement.
- ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- i) There were no amounts required to be 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.

Place : Ahmedabad.
Date : 22nd April, 2016



For SHAH & SHAH ASSOCIATES
Chartered Accountants
Firm Regn. No. 113742W

BHARAT A. SHAH
PARTNER
Membership Number: 30167

“Annexure A” to the Independent Auditor’s Report

(Referred to in paragraph 1(f) under “Report on other legal and regulatory requirements” of our report of even date)

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

We have audited the Internal Financial Controls over financial reporting of **MPSEZ UTILITIES PRIVATE LIMITED** (“the Company”) as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year then ended.

Management Responsibility for the Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). 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 the 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.

Auditor’s 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 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 and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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



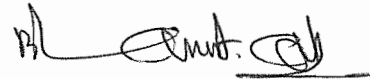
SHAH & SHAH ASSOCIATES
CHARTERED ACCOUNTANTS

702, ANIKET,
Nr. MUNICIPAL MARKET,
C.G. ROAD, NAVRANGPURA,
AHMEDABAD - 380 009.
PHONE: 26465433
FAX : 079 - 26406983
Email: ca@shahandshah.co.in

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 31st March, 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 ICAI.

For SHAH & SHAH ASSOCIATES
Chartered Accountants
Firm Regn. No. 113742W



BHARAT A. SHAH
PARTNER

Membership Number: 30167

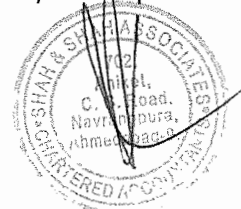
Place : Ahmedabad.
Date : 22nd April, 2016



"Annexure B" to the Independent Auditor's Report

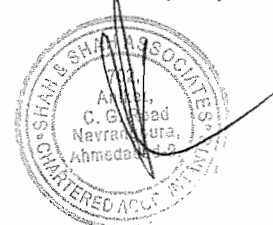
(Referred to in Paragraph 2 under "Report on other legal and regulatory requirements" of our report of even date)

1. In respect of its fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) According to the information and explanations given to us and the lease deeds and other records produced before us, we report that the lease deed in respect of the of land that have been taken on lease and disclosed as fixed assets in the financial statements is in the company's name.
2. The company is engaged in distribution of power. Therefore, the provisions of clause (ii) of the paragraph 3 of the Order are not applicable to the company.
3. 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. Consequently, the requirements of clause (iii) (a) to clause (iii) (c) of paragraph 3 of the Order are not applicable to the Company.
4. In our opinion and according to the information and explanations given to us, the Company has complied with provisions of Section 185 and 186 of the Act in respect of loans, investments, guarantees and security.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposit nor has any unclaimed deposit within the meaning of the provisions of Sections 73 to 76 or any other relevant provision of the Act and the rules framed thereunder. Therefore, the provisions of Clause (v) of paragraph 3 of the Order are not applicable to the Company.
6. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 prescribed by



the Central Government under Sub-section (1) of Section 148 of the Act applicable in respect of power transmission & distribution activity undertaken by the Company and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

7. In respect of statutory dues:
 - a) According to the records of the Company, undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been regularly deposited with appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues, were outstanding as at March 31, 2016 for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess on account of any dispute, which have not been deposited.
8. Based on our audit procedures and on the basis of information and explanations given to us by the management, we are of the opinion that the Company has not defaulted in repayment of dues to the financial institution, bank and debenture holders.
9. In our opinion and according to the information and explanations given to us, the term loans have been applied, on an overall basis, for the purposes for which they were obtained other than temporary deployment pending application. The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year under review.
10. Based upon the audit procedures performed and as per the information and explanations given to us, we report that, no fraud on or by the Company has been noticed or reported during the year.
11. The company has not paid or provided for any managerial remuneration and therefore, the provisions of Clause (xi) of paragraph 3 of the Order are not applicable to the Company.
12. In our opinion, Company is not a *Nidhi* company. Therefore, the provisions of clause (xii) of paragraph 3 of the Order are not applicable to the Company.




SHAH & SHAH ASSOCIATES
CHARTERED ACCOUNTANTS

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13. According to the information and explanations given to us, all the 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.
14. In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence clause (xiv) of paragraph 3 of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transaction with the directors or persons connected with them and covered under Section 192 of the Act. Hence, clause (xv) of paragraph 3 of the Order is not applicable to the Company.
16. To the best of our knowledge and as explained, the Company is not required to be registered under Section 45- IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

