



**UTTAR PRADESH
RAJYA VIDYUT UTPADAN NIGAM LIMITED**
(A Govt. of U.P. Undertaking)

ANNUAL ACCOUNTS

2010-2011

Regd. Office
**8th Floor, Shakti Bhawan Extension,
14-Ashok Marg, Lucknow**



UTTAR PRADESH RAJYA VIDYUT UTPADAN NIGAM LTD.
8TH FLOOR, SHAKTI BHAWAN EXTENSION, 14-ASHOK MARG, LUCKNOW.
BALANCE SHEET AS ON 31ST MARCH 2011

| PARTICULARAS | SCH. NO. | AS AT 31.3.2011 | | AS AT 31.3.2010 | |
|--|----------|--------------------|---------------------|--------------------|---------------------|
| | | Amount | Amount | Amount | Amount |
| Amount in ₹ | | | | | |
| SOURCES OF FUNDS | | | | | |
| 1. SHARE HOLDERS' FUNDS | | | | | |
| a) SHARE CAPITAL | 1 | 63020064000 | | 55270064000 | |
| b) RESERVES AND SURPLUS | 2 | 9555693000 | 72575757000 | 9568693000 | 64838757000 |
| 2. LOAN FUNDS | | | | | |
| a) SECURED LOAN | 3 | 8870686677 | | 7881715647 | |
| b) UNSECURED LOAN | 4 | 72169698619 | 81040385296 | 55160183564 | 63041899211 |
| 3. RESTRUCTURING ACCOUNT | | | | | |
| | | | 1993549683 | | 723886173 |
| TOTAL | | | 155609691979 | | 128604542384 |
| APPLICATION OF FUNDS | | | | | |
| 1. FIXED ASSETS | | | | | |
| a) GROSS BLOCK | 5 | 89043922891 | | 88918402641 | |
| b) LESS: DEPRECIATION | 5 | 64189877665 | | 62616702567 | |
| c) NET BLOCK | | 24854045228 | 24854045228 | 26301700074 | 26301700074 |
| d) CAPITAL WORK IN PROGRESS | 6 | | 73945521328 | | 51050223011 |
| 2. INVESTMENT | | | | | |
| | 7 | | 845101820 | | 495101820 |
| 3. CURRENT ASSETS, LOANS & ADVANCES | | | | | |
| a) INVENTORIES | 8 | 17605824591 | | 16203023119 | |
| b) SUNDRY DEBTORS | 9 | 52305009522 | | 46216603030 | |
| c) CASH & BANK BALANCES | 10 | 4171630079 | | 4702171787 | |
| d) LOANS & ADVANCES | 11 | 6255799828 | | 7158418951 | |
| TOTAL | | 80338283820 | | 74280216887 | |
| LESS: CURRENT LIABILITIES & PROVISIONS | 12 | 28892704339 | | 29305008459 | |
| NET CURRENT ASSETS | | 51445559481 | 51445559481 | 44975208428 | 44975208428 |
| 4. PROFIT & LOSS ACCOUNT | | | | | |
| | | | 4519464124 | | 5782309051 |
| TOTAL | | | 155609691979 | | 128604542384 |
| Contingent Liabilities | 24 | | | | |
| Significant Accounting Policies | 25 | | | | |
| Notes on Accounts | 26 | | | | |
| Cash Flow Statement | 27 | | | | |

The Schedules referred to above form an Integral Part of the Balance Sheet

For & On Behalf of U.P. Rajya Vidyut Utpadan Nigam

As per our Separate Report of even date

For A. Sachdev & Co.
Chartered Accountants

FRN 13072

(K.G. Bansal)

Partner

MNO 9427

Place - Lucknow

Dated - 27/3/2012



(Rakesh Kumar)
General Manager(Accounts)

(H. K. Agrawal)
Company Secretary

(A. K. Agrawal)
Chief General Manager(F&A)

(S. K. Agrawal)
Director(Finance)

(Dheera) Sahu
Managing Director



UTTAR PRADESH RAJYA VIDYUT UTPADAN NIGAM LTD.
8TH FLOOR, SHAKTI BHAWAN EXTENSION, 14-ASHOK MARG, LUCKNOW.
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH 2011

| DESCRIPTION | SCH.NO. | CURRENT YEAR | | PREVIOUS YEAR | |
|---|---------|--------------------|--------------------|--------------------|--------------------|
| | | Amount | Amount | Amount | Amount |
| INCOME | | | | | |
| Revenue from Sale of Power | | 47522981068 | | 50766508325 | |
| Revenue Subsidies & Grants | 13 | 6018518 | | 5328646 | |
| Amortisation of Capital Grant | | 13000000 | | 13000000 | |
| Other Income | 14 | 669152658 | 48211152244 | 388967302 | 51173804273 |
| EXPENDITURE | | | | | |
| Generation of Power | 15 | 33774993254 | | 35692415084 | |
| Repairs & Maintenance | 16 | 3805322075 | | 2706074277 | |
| Employee Costs | 17 | 4766046380 | | 4186493579 | |
| Administration & General Expenses | 18 | 894447260 | | 754754555 | |
| Depreciation | 19 | 1663294725 | | 3946267031 | |
| Interest & Financial Charges | 20 | 2844665323 | | 2988769277 | |
| Provisions for Bad & Doubtful Debts | 21 | 39335216 | | 157392195 | |
| TOTAL | | 47788104233 | 47788104233 | 50432165998 | 50432165998 |
| PROFIT/(LOSS) BEFORE TAX | | | 423048011 | | 741638275 |
| LESS: Income Tax and Fringe Benefit Tax | 22 | | 389755566 | | 43536381 |
| PROFIT/(LOSS) AFTER TAX | | | 53292445 | | 698101894 |
| Add - Net Prior Period (Debit)/Credits | 23 | | 1209552482 | | (286031169) |
| NET PROFIT/(LOSS) TRANSFERRED TO P/L APPROPRIATION A/C | | | 1262844927 | | 412070725 |

PROFIT AND LOSS APPROPRIATION ACCOUNT

| DESCRIPTION | Amount in Rs. | |
|--|---------------------|---------------------|
| | Current Year | Previous year |
| Net Profit brought forward from Profit and Loss Account | 1262844927 | 412070725 |
| Add - Accumulated Losses upto Last year | (5782309051) | (6194379776) |
| Total Accumulated Losses Carried Forward to Balance Sheet | (4519464124) | (5782309051) |

| | Current Year | | Previous Year | |
|--|--------------|---------|---------------|---------|
| | Basic | Diluted | Basic | Diluted |
| Earning per Share (Equity Shares face value Rs.1000/- Each) | | | | |
| Before Prior Period | ₹ 0.96 | ₹ 0.96 | ₹ 14.89 | ₹ 14.89 |
| After Prior Period | ₹ 22.83 | ₹ 22.83 | ₹ 8.79 | ₹ 8.79 |

| | |
|---------------------------------|----|
| Contingent Liabilities | 24 |
| Significant Accounting Policies | 25 |
| Notes on Accounts | 26 |
| Cash Flow Statement | 27 |

The Schedules referred to above form an integral Part of the Profit & Loss Account

For & On Behalf of U.P.Rajya Vidyut Utpadan Nigam Ltd.

As per our Separate Report of even date

For A. Sachdev & Co.
Chartered Accountants
F.R.N. 1304C

(K.G. Bansal)
Partner



Place - Lucknow

Dated - 27/3/12

(Rakesh Kumar)
General Manager(Accounts)

(H. K. Agrawal)
Company Secretary

(A. K. Agrawal)
Chief General Manager(F&A)

(S. K. Agrawal)
Director(Finance)

(Dheeraj Sahu)
Managing Director



UTTAR PRADESH RAJYA VIDYUT UTPADAN NIGAM LTD.
8th FLOOR, SHAKTI BHAWAN EXTENSION, 14-ASHOK MARG, LUCKNOW.