For SHAH & SHAH ASSOCIATES
Chartered Accountants
Firm Regn. No. 113742W



BHARAT A. SHAH
PARTNER

Membership Number: 30167

Place : Ahmedabad.
Date : 22nd April, 2016



PARTICULARS	Notes	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	3	13,13,50,000	13,13,50,000
Reserves and Surplus	4	67,28,86,304	69,30,56,537
		80,42,36,304	82,44,06,537
NON-CURRENT LIABILITIES			
Long Term Borrowings	5	30,00,000	53,00,000
Deferred Tax Liabilities (net)	6	3,94,24,191	-
Other Long Term Liabilities	7	3,23,42,947	3,39,23,086
Long-Term Provisions	8	20,56,617	14,45,958
		7,68,23,755	4,06,69,044
CURRENT LIABILITIES			
Trade Payables		12,84,06,415	8,82,03,636
Other Current Liabilities	9	1,73,12,153	1,43,19,760
Short-Term Provisions	8	3,63,205	5,45,216
		14,60,81,773	10,30,68,612
Total		1,02,71,41,832	96,81,44,193
ASSETS			
NON CURRENT ASSETS			
Fixed Assets			
(i) Tangible Assets	10	65,41,54,385	68,55,13,530
(ii) Capital Work-in-Progress		3,04,22,008	2,74,89,923
Long-Term loans and Advances	11	13,94,25,527	10,06,99,141
Other Non-Current Assets	12	27,935	25,544
		82,40,29,855	81,37,28,138
CURRENT ASSETS			
Current Investment	13	8,50,00,000	-
Inventories	14	22,72,594	8,88,722
Trade Receivables	15	62,02,920	93,743
Cash and Bank Balances	16	9,44,213	5,25,51,153
Short-Term Loans and Advances	11	28,89,731	27,62,095
Other Current Assets	12	10,58,02,519	9,81,20,342
		20,31,11,977	15,44,16,055
Total		1,02,71,41,832	96,81,44,193

Significant accounting policies 2.1
Other notes to accounts 2.2

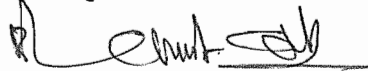
The accompanying notes are an integral part of the financial statements.

As per our report attached

For SHAH & SHAH ASSOCIATES

Chartered Accountants

Firm Reg. No.113742W



BHARAT A. SHAH

Partner

Membership No. 30167



For and on behalf of the Board of Directors



Amit Uplenchwar

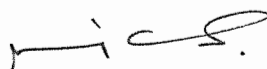
Director

DIN: 06862760

Ennarasu Karunesan

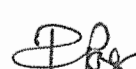
Managing Director

DIN :00200432



Manoj Chanduka

Chief Financial Officer



Paresch Patel

Company Secretary



Place : Ahmedabad

Date : April 22, 2016

Place : Ahmedabad

Date : April 22, 2016

MPSEZ UTILITIES PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31,2016

Amount in Rupees

PARTICULARS	Notes	For the year ended March 31, 2016	For the year ended March 31, 2015
INCOME			
Revenue from operations	17	1,19,90,27,500	1,18,14,33,046
Other income	18	49,59,334	65,61,242
Total Revenue		1,20,39,86,834	1,18,79,94,288
EXPENSES			
Purchase of Power	19	1,07,88,55,810	90,25,09,346
Employee benefits expense	20	2,58,39,820	2,91,92,333
Finance cost	21	35,78,455	46,26,428
Depreciation	10	4,50,42,444	4,39,99,250
Less : Transfer from service line contribution		(89,63,478)	(86,75,700)
		3,60,78,966	3,53,23,550
Other Expenses	22	6,24,04,832	6,20,21,332
Total Expenses		1,20,67,57,883	1,03,36,72,989
(Loss)/ Profit before tax		(27,71,049)	15,43,21,299
Tax Expense:			
Current Tax		-	3,19,75,020
(Excess) Provision written back		(4,38,931)	-
Deferred Tax Charge		3,94,24,191	-
(Loss)/ Profit for the year		(4,17,56,309)	12,23,46,279

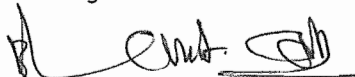
Earning per Equity share (in Rs) face value of Rs 10 each	2.2(a)		
Basic and diluted		(3.18)	9.31
Significant accounting policies	2.1		
Other notes to accounts	2.2		