Schedule - 1 SHARE CAPITAL

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|--------------|--|--------------------------------|--------------------------------|
| 1 | AUTHORISED CAPITAL 75000000(75000000) Equity Shares of Rs.1000/- each | 75000000000 | 75000000000 |
| 2 | ISSUED & SUBSCRIBED CAPITAL 63020064 (P.Y. 55270064)Equity Shares of Rs.1000/- each | 63020064000 | 55270064000 |
| 3 | PAID UP CAPITAL 63020064(P.Y. 55270064)Equity Shares of Rs.1000/- each (Out of which 15114400(P.Y. 15114400) Equity Shares of Rs 1000/- each fully paid allotted for consideration other than cash pursuant to Transfer Scheme 2000 and 3343500 (P.Y. 3343500) shares of Rs 1000 each fully paid up towards Bond issued to Coal Companies by U.P. Govt. against Coal Liabilities) | 63020064000 | 55270064000 |
| TOTAL | | 63020064000 | 55270064000 |

Schedule - 2 RESERVES AND SURPLUS

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|--------------|---|--------------------------------|--------------------------------|
| 1 | CAPITAL RESERVE | | |
| i) | Capital Grants In Aid Recieved from State Govt. | 133156000 | 146156000 |
| | Less :- Grant Amortised | 13000000 | 13000000 |
| ii) | Capital Reserve | 9435537000 | 9435537000 |
| TOTAL | | 9555693000 | 9568693000 |

Schedule - 3 SECURED LOANS

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|--------------|---|--------------------------------|--------------------------------|
| A- | TERM LOAN (CAPITAL) | | |
| | Loan From Power Finance Corporation (Refer Note no. 12-a of Schedule '26') | 3421710674 | 0 |
| B- | CASH CREDIT FROM BANKS: | | |
| | Allahabad Bank | 3963091194 | 6498403246 |
| | Indian Overseas Bank (Refer Note no. 12-b of Schedule '26') | 1485884809 | 1383312401 |
| TOTAL | | 8870686677 | 7881715647 |


(Rakesh Kumar)
General Manager(Accounts)


(H.K. Agrawal)
Company Secretary


(A.K. Agrawal)
Chief General Manager


(S.K. Agrawal)
Director(Finance)


(Dheeraj Sahu)
Managing Director





Schedule - 4 UNSECURED LOANS

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|--|-------------------------------------|---------------------------------|---------------------------------|
| TERM LOAN: | | | |
| 1 | Public Bonds | 416100000 | 832000000 |
| 2 | Loan From Power Finance Corporation | 52565982560 | 47246542589 |
| 3 | Loan from REC | 16148597168 | 4199629131 |
| 4 | Loan From HUDCO | 70000000 | 60000000 |
| (For serial no. 1-4 refer note no. 3 of Schedule '26') | | | |
| 5 | Loan From State Government | | |
| a) | Loan | 2042785833 | 2064630000 |
| b) | Repayment Due | 148114167 | 126270000 |
| c) | Interest Accrued and Due | 778118891 | 630622537 |
| 6 | Loan From Punjab National Bank | | |
| a) | Loan | 0 | 386151 |
| b) | Interest Accrued and Due | 0 | 103156 |
| TOTAL | | 72169698619 | 55160183564 |


(Rakesh Kumar)
General Manager(Accounts)


(H.K. Agrawal)
Company Secretary


(A.K. Agrawal)
Chief General Manager


(S.K. Agrawal)
Director(Finance)




(Dheeraj Sahu)
Managing Director



SCHEDULE - 5 Statement of Fixed Assets as on 31.03.11

Amount in ₹

| Sl No | Description | GROSS BLOCK | | | DEPRECIATION | | | | NET BLOCK | | |
|----------------------|-------------------------------------|--------------------|-------------------|-----------------------|-----------------------|--------------------|--------------------------|-----------------------|----------------------|--------------------|--------------------|
| | | As on 1.4.2010 | Additions | Deduction/ Adjustment | Total as on 31.3.2011 | As on 31.3.2010 | Addition during the year | Deduction/ Adjustment | Total upto 31.3.2011 | As on 31.03.2011 | As on 01.04.2010 |
| 1 | Land (Free Hold) * | 319395217 | 0 | 0 | 319395217 | 0 | | | 0 | 319395217 | 319395217 |
| 2 | Buildings | 6868927090 | 210253876 | 37451876 | 7041729090 | 4453238954 | 230496844 | 22800000 | 4660935798 | 2380793292 | 2415688136 |
| 3 | Hydraulic Works | 1372284099 | 0 | 600000 | 1371684099 | 774394709 | 64181955 | 1076588 | 837500076 | 534184023 | 597889390 |
| 4 | Other Civil Works | 1586521065 | 4989510 | 3100000 | 1588410575 | 571017353 | 25803166 | 2445000 | 594375519 | 994035056 | 1015503712 |
| 5 | Plant & Machinery | 76985888441 | 85323505 | 139489163 | 76931722783 | 55189153123 | 1329185685 | 70942251 | 56447396557 | 20484326226 | 21796735318 |
| 6 | Line & Cables | 1306382728 | 0 | 1500000 | 1304882728 | 1223486300 | 6076608 | -7124999 | 1236687907 | 68194821 | 82896428 |
| 7 | Net Work | | | | | | | | | | |
| 8 | Vehicles | 174013439 | 124896 | 200000 | 173938335 | 157720340 | 1308375 | 190000 | 158838715 | 15099620 | 16293099 |
| 9 | Furniture & Fixtures | 66045438 | 4266627 | 100000 | 70212065 | 50817890 | 1233027 | 95000 | 51955917 | 18256148 | 15227548 |
| 10 | Office Equipments | 130345124 | 3202875 | 100000 | 133447999 | 93703898 | 5503278 | 95000 | 99112176 | 34335823 | 36641226 |
| 11 | Capital Spare at Generation Station | 108600000 | 0 | 100000 | 108500000 | 103170000 | 0 | 95000 | 103075000 | 5425000 | 5430000 |
| TOTAL | | 88918402641 | 308161289 | 182641039 | 89043922891 | 62616702567 | 1663788938 | 90613840 | 64189877665 | 24854045226 | 26301700074 |
| Previous Year | | 86952556615 | 1974715883 | 8869857 | 88918402641 | 58701520024 | 3946501825 | 31319282 | 62616702567 | 26301700074 | 28251036591 |

* Land (Free Hold) includes 256.691Acre of land at Anpara given on lease to Lanco Anpara Power Pvt. Ltd.


(Rakesh Kumar)
General Manager(Accounts)


(H.K. Agrawal)
Company Secretary


(A.K. Agrawal)
Chief General Manager


(S.K. Agrawal)
Director(Finance)


(Dheeraj Sahu)
Managing Director



**Schedule - 6 CAPITAL WORKS IN PROGRESS**

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|----------------------------------|---|---------------------------------|---------------------------------|
| Capital Works In Progress | | | |
| 1 | Assets at Construction Stage | 68887423760 | 44155427895 |
| 2 | Capital Advances to Suppliers/Contractors | 5069509737 | 6911398182 |
| | Less:- Bad Debts | 0 | 6484744 |
| | Provision for Bad & Doubtful Advances | 11412169 | 10118322 |
| | TOTAL | 73945521328 | 51050223011 |

Schedule - 7 INVESTMENTS

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|---|--|---------------------------------|---------------------------------|
| Investment (LONG TERM) in Joint Venture Companies- | | | |
| (a) Equity Shares-Fully paid (Unquoted):- (At cost unless otherwise stated) | | | |
| 1 | Meja Urja Nigam Pvt. Ltd. (73429800 Equity Shares of Rs 10 each P.Y. 30179800 Shares of Rs 10 each) | 734298000 | 301798000 |
| 2 | UCM Coal Co. Ltd. (80000 Equity Shares of Rs 10 each P.Y. 80000 Shares of Rs 10 each) | 800000 | 800000 |
| (b) Advance for Equity Shares-Pending Allotment:- | | | |
| | Meja Urja Nigam Pvt. Ltd. | 110003820 | 192503820 |
| | TOTAL | 845101820 | 495101820 |