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

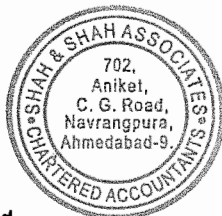
As per our report attached

For SHAH & SHAH ASSOCIATES

Chartered Accountants
Firm Reg. No.113742W

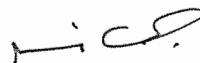


BHARAT A. SHAH
Partner
Membership No. 30167



For and on behalf of the Board of Directors

Amit Uplenchwar
Director
DIN: 06862760


Manoj Chanduka
Chief Financial Officer

Ennarasu Karunesan
Managing Director
DIN :00200432


Paresb Patel
Company Secretary



Place : Ahmedabad
Date : April 22, 2016

Place : Ahmedabad
Date : April 22, 2016

PARTICULARS	For the year ended March 31, 2016	For the year ended March 31, 2015
Cash Flow from Operating Activities		
Net (loss)/profit before tax	(27,71,049)	15,43,21,299
Adjustment for:		
Depreciation/Amortization	3,60,78,966	3,53,23,548
Interest Expense	33,46,681	39,37,327
Interest Income	(13,30,595)	(31,45,016)
Income from Dividend	(1,22,625)	(24,52,450)
Profit on sale of current investments	(27,73,825)	(7,32,183)
Liabilities No Longer Required written back	(6,08,905)	(6,382)
Operating Profit Before Working Capital Changes	3,18,18,648	18,72,46,143
Adjustment for:		
(Increase)/Decrease in Trade Receivables	(61,09,177)	1,75,692
(Increase)/Decrease in Inventories	(13,83,872)	4,14,928
(Increase)/Decrease in Loans and Advances	(1,27,636)	7,94,724
(Increase) in Other Assets	(80,52,734)	(1,52,43,924)
Increase in Trade payables	4,08,11,682	1,59,50,069
Increase/(Decrease) in Other Liabilities	22,81,857	(6,87,42,308)
Increase/(Decrease) in Provisions	4,28,656	(6,46,811)
Cash Generated From Operations	5,96,67,424	11,99,48,513
Direct Tax (Paid)	(2,87,456)	(3,56,37,651)
Net Cash Flow From Operating Activities (A)	5,93,79,968	8,43,10,862
Cash Flow From Investing Activities		
Purchase of Fixed Assets including Capital work in progress and Capital Advance	(2,40,65,833)	(11,18,26,317)
Purchase of Investments in Mutual funds	(1,38,08,95,868)	(74,20,35,904)
Proceeds from Sale of Investments in Mutual Funds	1,29,58,95,868	78,72,42,699
Interest Received	16,98,761	28,18,948
Profit on sale of current investments	27,73,825	7,32,183
Income from Dividend	1,22,625	24,52,450
Net Cash Flow (Used in) Investing Activities (B)	(10,44,70,623)	(6,06,15,941)
Cash Flow From Financing Activities		
Repayment of Long Term Borrowings	(10,00,000)	50,00,000
Inter Corporate Deposit received from Holding Company	23,05,50,000	19,70,00,000
Inter Corporate Deposit repaid to Holding Company	(23,18,50,000)	(19,57,00,000)
Interest Paid	(42,16,285)	(87,81,142)
Net Cash Flow (Used in) Financing Activities(C)	(65,16,285)	(24,81,142)
Net (Decrease)/Increase in Cash and Cash Equivalents (A+B+C)	(5,16,06,940)	2,12,13,779
Cash and Cash Equivalents at the beginning of the year	5,25,51,153	3,13,37,374
Cash and Cash Equivalents at the End of the year	9,44,213	5,25,51,153

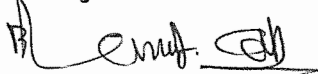
Components of Cash and Cash Equivalents**Balances with Scheduled Bank**

In Fixed Deposit accounts	-	5,12,80,245
In Current Account	9,44,213	12,70,908
Cash and Cash Equivalents at the end of the year (refer note 16)	9,44,213	5,25,51,153

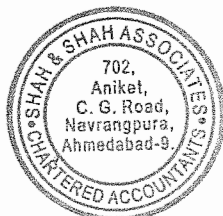
Significant accounting policies

2.1

As per our report attached
For SHAH & SHAH ASSOCIATES
Chartered Accountants
Firm Reg. No.113742W



BHARAT A. SHAH
Partner
Membership No. 30167



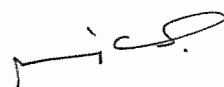
Place : Ahmedabad
Date : April 22, 2016

For and on behalf of the Board of Directors




Amit Upenchwar
Director
DIN: 06862760

Ennarasu Karunesan
Director
DIN :00200432



Manoj Chanduka
Chief Financial Officer



Paresh Patel
Company Secretary



Place : Ahmedabad
Date : April 22, 2016

1 Corporate information

MPSEZ Utilities Private Limited (MUPL) is 100% Subsidiary company of Adani Ports and Special Economic Zone Limited (APSEZL) and a Co-developer to provide infrastructure facilities in Mundra Special Economic Zone. The main objective of the company is to provide facility of distribution of electricity, effluent & sewage in Mundra SEZ area, Kutch, Gujarat.

2 Basis of Preparation of Financial Statements

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis under the historical cost convention.

The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2.1 Summary of Significant Accounting Policies**a) Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

b) Tangible Fixed Assets

i) Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing cost relating to acquisition / construction of fixed assets which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

ii) Leasehold land is amortized over the lease period.

c) Depreciation on tangible fixed assets

i) The depreciation for the year is provided on additions/deductions of the assets during the period from/upto the date on which the asset is added/deducted. Depreciation is provided on Straight Line Method.

ii) In respect of tangible assets,as regards the rates of depreciation, the company is following rates as per Appendix III of CERC (Terms and conditions of Tariff) Regulations, 2009 which are in line with Annexure I of Gujarat Electricity Regulatory Commission (Multi Year Tariff) Regulation, 2011.

d) Inventories

stock of stores and spares valued at lower of cost and net realisable value. Cost is determined on moving weighted average basis. Net realizable value is the estimated current procurement price in the ordinary course of the business.

e) Service Line Contribution

Service line contribution received from consumers are treated as capital receipt and accounted as Capital Reserve.

f) Revenue Recognition

i) Revenue is recognized when no significant uncertainty as to the measurability or collectability exist.

ii) Dividend income from investment in mutual fund is recognised when the company right to receive payment is established.

g) Foreign Currency Translation**i) Initial Recognition**

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.



ii) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

iii) Exchange Differences

Exchange differences arising on the settlement of monetary items not covered above, or on reporting such monetary items of company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

h) Retirement and Other Employee Benefits**i) Gratuity**

Gratuity liability is defined benefit obligation and is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year. The Company has taken an insurance policy under the Group Gratuity Scheme with the Life Insurance Corporation of India (LIC) to cover the gratuity liability of the employees and amount paid/payable in respect of the present value of liability for past services is charged to the Profit & Loss account every year. The difference, if any, between the actuarial valuation of the gratuity of employees at the year end and the balance of funds with LIC is provided for as liability in the books.

ii) Leave Encashment

Provision for leave encashment is determined and accrued on the basis of actuarial valuation.

iii) Actuarial Gains/ Losses

Actuarial gains/losses are immediately recognized in the profit and loss account.

i) Income Taxes**i) Current Tax**

Provision for taxation has been made in accordance with the income tax laws prevailing for the relevant assessment years.

ii) Deferred Tax

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

j) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference share dividends) by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

k) Provisions, Contingent Liabilities and Contingent Assets :**Provisions**

Provisions involving substantial degree of estimation in measurement are recognized when there is a probable present obligation and outflow of resources as a result of past events.