Schedule - 8 INVENTORIES

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|---------|---|---------------------------------|---------------------------------|
| 1 | Fuel Stocks | 2909665670 | 2227012494 |
| 2 | Coal in Transit | 303563252 | 81307917 |
| 3 | Oil in Transit | 13345600 | 0 |
| 4 | Stock of Materials at Construction Stores | 8503457026 | 7723208031 |
| 5 | Stock of Materials at other Stores | 5872213470 | 6167855341 |
| 6 | Other Materials Accounts | 3029478 | 3059478 |
| 7 | Materials Stock Excess/Shortages-Pending investigations | 550095 | 579858 |
| | TOTAL | 17605824591 | 16203023119 |

Schedule - 9 SUNDRY DEBTORS

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|---------|--|---------------------------------|---------------------------------|
| 1 | Relevables against Sale of Power to U.P. Power Corporation Ltd. etc. | | |
| (a) | Debt outstanding for a period exceeding six months | 25000862427 | 17658430289 |
| (b) | Debt outstanding for a period within six months | 27311036359 | 28563314842 |
| | Sub Total | 52311898786 | 46221745131 |
| | LESS:-Provision for Bad & Doubtful Debts | 6889264 | 5142101 |
| | TOTAL | 52305009522 | 46216603030 |


(Rakesh Kumar)
General Manager(Accounts)


(H.K. Agrawal)
Company Secretary


(A.K. Agrawal)
Chief General Manager


(S.K. Agrawal)
Director(Finance)




(Dheeraj Sahu)
Managing Director

**Schedule - 10 CASH IN HAND AND AT BANK**

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|--------------|--|---------------------------------|---------------------------------|
| 1 | Cash in Hand | 568949 | 890640 |
| 2 | Balances with Scheduled Bank in Current A/c | 3091337420 | 2833299647 |
| 3 | Balances with Scheduled Bank in Fixed Deposits | 1065088835 | 1832859923 |
| 4 | Cash In Transit | 14634875 | 35121577 |
| TOTAL | | 4171630079 | 4702171787 |

Schedule - 11 LOANS AND ADVANCES

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|---|--|---------------------------------|---------------------------------|
| 1 | Advances for O & M Supplier / Works | 296729684 | 262491591 |
| | Less:-Bad Debts | 0 | 1116780 |
| 2 | Advances for Fuel Supplies | 665986431 | 261374811 |
| 3 | Loans & Advances to Staff | 2428185 | 1821888002 |
| 4 | Advance Income Tax / FBT/ Deduction at Source | 10828397 | 22133760 |
| 5 | Income accrued on Fixed Deposits | 90035056 | 10871173 |
| 6 | Recoverables for Rental & Misc. Income | 54165547 | 47434202 |
| 7 | Amount recoverable from Employees & Ex Employees | 1965775 | 48007783 |
| 8 | Fuel Related Receivables and claims | | 7578022 |
| a | Grade Difference of Coal | 123844040 | 932096578 |
| b | Railway Claims for Coal | 3349892576 | 1898972789 |
| c | Claims for Oil Cost of missing tankers | 0 | 8494842 |
| 9 | Other Claims and Receivables | 1739191099 | 1917727869 |
| 10 | Deposits | 110603491 | 267166743 |
| 11 | Advance to UCM Coal Company Ltd. | 2500000 | 93893490 |
| TOTAL | | 6448170281 | 7337640064 |
| Less - Provisions for Doubtful Loans & Advances | | 192370653 | 179221113 |
| TOTAL | | 6255799628 | 7158418951 |

(Rakesh Kumar)
General Manager(Accounts)

(H.K. Agrawal)
Company Secretary

(A.K. Agrawal)
Chief General Manager

(S.K. Agrawal)
Director(Finance)

(Dheeraj Sahu)
Managing Director



**Schedule - 12 CURRENT LIABILITIES & PROVISIONS**

| Sl. No. | Description | AS AT 31.3.2011 Amount (₹) | AS AT 31.3.2010 Amount (₹) |
|--------------|---|---------------------------------|---------------------------------|
| 1 | Liability to Railways for Coal Receipt | 3126427346 | 1614764999 |
| 2 | Other Fuel related Liability | 166857132 | 36792401 |
| 3 | Liability to Fuel Related Costs | 21492926 | 1261375478 |
| 4 | Unpaid Coal Bills | 1965893354 | 737921706 |
| 5 | Liability for Capital Suppliers / Works | 3983768626 | 7285562977 |
| 6 | Liabilities for O & M Supplies/Works/Contracts | 3849303221 | 3931887199 |
| 7 | Staff related Liabilities and Provisions | 4624665591 | 4926442675 |
| 8 | Deposits & Retention from Suppliers & Contractors | 3243315537 | 2371888282 |
| 9 | Other Deposits Payable | 9085990 | 32364093 |
| 10 | Electricity Duty & Other Levies payable to Government | 1871745 | 674303 |
| 11 | Liability for Expenses | 2223244233 | 2524952901 |
| 12 | Accrued amounts relating to borrowings but not due | 4678701047 | 4132188021 |
| 13 | Liability for Minimum Alternate Tax | 369755566 | 43536381 |
| 14 | Other Liabilities and Provisions | 195186326 | 272690878 |
| 15 | Liability towards GPF & CPF Trust | 240633840 | 270817512 |
| 16 | Security Deposits from Consumers | 889080 | 806894 |
| 17 | Inter Unit Balances | 191612779 | -139658241 |
| TOTAL | | 28892704339 | 29305008459 |

Schedule - 13 REVENUE SUBSIDIES & GRANTS

| Sl. No. | Description | Current Year Amount (₹) | Previous year Amount (₹) |
|---------------------------------|-----------------------|------------------------------|-------------------------------|
| Grants from State Govt.: | | | |
| 1 | For School & Colleges | 6018518 | 5328646 |
| TOTAL | | 6018518 | 5328646 |

Schedule - 14 OTHER INCOME

| Sl. No. | Description | Current Year Amount (₹) | Previous year Amount (₹) |
|--------------|---------------------------------------|------------------------------|-------------------------------|
| 1 | Interest on Staff Loans & Advances | 3158 | 15054 |
| 2 | Interest from Bank on Fixed Deposits | 63926700 | 88469730 |
| 3 | Income from Sale of Scrap | 105205076 | 78515348 |
| 4 | Profit on sale of Assets | 268991479 | 0 |
| 5 | Income from Other Sources | 41599624 | 24162307 |
| 6 | Income from Staff Welfare Activities | 3265978 | 2676337 |
| 7 | Miscellaneous Receipt | 113250157 | 40704294 |
| 8 | Income from U.I. Charges | 71772297 | 150737262 |
| 9 | Excess found on Physical Verification | 1138189 | 3686970 |
| TOTAL | | 669152658 | 388967302 |


(Rakesh Kumar)
General Manager(Accounts)


(H.K. Agrawal)
Company Secretary


(A.K. Agrawal)
Chief General Manager


(S.K. Agrawal)
Director(Finance)




(Dheeraj Sahu)
Managing Director



Schedule - 15 EXPENSES RELATING TO GENERATION OF POWER

| Sl. No. | Description | Current Year Amount (₹) | Previous year Amount (₹) |
|---------|---|---------------------------|----------------------------|
| 1 | Fuel Consumption | | |
| I | Coal | 29863511482 | 32203529412 |
| II | Oil | 2555102814 | 2273140695 |
| 2 | Other Fuel Related Costs | 299124229 | 34476670107 |
| 3 | Operating Expenses | | |
| I | Cost of Water | 75175212 | 83233323 |
| II | Chemicals for Water Treatment Plant | 66999081 | 70576303 |
| 4 | Lubricants and Consumable Stores | 218753692 | 153809626 |
| 5 | Station Supplies | 93165944 | 185609003 |
| 6 | Pollution Charges | 605796285 | 62946529 |
| | TOTAL | 33777628739 | 612920589 |
| | Less - Cost of Generation During Trial Period | 2635485 | 0 |
| | TOTAL | 33774993254 | 35692415084 |