Contingent Liabilities

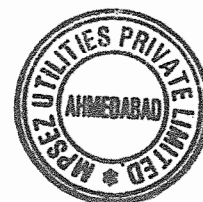
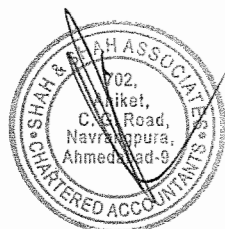
Liabilities which are of contingent nature are not provided but are disclosed at their estimated amount in the Notes on Accounts.

Contingent Assets

Contingent assets are neither recognized nor disclosed in financial statements.

l) Segment Reporting Policies

The Company is principally engaged in the business of distribution of electricity, effluent & sewage facilities. There are no reportable segments as per Accounting Standards (AS) 17, "Segment Reporting."



3 Share Capital

	As at March 31,2016	As at March 31,2015
	Amt in Rupees	Amt in Rupees
Authorized shares		
1,31,50,000(Previous year 1,31,50,000) Equity Shares of Rs. 10/- each	13,15,00,000	13,15,00,000
	13,15,00,000	13,15,00,000
Issued, subscribed and fully paid-up shares		
1,31,35,000(Previous Year 1,31,35,000) Equity Shares of Rs. 10/- each fully paid-up	13,13,50,000	13,13,50,000
	13,13,50,000	13,13,50,000

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

Equity shares	As at March 31,2016		As at March 31,2015	
	Nos	Amt in Rupees	Nos	Amt in Rupees
At the beginning of the year	1,31,35,000	13,13,50,000	1,31,35,000	13,13,50,000
Issued during the year	-	-	-	-
Bought back during the year	-	-	-	-
Outstanding at the end of the year	1,31,35,000	13,13,50,000	1,31,35,000	13,13,50,000

b. Terms/rights attached to 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. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

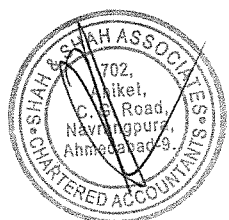
	As at March 31,2016	As at March 31,2015
	Amt in Rupees	Amt in Rupees
c. Shares held by holding Company		
Adani Ports and Special Economic Zone Limited	13,13,50,000	13,13,50,000
1,31,35,000(Previous Year 1,31,35,000) Equity Shares of Rs. 10/- each fully paid-up		

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

Equity shares of Rs. 10 each fully paid	As at March 31,2016		As at March 31,2015	
	Nos	% of Holding	Nos	% of Holding
Adani Ports and Special Economic Zone Limited	1,31,35,000	100%	1,31,35,000	100%

4 Reserves and Surplus

	As at March 31,2016	As at March 31,2015
	Amt in Rupees	Amt in Rupees
Capital Reserves		
Service Line Contribution		
Opening Balance	13,71,89,966	14,21,48,966
Add : Received during the year	3,05,49,554	37,16,700
Less : Transfer to statement of Profit and Loss	(89,63,478)	(86,75,700)
Closing Balance	15,87,76,042	13,71,89,966
Securities Premium Account		
Balance as per last financial statement	39,37,50,000	39,37,50,000
Surplus in the Statement of Profit and Loss		
Balance as per last financial statement	16,21,16,571	3,97,70,292
Add : (Loss)/ Profit for the year	(4,17,56,309)	12,23,46,279
Net Surplus in the statement of profit and loss	12,03,60,262	16,21,16,571
Total Reserves and Surplus	67,28,86,304	69,30,56,537



5 Long Term Borrowings

	Non-Current		Current Maturities	
	As at March 31,2016 Amt in Rupees	As at March 31,2015 Amt in Rupees	As at March 31,2016 Amt in Rupees	As at March 31,2015 Amt in Rupees
From banks (secured)(Refer Note-1)	30,00,000	40,00,000	10,00,000	10,00,000
	30,00,000	40,00,000	10,00,000	10,00,000
Inter Corporate Deposit (Unsecured)	-	13,00,000	-	-
Less: Amounts disclosed under the head "Other Current Liabilities" (Refer Note-9)	-	-	10,00,000	10,00,000
Total	30,00,000	53,00,000	-	-

Note - 1: Term Loan from Banks are secured by way of hypothecation of Plant and Machinery of Company's transmission Business. The loan is repayable in equal quarterly installment after moratorium of 3 months. The Tenure of loan is upto 31st March 2020.

6 Deferred Tax Liabilities (net)

	As at March 31,2016 Amt in Rupees	As at March 31,2015 Amt in Rupees
Deferred tax liability	6,50,40,793	-
Deferred tax assets		
(i) Expenditure disallowed U/s 43B of the Income Tax Act,1961	8,82,290	-
(ii) Expenses disallowed - Unpaid Bonus	2,64,750	-
(ii) Reversal of timing difference due to 80 -IA	2,44,69,562	-
	2,56,16,602	-
Net deferred tax liability	3,94,24,191	-

Note: In accordance with "Accounting Standard-22",the deferred tax liability of Rs 3,94,24,191(Previous year Rs Nil) has been recognised in the statement of profit and loss.