Schedule - 16 REPAIRS AND MAINTENANCE

| Sl. No. | Description | Current Year Amount (₹) | Previous year Amount (₹) |
|---------|--|---------------------------|----------------------------|
| 1 | Repairs and Maintenance to Plant & Machinery | 3522737528 | 2512377051 |
| 2 | Buildings | 125585227 | 108619077 |
| 3 | Civil Works | 144900993 | 116742191 |
| 4 | Lines Cables Net Works etc. | 5818510 | 6782889 |
| 5 | Vehicles | 2283322 | 409159 |
| 6 | Furniture & Fixture | 193694 | 199653 |
| 7 | Office Equipment | 548424 | 1035399 |
| 8 | Shortage on Physical Verfication of Stock | 58219 | 0 |
| 9 | Expenses on account of Exchange Rate Variation | 3196158 | -40090942 |
| | TOTAL | 3805322075 | 2706074277 |


(Rakesh Kumar)
General Manager(Accounts)


(H.K. Agrawal)
Company Secretary


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Chief General Manager


(S.K. Agrawal)
Director(Finance)


(Dheeraj Sahu)
Managing Director





Schedule - 17 EMPLOYEE COSTS

| Sl. No. | Description | | Current Year Amount (₹) | Previous year Amount (₹) |
|---------|---|------------|---------------------------|----------------------------|
| 1 | Salaries | 2368879828 | | 2310328924 |
| 2 | Directors Remuneration | 1640474 | | 1944346 |
| 3 | Overtime | 47854302 | | 79415959 |
| 4 | Dearness Allowance | 1021338786 | | 645088799 |
| 5 | Other Allowance | 179010646 | | 194796332 |
| 6 | Bonus/ Ex-gratia | 25142387 | 3643866423 | 27205915 |
| | | | | 3258780275 |
| 7 | Medical Expenses Re-imbursment | 61949229 | | 66582780 |
| 8 | Leave Travel Assistance | 1160271 | | 457375 |
| 9 | Interim Relief | 8175 | | 101086 |
| 10 | Earned Leave Encashment | 486541366 | | 356047298 |
| 11 | Payment Under Workmen Compensation Act | 409710 | 550068751 | 1700 |
| 12 | Staff Welfare Expenses | | 46189433 | 423190239 |
| 13 | Terminal Benefits | | 656384903 | 57139129 |
| | | | | 558576759 |
| | TOTAL | | 4896509510 | 4297686402 |
| | LESS - Employee Cost Capitalised | | 130463130 | 111192823 |
| | TOTAL | | 4766046380 | 4186493579 |

Schedule - 18 ADMINISTRATION AND GENERAL EXPENSES

| Sl. No. | Description | | Current Year Amount (₹) | Previous year Amount (₹) |
|---------|--|----------|---------------------------|----------------------------|
| 1 | Rent, Rate and Taxes | | 8728614 | 16650330 |
| 2 | Insurance | | 8970781 | 8681897 |
| 3 | Telephone, Postage, Telegram & Telex Charges | | 17870144 | 18337958 |
| 4 | Legal Charges | | 5498665 | 8256464 |
| 5 | Audit Fee | | 1701005 | 1193684 |
| 6 | Consultancy Charges/Professional Charges | | 44931400 | 11057989 |
| 7 | Honouraria | | 80175 | 267550 |
| 8 | Coveyanace and Travelling | | 23167412 | 23899394 |
| 9 | Fees and Subscription | | 2971289 | 14032782 |
| 10 | Books and Periodicals | | 73352 | 80714 |
| 11 | Printing and Stationery | | 8454009 | 8388840 |
| 12 | Advertisement Expenses | | 19592375 | 23506243 |
| 13 | Electricity Charges | | 12833684 | 10565335 |
| 14 | Water Charges | | 3302008 | 2211244 |
| 15 | Entertainment | | 1520336 | 1588032 |
| 16 | C.I.S.F. Payment | | 727009728 | 594872265 |
| 17 | Trade tax Penalty | 85500000 | | |
| | Less - Grant from State Govt. for payment of Trade Tax Penalty | 85500000 | 0 | 0 |
| 18 | Loss by Fire | | 0 | 715 |
| 19 | Miscellaneous Expenses | | 19209745 | 20467503 |
| | TOTAL | | 905914722 | 762058939 |
| | LESS - Administrative and General Expenses Capitalised | | 11467462 | 7304384 |
| | TOTAL | | 894447260 | 754754555 |


(Rakesh Kumar)
General Manager(Accounts)


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Company Secretary


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(Dhéeraj Sahu)
Managing Director

**Schedule - 19 DEPRECIATION AND OTHER COST RELATING TO FIXED ASSETS**

| Sl. No. | Description | Current Year Amount(Rs.) | Previous year Amount(Rs.) |
|--------------|--------------------------------|--------------------------|---------------------------|
| 1 | Depreciation of Fixed Assets | 1663788938 | 3946501626 |
| 2 | Less: Depreciation Capitalised | 494213 | 234795 |
| TOTAL | | 1663294725 | 3946267031 |

Schedule - 20 INTEREST AND FINANCIAL CHARGES

| Sl. No. | Description | Current Year Amount (₹) | Previous year Amount (₹) |
|--------------|---|---------------------------|----------------------------|
| 1 | Interest on State Government Loan | 489822466 | 453235883 |
| 2 | Interest on Bonds | 69643058 | 128880002 |
| 3 | Interest on REC Loan | 956539104 | 173499757 |
| | less: Intt on REC Capitalised | 956539104 | 0 |
| 4 | Interest on PFC Loan | 5585129046 | 4558630380 |
| | less: Intt on PFC Loan Capitalised | 3933308962 | 2848511370 |
| 5 | Interest on Borrowings for Working Capital | 522501591 | 659405808 |
| 6 | Interest on HUDCO Loan | 6443699 | 8591789 |
| | less: Intt on HUDCO Loan Capitalised | 6443699 | 0 |
| 7 | Guarantee Charges | 11693525 | 0 |
| | Less: Guarantee Charges Capitalised | 7332525 | 0 |
| 8 | Other Bank Charges/Processing Fees/Upfront Charges etc. | 7406839 | 22542077 |
| | Less: Bank Charges Capitalised | 889713 | 12003 |
| TOTAL | | 2844665323 | 2988769277 |


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(Dheeraj Sahu)
Managing Director

**Schedule - 21 BAD DEBTS & PROVISIONS FOR BAD & DOUBTFUL DEBTS**

| Sl. No. | Description | Current Year Amount (₹) | | Previous year Amount (₹) |
|---|--|---------------------------|-----------------|----------------------------|
| Bad Debts | | | | |
| | Bad Debts (Capital Advance) | 0 | | 6484744 |
| | Bad Debts(O&M) | 0 | 0 | 1116780 |
| Provision for Bad and Doubtful Advance on :- | | | | |
| 1 | Sundry Debtors | | 1747163 | 5142101 |
| 2 | Advance to Suppliers/Contractors (Capital) | | 1293847 | -563912 |
| 3 | Loans & Advances | | | |
| i | Advance for O&M Suppliers/Works | -2037533 | | 6052281 |
| ii | Loans & Advances to Staff | 8041 | | 52108 |
| iii | Recoverable for Rental & Misc. Income | 282599 | | 2425062 |
| iv | Amount Recoverable from Employees & Ex Employees | -5441 | | -36906 |
| v | Grade difference of Coal | 1333844 | | 4858358 |
| vi | Railway Claim for Coal | 36906219 | | 130163668 |
| vii | Other Claims & Recievables | -193523 | 36294206 | 1697911 |
| | TOTAL | | 39335216 | 157392195 |

Schedule - 22 INCOME TAX AND FRINGE BENEFIT TAX

| Sl. No. | Description | Current Year Amount (₹) | | Previous year Amount (₹) |
|---------|--------------------------------|---------------------------|------------------|----------------------------|
| 1 | Provision for Income Tax (MAT) | | 369755566 | 43536381 |
| | TOTAL | | 369755566 | 43536381 |

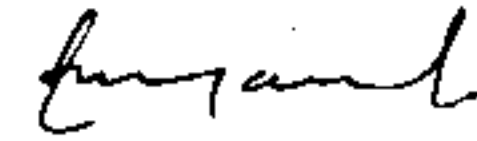
Schedule - 23 PRIOR PERIOD CREDITS / CHARGES

| Sl. No. | Description | Current Year Amount (₹) | | Previous year Amount (₹) |
|---------|---|---------------------------|--------------------|----------------------------|
| 1 | Prior Period Income - | | | |
| i | Interest on FDR | 46620279 | | 0 |
| ii | Statutory Charges Bill/AGI/Fuel Cost Adjustment | 783835398 | | 0 |
| iii | Income Tax Refund | 3714551 | | 0 |
| iv | Oher Income | -2506760 | 831663468 | -382507 |
| 2 | Prior Period Expenses | | | |
| i | Fuel Expenses Related to Previous Year | 75064290 | | 245301862 |
| ii | Operating Expenses of Previous Year | 95295776 | | 67245161 |
| iii | Provision for FBT/Income Tax Previous year | 1300799 | | 0 |
| iv | Employee Cost | -529271098 | | -64136437 |
| iv | Depreciation Related to Prior Period | -20493114 | | -23119298 |
| v | Interest and Other Financial Charges | 0 | | 47513036 |
| vi | Administrative Expenses | 0 | | 12844338 |
| vii | Other Charges relating to Previous Year | 214333 | | 0 |
| | | | -377889014 | 285648662 |
| | Net Prior Periods Credits (-)/Debits(+) | | -1209552482 | 286031169 |


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Managing Director



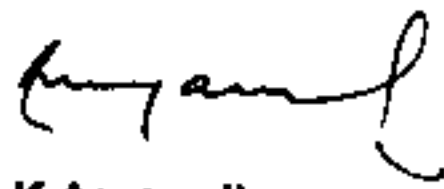
Schedule - 24 CONTINGENT LIABILITIES

| Sl. No. | Description | Current Year Amount (₹ In Crore) | Previous year Amount (₹ In Crore) |
|--------------|--|-----------------------------------|------------------------------------|
| 1 | Estimated amount of Contracts remaining to be executed on Capital Account and not provided for . | 2808.54 | 4037.40 |
| 2 | Interest on delayed payments to Coal Companies by erstwhile U.P.State Electricity Board under arbitration. | 322.95 | 322.95 |
| 3 | Other arbitration cases of suppliers/contractors/ railway freight related to erstwhile UPSEB period | 2.90 | 2.58 |
| 4 | Sales Tax/Income Tax/other legal matters under dispute | 40.59 | 34.55 |
| 5 | Other pending Court cases | 20.78 | 17.06 |
| 6 | Other liabilities- Custom Duty | 48.78 | 48.78 |
| 7 | Disputed amount of Water Cess. | 386.31 | 343.30 |
| 8 | Disputed amount of Techno Prom Export Russia. (5x50MW Obra) under arbitration | 259.28 | 232.16 |
| 9 | Bank Guarantee given to Pollution Control Board | 0.15 | 0.15 |
| 10 | Bank Guarantee given to Provident Fund Commissioner | 0.00 | 1.42 |
| 11 | Bank Guarantee given to Coal Companies | 26.36 | 0.00 |
| 12 | Letter of Credit | 31.00 | 29.00 |
| TOTAL | | 3947.64 | 5069.35 |


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Director(Finance)




(Dheeraj Sahu)
Managing Director

U.P. RAJYA VIDYUT UTPADAN NIGAM LTD
SHAKTI BHAWAN EXTENSION, 14-ASHOK MARG,
LUCKNOW.

Schedule-25

SIGNIFICANT ACCOUNTING POLICIES 2010-11

1- BASIC ACCOUNTING POLICY:

- 1-1 The Corporation is governed by the Electricity Act, 2003 read with Section 69 of the Electricity (Supply) Act, 1948 and the provisions of the said Act have prevailed wherever the same are inconsistent with provisions of the Companies Act, 1956.
- 1-2 The accounts of the Company are prepared under the historical cost convention in accordance with Generally Accepted Accounting Principles (GAPP) and in compliance with the Accounting Standards referred to in Section 211(3C) of the Companies Act, 1956 and other relevant provision of the said Act.
- 1-3 All income and expenditure items having a material bearing on the financial statement are recognized on accrual basis unless stated otherwise.

2- FIXED ASSETS

- 2-1 Fixed Assets transferred by State Government under Transfer Scheme, 2000 are appearing at values as stated therein. Fixed assets are shown at historical cost.
- 2-2 Fixed Assets created by the company are shown at cost including related expenditure capitalized less depreciation thereof.
- 2-3 Cost incurred in creation of an asset till the date of commissioning is capitalized. In the case of commissioned assets where final settlement of bills with the contractors is yet to be effected; capitalization is done on provisional basis subject to necessary adjustment in the year of final settlement.
- 2-4 Pending receipt of the Completion Reports in respect of capital works, the works completed have been transferred to Fixed Assets on the basis of works completed up to the end of year.

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- 2-5 Administrative and General Overhead Expenses which are directly attributable to the construction of a project, acquisition of fixed assets under Renovation, Modernisation and Refurbishment works are capitalized.
- 2-6 The expenditure on generation during trial period i.e. 'Infirm Power' and revenue thereagainst are capitalized.
- 2-7 Value of construction stores is charged to Capital Work-in-Progress as and when the material is issued. The material at the year end lying at site is treated as part of the 'Capital Work-in-Progress' but material lying in stores is grouped under the head 'Store and Spares'.

3- DEPRECIATION:

- 3-1 Depreciation is charged on 'Straight Line Method' at the rates specified in Schedule XIV of the Companies Act, 1956.
- 3-2 The Fixed Assets are depreciated upto 95% of the original cost.
- 3-3 Depreciation on additions to/deductions from fixed assets during the year is charged on pro-rata basis from/up to the month, the asset is available.

4- INVESTMENTS:

Investments are stated at cost.

5- INVENTORIES, STORES AND SPARES:

- 5-1 Inventories of fuel stock, stores and spares, construction material and other stock other than scrap are generally valued at cost plus incidental expenses (on weighted average basis) or net realisable value which ever is lower.
- 5-2 Value of scrap including steel scrap is accounted for in accounts as and when sold.
- 5-3 Any shortage/ excess of material found during the physical verification at the year end are first shown as "Material short / excess pending investigation" till the finalization of investigation and thereafter any excess, if established is shown under the head of Income. Similarly shortages after investigation are either recovered from staff concerned or charged to Profit and Loss Account, as the case may be.
- 5-4 Shortage / Loss due to theft or any other reason are first debited to the head "Misc. Advance to Staff" and are shown as Current Assets till the finalization of enquiry/settlement of the case.

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6- FOREIGN CURRENCY TRANSACTION:

Foreign Currency transactions are accounted at the exchange rates prevailing on the date of transaction. Gains and Losses, if any, as at the year-end in respect of monetary assets and liabilities are recognized in the Profit and Loss Account.

7- EMPLOYEES RETIREMENT BENEFITS:

7-1 Liability of Pension & Gratuity in respect of employees has been determined on the basis of actuarial valuation and has been accounted for on accrual basis.

7-2 Liabilities for Earned Leave is accounted for on accrual basis.