7 Other Long Term Liabilities

	As at March 31,2016 Amt in Rupees	As at March 31,2015 Amt in Rupees
Security Deposits from Customers	3,23,42,947	3,39,23,086
	3,23,42,947	3,39,23,086

8 Provisions

	Long Term		Short Term	
	As at March 31,2016 Amt in Rupees	As at March 31,2015 Amt in Rupees	As at March 31,2016 Amt in Rupees	As at March 31,2015 Amt in Rupees
Provision for employee benefits				
Provision for Gratuity (Refer Note-2.2(b))	4,55,284	-	21,201	2,19,074
Provision for compensated absences	16,01,333	14,45,958	3,42,004	3,26,142
	20,56,617	14,45,958	3,63,205	5,45,216

9 Other Current Liabilities

	As at March 31,2016 Amt in Rupees	As at March 31,2015 Amt in Rupees
Current Maturities of long-term borrowings(Refer Note-5)	10,00,000	10,00,000
Interest accrued but not due on borrowings	21,54,483	30,24,087
Payable for Capital Creditors	43,62,990	22,71,211
Statutory Liabilities	96,29,028	79,24,600
Advance from Customers	1,65,652	99,862
	1,73,12,153	1,43,19,760



MPSEZ UTILITIES PRIVATE LIMITED
Notes to financial statements for the year ended March 31, 2016

NOTE 10 : Fixed Assets

Amount in Rs

Sr. No	Particulars	Gross Block (At Cost)			Depreciation / Amortisation			Net Block			
		As at March 31,2015	Additions	Deductions	As at March 31,2016	Upto March 31,2015	For the year	Deductions	Upto March 31,2016	As at March 31,2016	As at March 31,2015
	Tangible Assets										
1	Lease hold land	6,37,50,000	-	-	6,37,50,000	97,77,049	21,29,250	-	1,19,06,299	5,18,43,701	5,39,72,951
2	Building	2,46,75,028	-	-	2,46,75,028	36,36,647	8,32,709	-	44,69,356	2,02,05,672	2,10,38,381
3	Plant & machinery	37,95,55,884	1,18,44,862	-	39,14,00,746	8,65,45,834	2,14,12,106	-	10,79,57,940	28,34,42,806	29,30,10,050
4	Transmission & distribution system	38,95,40,426	17,61,637	-	39,13,02,063	7,23,75,655	2,06,15,949	-	9,29,91,604	29,83,10,459	31,71,64,771
5	Furniture & fixtures	1,73,110	33,300	-	2,06,410	79,242	9,331	-	88,573	1,17,837	93,868
6	Office Equipment	6,999	-	-	6,999	6,999	-	-	6,999	-	-
7	Vehicle	2,20,158	-	-	2,20,158	29,965	20,915	-	50,880	1,69,278	1,90,193
8	Computer Hardware	44,205	43,500	-	87,705	889	22,184	-	23,073	64,632	43,316
	Total	85,79,65,810	1,36,83,299	-	87,16,49,109	17,24,52,280	4,50,42,444	-	21,74,94,724	65,41,54,385	68,55,13,530
	Previous Year	83,01,15,000	2,78,50,810	-	85,79,65,810	12,84,53,030	4,39,99,250	-	17,24,52,280	68,55,13,530	70,16,61,970



11	Loans and Advances	Non-Current		Current	
		As at March 31,2016	As at March 31,2015	As at March 31,2016	As at March 31,2015
		Amt in Rupees	Amt in Rupees	Amt in Rupees	Amt in Rupees
	Unsecured, considered good				
	Capital Advances	13,80,00,000	10,00,00,000	-	41,956
	Advances to suppliers	-	-	1,38,494	3,30,239
	Other loans and advances				
	Balances with Statutory/Government authorities	-	-	14,45,418	9,99,141
	Loan to Employees	-	-	10,35,162	13,23,863
	Prepaid Expenses	-	-	2,70,657	66,896
	Advance income tax(Net of Provision)	14,25,527	6,99,141	-	-
		13,94,25,527	10,06,99,141	28,89,731	27,62,095
12	Other Assets	Non-Current		Current	
		As at March 31,2016	As at March 31,2015	As at March 31,2016	As at March 31,2015
		Amt in Rupees	Amt in Rupees	Amt in Rupees	Amt in Rupees
	Unbilled Revenue	-	-	10,58,02,519	9,77,52,176
	Interest accrued but not due	-	-	-	3,68,166
	Unsecured, considered good				
	Non-current bank balances (Refer Note-16)	27,935	25,544	-	-
		27,935	25,544	10,58,02,519	9,81,20,342
13	Current Investment			As at March 31,2016	As at March 31,2015
		(Valued at lower of cost and fair value)		Amt in Rupees	Amt in Rupees
		Unquoted Mutual funds			
	20,53,462.50 Unit (Previous year nil) of Rs 10 each in JM High Liquidity Fund - Direct Plan Growth		8,50,00,000	-	
			8,50,00,000	-	
	Aggregate amount of Unquoted Investment		8,50,00,000	-	
			8,50,00,000	-	
14	Inventories			As at March 31,2016	As at March 31,2015
				Amt in Rupees	Amt in Rupees
		Stores and Spares		22,72,594	8,88,722
			22,72,594	8,88,722	
15	Trade Receivables			As at March 31,2016	As at March 31,2015
		Unsecured, Considered Good		Amt in Rupees	Amt in Rupees
		Outstanding for a Period exceeding Six Months (from date they are due for payment)		1,06,587	93,743
	Other receivables		60,96,333	-	
			62,02,920	93,743	
16	Cash and Bank Balances	Non-Current		Current	
		As at March 31,2016	As at March 31,2015	As at March 31,2016	As at March 31,2015
		Amt in Rupees	Amt in Rupees	Amt in Rupees	Amt in Rupees
	Balances with banks				
	In Current Accounts	-	-	9,44,213	12,70,908
	In Fixed deposit account	-	-	-	5,12,80,245
				9,44,213	5,25,51,153
	Other bank balances				
	Deposits with original maturity for more than 12 months	27,935	25,544	-	-
	Amount disclosed under non-current assets (refer Note-12)	(27,935)	(25,544)	-	-
				9,44,213	5,25,51,153



	Year ended March 31,2016 Amt in Rupees	Year ended March 31,2015 Amt in Rupees
17 Revenue from operations		
(a) Income from operation		
(i) Revenue from Power Sales	1,19,31,89,672	1,17,55,05,000
(ii) Other revenue related to power sales		
- Meter Rent	2,62,200	2,26,410
- Miscellaneous Income	3,75,896	3,47,223
(b) Income from Common Effluent Treatment services	51,99,732	53,54,413
	1,19,90,27,500	1,18,14,33,046
18 Other income		
Interest Income	13,30,595	31,45,016
Dividend Income	1,22,625	24,52,450
Profit on sale of investment	27,73,825	7,32,183
Liability no longer required written back	6,08,905	6,382
Miscellaneous Income	1,23,384	2,25,211
	49,59,334	65,61,242
19 Purchase of Power		
Power Purchase	1,04,63,92,425	89,40,08,384
Scheduling Charges	24,03,719	4,31,767
Unscheduled Interchange Charges	3,00,59,666	80,69,195
	1,07,88,55,810	90,25,09,346
20 Employee benefits expense		
Salaries, Wages and Bonus and Gratuity	2,34,31,829	2,63,83,972
Contribution to Provident Fund & other funds	11,84,022	13,02,129
Workmen and Staff Welfare Expenses	12,23,969	15,06,232
	2,58,39,820	2,91,92,333
21 Finance cost		
Interest on security Deposit	23,83,659	33,54,594
Bank charges and commission	2,31,774	6,89,101
Interest on borrowings	9,63,022	5,82,733
	35,78,455	46,26,428
22 Other Expenses		
Infrastructure Usage Charges	2,50,10,785	2,32,95,615
Legal Expenses, Fees & Subscription	29,02,287	23,70,051
Travelling and Conveyance	13,64,907	11,03,903
Stores, Spares and Consumables	13,98,225	37,37,433
Lease Rent	15,68,572	14,80,560
Repairs & Maintenance		
Plant & Machinery	1,19,96,098	1,19,56,208
Building	5,22,017	32,49,847
Others	8,15,846	10,53,317
Advertisement and Publicity	84,955	59,208
Insurance	3,612	7,78,856
Power	4,41,232	6,07,867
Payment to Auditors		
Audit fee	1,10,000	1,00,000
Tax audit fee	30,000	30,000
Other Certification Charges	90,000	78,000
Professional Charges	1,00,50,569	90,84,127
Miscellaneous Expenses	20,71,512	7,05,295
Communication Expenses	1,88,777	1,34,503
Inspection & Testing Charges	23,300	37,302
Director Sitting Fees	1,64,160	-
Security Charges	21,23,014	21,59,240
Donation-(Expenses on Corporate Social responsibility Rs 14,00,000/-)	14,44,964	-
	6,24,04,832	6,20,21,332



2.2 OTHER NOTES TO ACCOUNT

	Year ended	Year ended
	March 31,2016	March 31,2015
	Amt in Rupees	Amt in Rupees
(a) Earnings per share (EPS)		
(Loss)/Profit for the year	(4,17,56,309)	12,23,46,279
No of equity shares at the beginning of the year	1,31,35,000	1,31,35,000
Add : Weighted average no of equity shares issued during the year	-	-
Weighted average no of equity shares in calculating basic and diluted EPS	1,31,35,000	1,31,35,000
Basic and diluted Earnings (loss) per share (in Rupees)	(3.18)	9.31

(b) Details of employee benefits

1. The company has recognised, in the statement of profit and loss for current year, an amount of Rs 11,03,120/- (Previous year Rs 11,93,287) as expenses under the following defined contribution plan

2. The Company has a defined gratuity plan. Every employee gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with Life Insurance Company of India (LIC) in the form of a qualifying insurance policy.