8- GRANTS-IN-AID:

8-1 Grants-in-Aid received from the State Government towards capital expenditure are treated initially as Capital Reserve and subsequently adjusted as income in the same proportion as the depreciation written off on the assets acquired out of the grant.

8-2 Revenue Grant-in-Aid received from State Government for very specific Expenditure is shown by way of deduction from the such specified expenditure. Other Grants in Aid received from State Government are shown as income separately.

9- REVENUE RECOGNITION :

Revenue from Sale of verified Electricity Units by Uttar Pradesh Power Corporation Ltd. has been accounted for on the rate allowed in Tariff ordered by Uttar Pradesh Electricity Regulatory Commission (UPERC).

10- GENERATION:

10-1 Own consumption of power on account of Office Premises, Club, Inspection Houses, Street light in Colonies owned by Nigam are treated as own consumption and is reduced from Generation. Assessment of own power consumption at Sub-Station Office is done on the basis of connected load/ hour of supply.

10-2 Officers and staff residing at colonies are being charged at fixed rate.

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11- BORROWING COST:

Borrowing Cost on loan for Capital Works / Refurbishment, Renovation and Modernization Works are capitalized during the construction period of fixed assets.

12-PROVISIONS, CONTINGENT LIABILITIES AND ASSETS :

Provisions are recognized in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered probable.

Contingent liabilities are shown by way of notes to the accounts in respect of obligations where, based on the evidence available their existence at the Balance Sheet date is considered not probable.

Contingent assets are not-recognised in the accounts.

13-MISCELLANEOUS :

- 13-1 The revenue or expenses resulting from any transaction relating to prior periods are segregated as "Prior Period Income or Expense."
- 13-2 Staff related petty expenses claims pertaining to the prior period are accounted for on cash basis.
- 13-3 Expenses on 'Training and Recruitment', 'Research and Development' are charged to revenue.
- 13-4 Claims for price variation/exchange rate variation in case of contracts are accounted for on acceptance.
- 13-5 The Sale of Electricity does not include Electricity duty payable to State Govt. as the same is not income of Corporation.
- 13-6 Accountal of insurance claims is done on Cash Basis due to significant uncertainty in determination of amount.


(Rakesh Kumar)
General Manager (Accounts)


(H K Agrawal)
Company Secretary


(A K Agrawal)
Chief General Manager(F&A)


(S K Agrawal)
Director(Finance)




(Dheeraj Sahu)
Managing Director

U.P. RAJYA VIDYUT UTPADAN NIGAM LTD

Notes on Accounts 2010-11

Schedule-26

1. The value of Assets and Liabilities transferred on trifurcation of erstwhile U.P. State Electricity Board (UPSEB) and finally vested by U.P. Govt. to UPRVUNL on 14-01-2000 are based on transfer price as received in Transfer Scheme vide Notification No.348/P-1/2001-24 dated 25.01.2001 after incorporating therein transaction from 15.01.2000 to 31.03.2000, and 2000-01 to 2010-11.
2. (i) The Individual Balance details of Assets and Liabilities transferred under Transfer Scheme, 2000 vide above Notification No. 348 dated 25.01.2001 were not provided by Reform Implementation Consultant M/s. Price Waterhouse Coopers.
(ii) The reconciliation of differences between the balances of Assets and Liabilities transferred under Transfer Scheme, 2000 vide Notification dated 25.01.2001 and those appearing in the units accounts at that time are in progress. However the opening balances under all the heads except the heads "Advances for Fuel Suppliers, Inter Unit Accounts, Fuel related liabilities and Liability for Capital Suppliers/Works/Services(AG-42.4)" have been reconciled and the difference between the reconciled balances and balances received under Transfer Scheme have been booked to Restructuring Account. Further, the balances under above heads are under reconciliation and effect thereof will be provided for after reconciliation.
3. Nigam had inadvertently allotted equity shares of ₹ 783.55 crore to Govt. of Uttar Pradesh after approval in 145th Board of Directors Meeting dated 30.03.2011 as against actual share application money of ₹ 775.00 crore. But in this Annual Account the effect has been given correctly and the same does not have any effect on the financial statements as on the Balance Sheet date. The legal formalities with ROC for cancellation of excess share is pending to be complied with.
4. Public Bonds and Loan from PFC, REC and HUDCO shown under 'Unsecured Loan' are guaranteed by U.P. Govt.
5. Borrowing cost amounting to ₹ 489.63 Crore (Previous year ₹ 302.60 Crore) has been capitalized during the year.
6. a) Govt. of U.P. Vide G.O. No. 1206/P-1/99/24-190P/91 dated 16.10.1999 sanctioned a loan of ₹12.56 crore for liquidating the undisputed liability of Feroz Gandhi Unchahar Thermal Power Project. Outstanding amount of Loan lying in PLA account (maintained by U.P. Jal Vidyut Nigam Ltd. as per the directions issued by Govt. of U.P.) as on 31.3.2011 of ₹ 6.51 crore is grouped under Loan & Advances under Schedule '11'.
b) Honourable Civil Judge(Senior Division), Lucknow has passed order on dated 09.04.2007 declaring Arbitration Award dated 02.11.1996 issued in favour of Gammon India Ltd., Mumbai, as "Rule of Court." This award is related to Feroz Gandhi Unchahar Thermal Power Project now transferred to NTPC. The total liability as per Order of Court comes to

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(Audit) Notes & Accounts 10-11



₹ 4,33,29,973.00 which has been duly provided in the Accounts. UPRVUNL has filed an appeal in the Hon'ble High Court in July 2009 which is still pending. Since the matter is pending before the Hon'ble High Court, the interest for the year 2009-10 & 2010-11 has been considered as Contingent Liability.

7. a) During the year 2010-11 the verified energy 18912.683 MU (P.Y. 20158.050 MU) units amounting to ₹ 4731.75 crore (P.Y. ₹ 5060.88 crore) have been sold to U.P. Power Corporation Ltd.

b) UPERC has approved Multi Year Tariff for the years 2009-14 vide order No. UPERC/Secy./D(G)/2011-1545 dated 20th January 2011 reviewed by order no. UPERC/Secy./D(G)/2011-930 dated 21st March 2012. The accounting of Revenue on account of Energy sold to UPPCL during the year 2010-11 has been made as per Tariff order dated 20th January 2011 and reviewed Tariff order dated 21st March 2012.

c) Power Purchase Agreement (PPAs) between U.P. Rajya Vidyut Utpadan Nigam Ltd. and M/s. U.P. Power Corporation Ltd. for various Thermal Power Stations for MYT period 2009-10 to 2013-14 have been entered into on 26.05.2011. Uttar Pradesh Electricity Regulatory Commission has approved these PPAs vide its Order dated 05.03.2012.

8. A sum of ₹ 24.59 crore received from State Govt. as Capital Grant upto 2001-02 was capitalized and amortization of Capital Grant equivalent to the amount of depreciation charged during year 2010-11 against the assets so created has been made during the year.

9. Land and Rights have been acquired pursuant to Transfer Scheme, 2000. These assets have been got changed in the name of UPRVUNL by the projects by mutation except part of Land at Harduaganj and Panki.

10. 5% provision for bad and doubtful recoveries has been made in respect of amount recoverable from Contractors/Suppliers, employees lying at unit level and on Consumer of Electricity (other than UPPCL). No provision for bad and doubtful debts has been made on advance given to suppliers and contractors of the new Projects/Schemes, as shown in the separate accounts maintained for construction of new Projects Parichha 2x250 MW Extension-II, Harduaganj 2x250 MW Extension, Obra 'C' TPS 2x660 M.W., Anpara 'D' TPS 2x500 Extension and Refurbishment, Renovation & Modernization Scheme & on balances at Head Quarter as their balances are latest and recoverable.

11. The balances in accounts of parties, contractors, Govt. Departments etc. under the heads Current Assets, Loans and Advances and Current Liabilities are subject to confirmation/reconciliation.