The following tables summarise the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for the respective plans.

a) Net Employee benefit expense (recognised in Employee Cost)

Particulars	Gratuity (Funded)	
	March 31,2016	March 31,2015
Current Service cost	4,21,661	3,24,490
Interest Cost on benefit obligation	1,61,529	1,18,635
Expected return on plan assets	(1,44,054)	(27,743)
Actuarial loss / (gain) recognised in the year	(1,62,635)	(1,87,259)
Net benefit expense	2,76,501	2,28,123

Note: Actual return on plan assets Rs 1,62,635/- (Previous year Rs 1,87,259/-)

Balance Sheet**b) Details of Provision for gratuity**

Particulars	Gratuity (Funded)	Gratuity (Funded)
	March 31,2016	March 31,2015
Present value of defined benefit obligation	(24,31,380)	(20,24,941)
Fair value of plan assets	19,54,895	18,05,868
Surplus/(deficit) of funds	(4,76,485)	(2,19,074)
Net asset/ (liability)	(4,76,485)	(2,19,074)

c) Changes in Present Value of the defined benefit obligation are as follows:

Particulars	Gratuity (Funded)	Gratuity (Funded)
	March 31,2016	March 31,2015
Defined benefit obligation at the beginning of the Period	20,24,941	12,64,770
Current Service cost	4,21,661	3,24,490
Interest Cost	1,61,529	1,18,635
Actuarial (gain) / loss on obligations	(1,76,751)	5,70,008
Benefits paid by employer	-	(2,52,962)
Defined benefit obligation at the end of the period	24,31,380	20,24,941

d) Changes in Fair Value of Plan Assets are as follows:

Particulars	Gratuity (Funded)	Gratuity (Funded)
	March 31,2016	March 31,2015
Opening fair value of plan assets	18,05,868	3,18,888
Expected return	1,44,054	27,743
Contribution by employer	19,089	7,01,970
Actuarial gains / (losses)	(14,116)	7,57,267
Closing fair value of plan assets	19,54,895	18,05,868

Note:

1. The present value of the plan assets represents the balance available with the LIC as at the end of the period. The total value of Plan Assets amounting to Rs 19,54,895/- (Previous year Rs 18,05,868/-) is as certified by the LIC.

2. The Company's expected contribution to the fund in the next financial year is Rs 19,089/- (Previous year Rs 5,10,205/-)



e) The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

Benefit Contribution to	2015-16 %	2014-15 %
Investments with insurers	100%	100%

The overall expected rate of return on assets is determined based on the market price prevailing on that date, applicable to the period over which the obligation has to be settled.

f) The principle assumptions used in determining Gratuity obligations are as follows:

Particulars	Gratuity (Funded) 31-Mar-16	Gratuity (Funded) 31-Mar-15
Discount rate	7.90%	8.70%
Expected rate of return on plan assets	8.00%	9.38%
Rate of Escalation in Salary (per annum)	9.00%	8.50%
Mortality	Indian Assured Lives (2006-08)	Indian Assured Lives (2006-08)
Attrition rate	10% for 5 years and below 1% thereafter	10% for 5 years and below 1% thereafter

The estimates of future salary increases considered in actuarial valuation and take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

g) Amounts for the current period is as follows:

Gratuity	31-Mar-16	31-Mar-15
Defined benefit obligation	(24,31,380)	(20,24,941)
Plan Assets	19,54,895	18,05,868
Surplus / (deficit)	(4,76,485)	(2,19,073)
Experience loss (gain) on plan liabilities	(3,99,947)	1,55,199
Experience loss (gain) on plan assets	(14,116)	(7,57,267)



(c) Related Party Disclosures

The Management has identified the following entities and individuals as related parties of the Company for the year ended March 31, 2016 for the purposes of reporting as per AS 18 – Related Party Transactions, which are as under:

Holding Company	Adani Ports and Special Economic Zone Limited
Fellow Subsidiary	Mundra SEZ Textile and Apparel Park Private Limited Adani Hazira Private Limited Adani Hospital Mundra Private Limited Adani Petronet (Dahej) Port Private Limited
Entities over which key management personnel, Directors and their relatives are able to exercise significant influence	Adani Willmar Limited Adani Power Limited Adani Enterprise Limited Mundra Solar Techno Park Private Limited
Key Management Personnel	Mr Mukesh Saxena Mr Ennarasu Karunesan Mr. Amit Uplenchwar Mr. Mehul Rupera (up to 31.03.2015)