12. a) Loan from PFC shown under 'Secured Loan' are secured against all Assets of Parichha Extn. 2X250 MW.

b) A sum of ₹ 544.90 crore (previous year ₹ 788.17 crore) is outstanding at the end of the year in the Cash Credit Account with Indian Overseas Bank, Hazratganj, Lucknow, and Allahabad Bank, Main Branch, Lucknow. These credit facilities are secured against hypothecation of stores like Coal Consumable store and spares lying at various plants (except Anpara TPS, Anpara-Sonbhadra) and Book Debts respectively.

Pr. Gupta *La* *g* *R*

(Audit) Notes & Accounts 10-11



13. **Classification of loans and advances** into unsecured considered good, considered doubtful could not be done for want of adequate details. The same is under process.
14. **List of Small Scale Industrial Undertaking** under the Micro, Small and Medium Enterprises Development Act, 2006 to whom payment is outstanding for more than 30 days as on 31.03.2011, to the extent available to the company is as under:-
 (1) M/s Anupam Engg. Works (2) M/s Coal Valves Corporation, Hawrah (3) M/s Kumaon Moulders & Engg. Works (4) M/s Dosar Ceramics, Noida (5) M/s Modi Gas Products Ghaziabad (6) M/s Melcon Engineers, Ghaziabad (7) M/s Industrial Antifriction Wearing Pvt. Ltd., Kanpur (8) M/s Padam Industries, Allahabad (9) M/s Press Tool Industries (10) M/s National Trading Corporation (11) M/s Nurker & Company, Hawrah (12) M/s I.G.P. Engg. Chennai (13) M/s Rathi Stationery Aligarh (14) M/s Rail Udyog, Hawrah (15) M/s S.K. Industries (16) M/s Steelace Industries. (17) M/s Temcon Instrments Pvt. Ltd. Kolkata.
15. The Actuarial Valuation Report dated 09.11.2000 submitted by M/s Price Waterhouse Coopers was effective from 15.01.2000. Based on the formula suggested in the said report, provision for accrued liability on account of Pension and Gratuity for the period from 01.04.2010 to 31.03.2011 has been made @ 16.70% and 2.38% respectively on the amount of Basic Pay and Grade Pay & Dearness Allowance paid to employees. U.P. Power Sector Employees Trust has now entrusted the work of Actuarial Valuation to M/S LIC of India, for U.P. State Power Sector Companies including UPRVUNL. On submission of Actuarial Valuation Report by LIC of India and decision thereon by U.P. Power Sector Employees Trust, if any additional demand/liability arises from the Trust, the same shall be accounted for in the Books of Accounts whenever such decision is made.
- Moreover, if U.P. Power Sector Employees Trust incurs any loss, it shall be shared by UPPCL, UPRVUNL and UPJVNL in the ratio 80:16:4 respectively.
16. In the opinion of the Board of Directors, the Current Assets and Loans and Advances are of the value as stated in the accounts, if realized in ordinary course of business.
17. Segment reporting is not applicable to UPRVUNL, as the Nigam's business is only Generation and Sale of Power and the Company has power stations located within State of U.P. therefore geographical area is not applicable and performance of each power house shall be discussed in the Directors' Report.
18. a) 2x660 MW Coal based Thermal Power Project is being constructed in Meja, Distt. Allahabad in joint venture with NTPC. A joint venture company in the name Meja Urja Nigam Pvt. Ltd. with 50:50 ratio has been formed.
- b) Chandipara Coal block has been allocated to Uttar Pradesh Rajya Vidyut Utapadan Nigam Ltd. jointly with Chhatisgarh Mineral Development Corporation and Maharashtra Generation Corporation by Govt. of India in the ratio of 50: 31.47: 18.53. A joint venture company in the name 'UCM Coal Company Ltd. has been incorporated for the purpose.

Sanjay Kumar



c) The above joint venture entities are incorporated in India. The Company's share of the assets, liabilities and capital commitment as at 31st March 2011 and income and expenses for the year in respect of joint venture entities based on audited accounts are given below:

| | | (₹ in lacs) | |
|----|-----------------------------------|---------------------|----------------------|
| | | 31.03.2011 | 31.03.2010 |
| A. | Assets | | |
| | Long Term Assets | 10352.43 | 5221.78 |
| | Current Assets | 780.39 | 262.64 |
| | Total | 11132.82 | 5484.42 |
| B. | Liabilities | | |
| | Long Term Liabilities | NIL | NIL |
| | Current Liabilities and Provision | 2757.81 | 646.56 |
| | Total | 2757.81 | 646.56 |
| C. | Contingent Liabilities | 122.74 | NIL |
| D. | Capital Commitments | 10357.00 | 4664.50 |
| | | Current year | Previous Year |
| E. | Income | NIL | 17.24 |
| F. | Expenses | 71.72 | 947.22 |

19. a) Employees cost includes remuneration of the Chairman and Managing Director and Directors as follows:-

| | Current Year | Previous Year |
|--|--------------|---------------|
| Salary and allowances including contribution to Provident Fund and Pension/Gratuity, other Benefits. | ₹ 1640474.00 | ₹ 1944346.00 |

In addition to the above remuneration, Chairman, Managing Director and the whole time Directors have been allowed the use of Staff Car including private journeys on payment of ₹ 500 per month.

b) Advance due from Directors of UPRVUNL as at the end of the year was NIL (previous year-NIL).

(Signature)



20. **Related Party Disclosures:**

a) **Related Parties:**

i) **Joint Ventures:**

Meja Urja Nigam Pvt. Ltd., UCM Coal Company Ltd.

ii) **Key Management Personnel:**

Shri Alok Tandon Chairman & Managing Director

Shri Navneet Sehgal Director

Shri Dheeraj Sahu Director

Shri S.K. Agrawal Director

b) **Transaction with the related parties at a (i) above:**

There is no transaction towards Contracts for Works/Service for service received by the Company, Amount recoverable for contracts for Works/Service received, Amount payable for contracts for Works/Service received, Divident received, Deputation of Employees and Amount recoverable on account of deputation of employees has been made during the year.

21. Since the Company has huge accumulated losses, as a measure of prudence net deferred tax assets relating to the period has not been recognized in the accounts.

22. AS-28 requires estimation and provision for impairment loss represented by the amount by which the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is higher of the assets net selling price and its value in use based on the present value of estimated future cash flows expected from the use of assets and its disposal at the end of its useful life.

As per the report of Chartered Accountants in respect of Nigam's two largest Thermal Power Station viz Anpara Thermal Power Station and Obra Thermal Power Station, there is no impaired loss and value of assets appearing in the books of accounts are in accordance with the provisions of AS-28. It is also worth mentioning here that assets of the Corporation have been accounted for at their historical cost and most of the assets are very old. Thus the impairment of assets is unlikely for rest of all three Projects as the recoverable amount of the assets is higher than its present accounted value.