Detail of Related Party Transactions for the period ended March 31, 2016			(Amount in Rupees)	
Category	Name of Related Party	March 31, 2016	March 31, 2015	
Sale of Power	Adani Ports and Special Economic Zone Limited	69,16,73,877	70,33,66,893	
	Mundra SEZ Textile and Apparel Park Private Limited	5,61,630	6,07,151	
	Adani Power Limited	1,61,06,477	2,55,63,192	
	Adani Hospital Private Limited	-	9,04,479	
	Adani Petronet (Dahej) Port Private Limited	3,30,09,865	-	
Purchase of Power	Adani Power Limited	97,64,85,709	89,48,06,704	
	Adani Enterprise Limited	4,74,92,889	-	
Rendering of Services(Including reimbursement)	Adani Ports and Special Economic Zone Limited	2,37,023	-	
	Mundra SEZ Textile and Apparel Park Private Limited	33,335	-	
	Adani Hazira Port Private Limited	-	25,000	
	Adani Petronet (Dahej) Port Private Limited	-	25,000	
	Adani Willmar Limited	-	1,00,000	
Services Availed(Including reimbursement)	Mundra Solar Techno Park Private Limited	1,89,943	-	
	Adani Enterprise Limited	10,90,377	11,92,810	
	Adani Ports and Special Economic Zone Limited	36,56,050	32,04,393	
	Adani Power Limited	-	80,250	
	Adani Hospital Private Limited	-	54,519	
Interest Expense	Adani Petronet (Dahej) Port Private Limited	25,000	-	
	Adani Ports and Special Economic Zone Limited	4,16,693	-	
Rent Expense	Adani Ports and Special Economic Zone Limited	12,75,000	12,75,000	
	Mundra SEZ Textile and Apparel Park Private Limited	2,73,063	2,16,880	
Infrastructure usage charges	Adani Ports and Special Economic Zone Limited	2,23,13,912	2,03,00,000	
Purchase of Capital Goods	Adani Ports and Special Economic Zone Limited	5,07,869	3,03,594	
Sale of Inventory	Adani Ports and Special Economic Zone Limited	35,69,415	-	
Miscellaneous Income	Adani Ports and Special Economic Zone Limited	-	15,87,115	
	Mundra SEZ Textile and Apparel Park Private Limited	-	1,06,204	
	Adani Hospital Private Limited	-	9,633	
Loan taken	Adani Ports and Special Economic Zone Limited	23,06,50,000	19,70,00,000	
Loan Repaid	Adani Ports and Special Economic Zone Limited	23,19,50,000	19,57,00,000	
Service Line Contribution Received	Mundra Solar Techno Park Private Limited	84,87,373	-	
	Adani Ports and Special Economic Zone Limited	-	36,30,353	
Security Deposite Received	Mundra Solar Techno Park Private Limited	16,80,120	-	
Closing Balance				
Trade Receivables	Adani Petronet (Dahej) Port Private Limited	42,52,827	-	
Loans and Advances	Adani Ports and Special Economic Zone Limited	3,960	-	
Other Current Assets	Adani Ports and Special Economic Zone Limited	5,70,27,205	5,90,26,063	
	Mundra SEZ Textile and Apparel Park Private Limited	62,417	59,076	
	Adani Petronet (Dahej) Port Private Limited	26,57,302	-	
	Adani Power Limited	-	19,29,936	
Trade Payables	Adani Hospital Private Limited	-	49,068	
	Adani Enterprise Limited	2,31,849	-	
	Adani Ports and Special Economic Zone Limited	3,42,596	22,129	
	Mundra SEZ Textile and Apparel Park Private Limited	1,23,713	-	
Inter Corporate Deposit (taken)	Adani Power Limited	8,22,28,681	7,38,84,599	
	Adani Ports and Special Economic Zone Limited	-	13,00,000	
Advances from Customer	Adani Ports and Special Economic Zone Limited	4,793	-	
Other Current Liabilities	Adani Ports and Special Economic Zone Limited	2,970	-	
	Mundra Solar Techno Park Private Limited	16,80,120	-	
Remuneration	Mundra SEZ Textile and Apparel Park Private Limited	1,06,712	1,69,830	
	Mr Mehul Rupera	-	23,92,140	

- (d) The company is engaged in the business of distribution of power. Quantitative information in respect of purchase and sale of power are as under.

Sr. No.	Particulars	2015-16 (Unit in Mus)	2014-15 (Unit in Mus)
ia)	Unit Purchased	183.28	199.39
ib)	Unscheduled interchange (UI) Purchased	17.89	2.09
ic)	Third Party Sale	8.37	-
i)	Total Units Purchased	192.80	201.48
ii)	Unit Sold	184.76	193.30
iii)	Transmission & Distribution Losses	8.04	8.18
iv)	Transmission & Distribution Losses (%)	4.39%	4.10%

- (e) As per directives of Gujarat Electricity Regulatory Commission with respect to Renewable Purchase Obligation (RPO) to be adhered by the company during the current financial year, company has fulfilled the RPO obligation for the financial years 2012-13 & 2015-16 aggregating to Rs.474.93 lacs and made provision of Rs. 225.36 lacs for pending RPO of previous years . The cost of such obligation is included in Cost of Power Purchased in Note- 19.

(f) **Capital Commitments**

Particulars	As at March 31, 2016	As at March 31, 2015
Estimated amount of contracts (Net of advances) remaining to be executed on capital account and not provided for	17,52,35,522	79,92,396

- (g) Based on the future projections of profitability as well as deduction available under section 80IA of Income Tax Act, 1961, in the opinion of the management of the company, there does not exist virtual certainty that the company will have to pay taxes as per the normal rates within the specified period in section 115JAA of Income Tax Act, 1961. Therefore, in accordance with "Guidance Note on accounting for credit available in respect of minimum alternate tax under Income Tax Act, 1961" issued by Institute of Chartered Accountants of India, MAT credit receivable by the company has not been recognised as an asset.

- (h) **Details of Income & Expenses for the Common Effluent Treatment (CETP) Service rendered during the year are as under**

Particular	For the year March 31, 2016	For the year March 31, 2015
	Amt in Rupees	Amt in Rupees
Income	51,99,732	53,54,413
Expenditure		
Employee benefits expenses	5,65,906	5,70,289
Electricity Expense	7,35,023	9,15,866
Other Expense	19,45,045	18,17,484
Total Expenditure	32,45,974	33,03,639

As per our report attached

For SHAH & SHAH ASSOCIATES

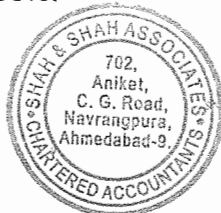
Chartered Accountants

Firm Reg. No.113742W

BHARAT A. SHAH

Partner

Membership No. 30167



Place : Ahmedabad

Date : April 22, 2016



For and on behalf of the Board of Directors

Amit Upfenchwar

Director

DIN: 06862760

Ennarasu Karunesan

Managing Director

DIN :00200432

Manoj Chanduka

Chief Financial Officer

Paresb Patel

Company Secretary

Place : Ahmedabad

Date : April 22, 2016