23. **Details of Remuneration for Statutory Audit:**

| | Current Year | Previous Year |
|------------------------|---------------------|----------------------|
| Fee | ₹ 6,50,770 | ₹ 5, 29,440 |
| Out of Pocket Expenses | ₹ 21,974 | ₹ 37,982 |

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24. Licensed and Installed Capacity:-

| | Current Year | Previous Year |
|-----------------------|----------------|----------------|
| a) Licensed capacity | Not Applicable | Not Applicable |
| b) Installed Capacity | 4115 MW | 4115 MW |
| c) Derated Capacity | 4082 MW | 4082 MW |

25. Quantitative information in respect of Generation and Sale of Electricity

| | Current Year | Previous Year |
|---------------------------------|--------------|---------------|
| Commercial Period | | |
| Generation | 21556.735 MU | 22912.371 MU |
| Sale | 18912.683 MU | 20158.050 MU |
| Pre-commissioning Period | | |
| Generation | NIL | NIL |
| Sale | NIL | NIL |

26. Details of raw material consumed is as follows:

| Item | Current Year | | Previous Year | |
|------|----------------|-----------------|----------------|-----------------|
| | Quantity | Value (₹./Lakh) | Quantity | Value (₹./Lakh) |
| Coal | 17393662.99 MT | 298635.11 | 18397399.03 MT | 322035.29 |
| Oil | 73616.71 KL | 25551.03 | 87020.410 KL | 22731.41 |

27. Foreign Exchange out go:

(a) Value of imports calculated on CIF value

| | Current Year | Previous Year |
|-----------------|---------------|----------------|
| Spare parts | ₹ 9.76 Lakh | ₹ 4793.71 Lakh |
| (b) Expenditure | | |
| Service | ₹ 790.24 Lakh | ₹ 1033.78 Lakh |
| Others | Nil | Nil |

28. Value of Components, Stores and Spare parts consumed (Rs. in Lakh)

| | Current Year | Percentage | Previous Year | Percentage |
|--------------------------------|--------------|------------|---------------|------------|
| Imported | ₹ 3778.06 | 1.07% | ₹ 20372.06 | 5.62% |
| Indigenous (including fuel) | ₹ 350086.30 | 98.93% | ₹ 342388.69 | 94.38% |

(Handwritten signatures and initials)



29. **Earning per Share:**

The elements considered for calculation of Earning Per Share(Basic and Diluted) are as under:

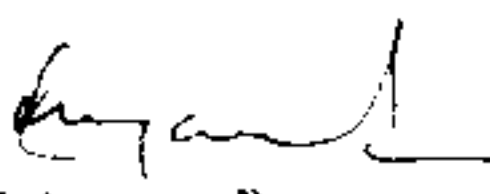
| | Current Year | | Previous Year | |
|--|--------------|----------|---------------|----------|
| | Basic | Diluted | Basic | Diluted |
| Net Profit before Net Prior period Credit as numerator (₹ in Crore) | 5.33 | 5.33 | 69.81 | 69.81 |
| Net Profit after Net Prior period Credit used numerator (₹ in Crore) | 126.28 | 126.28 | 41.21 | 41.21 |
| Weighted Average number of equity Shares used as denominator | 55312530 | 55312530 | 46885333 | 46885333 |
| Earning per share before Net prior period Credit | 0.96 | 0.96 | 14.89 | 14.89 |
| Earning per share after Net prior period Credits | 22.83 | 22.83 | 8.79 | 8.79 |
| Face Value per Share (₹) | ₹ 1000 | ₹ 1000 | ₹ 1000 | ₹ 1000 |

30. The figures of previous year have been regrouped/rearranged wherever necessary.
31. Balance Sheet abstract and Company General Business Profile is enclosed (Annexure-I).
32. The figures as shown in the Balance sheet, Profit and Loss Account and Schedule have been rounded off to the nearest rupees.


(Rakesh Kumar)
General Manager (Accounts)


(H K Agrawal)
Company Secretary


(A K Agrawal)
Chief General Manager(F&A)


(S K Agrawal)
Director(Finance)


(Dheeraj Sahu)
Managing Director



U.P. RAJYA VIDYUT UTPADAN NIGAM LTD.
SHAKTI BHAWAN EXTENSION, 14-ASHOK MARG, LUCKNOW.

**BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS
 PROFILE FOR THE YEAR ENDED ON 31ST MARCH 2011**

1. Registration Details

| | | | |
|--------------------|-----------|------------|------|
| Registration No. | 5065 / 80 | State Code | 20 |
| Balance Sheet Date | 31 | 03 | 2011 |
| | Date | Month | Year |

2. Capital Raised during the year

(Amount in Rs. Thousands)

| | | | |
|--------------|-----|-------------------|---------|
| Public Issue | NIL | Right Issue | NIL |
| Bonus Issue | NIL | Private Placement | 7750000 |
| | | (Govt. Of U.P.) | |

3. Position of Mobilisation and Deployment of Fund (Amount in Rs. Thousands)

| | | | |
|-------------------|-----------|---------------|-----------|
| Total Liabilities | 184502396 | Total Assets: | 184502396 |
|-------------------|-----------|---------------|-----------|

Sources of Funds

| | | | |
|-----------------|----------|-------------------|----------|
| Paid-up Capital | 63020064 | Reserve & Surplus | 9555693 |
| Secured Loans | 8870687 | Unsecured Loans | 72169699 |

Application of Funds

| | | | |
|--------------------|----------|-------------------|--------|
| Net Fixed Assets | 24854045 | Investments | 845102 |
| Net Current Assets | 51445559 | Misc. Expenditure | NIL |
| Accumulated Losses | 4519464 | | |

4. Performance of Company (Amount in Rs. Thousands)

| | | | |
|----------------------------|----------|-----------------------|----------|
| Earning per Share (in Rs.) | 22.83 | Dividend | NIL |
| Turnover | 47522981 | Total Expenditure | 47788104 |
| Profit/Loss Before Tax | 423048 | Profit/Loss After Tax | 53292 |

5. Generic Names of Three Principal Products/Services of the Company(As per monetary Terms)

Item Code No. NA

| Product/Service Description | Code No. |
|--------------------------------------|----------|
| i. Thermal Generation of Electricity | NA |
| ii. Sale of Electricity to UPPCL | NA |
| iii. | NIL |


 (Rakesh Kumar)
 General Manager (Accounts)


 (H K Agrawal)
 Company Secretary


 (A K Agrawal)
 Chief General Manager(F&A)


 (S K Agrawal)
 Director(Finance)




 (Diceraj Sahu)
 Managing Director



**CASH FLOW STATEMENT OF UTTAR PRADESH RAJYA VIDYUT UTPADAN NIGAM LIMITED
FOR THE YEAR ENDED 31ST MARCH 2011
AS PER AS-3 (USING INDIRECT METHOD)
SCHEDULE - 27**

| | 2010-11 | 2009-10 |
|---|-------------------------|-------------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Net Profit Before Taxation & Extraordinary items | 423,048,011 | 741,638,275 |
| Adjustment For: | | |
| Amortisation of Capital Grant | (13,000,000) | (13,000,000) |
| Depreciation | 1,663,294,725 | 3,946,267,031 |
| Interest & Financial Charges | 2,844,665,323 | 2,988,769,277 |
| Interest Incomes | (63,929,858) | (88,484,784) |
| Subsidy & Grants | (6,018,518) | (5,328,646) |
| Provision for Bad & Doubtful debts | 39,335,216 | 157,392,195 |
| Operating Profit Before Working Capital Change | 4,887,394,899 | 7,727,253,348 |
| Inventories | (1,402,801,472) | (1,639,064,365) |
| Sundry Debtors | (6,064,394,841) | (7,528,175,053) |
| Loans & Advances (Short Term) | (464,457,853) | (712,628,244) |
| Trade Payables & Other Liabilities | 2,196,152,683 | 3,697,961,790 |
| CASH GENERATED FROM OPERATIONS | (848,106,584) | 1,545,347,476 |
| CASH FLOW BEFORE EXTRAORDINARY ITEM | (848,106,584) | 1,545,347,476 |
| Prior Period Items (Net of Depreciation) | (1,189,059,368) | 309,150,467 |
| Income Tax Provision | 369,755,566 | 43,536,381 |
| NET CASH FROM OPERATING ACTIVITIES | (28,802,782) | 1,192,660,628 |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Sale/Dismantling of Fixed Assets | 112,520,313 | 669,872 |
| Increase in Fixed Assets | (308,161,289) | (1,974,715,883) |
| Increase in Investments | (350,000,000) | (301,598,000) |
| Interest Incomes | 63,929,858 | 88,484,764 |
| Capital work in Progress | (22,929,867,089) | (18,097,891,301) |
| NET CASH USED IN INVESTING ACTIVITIES | (23,411,578,206) | (20,285,050,528) |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Reserve and Surplus | 0 | 0 |
| Proceeds from Share Capital | 7,750,000,000 | 8,122,002,000 |
| Proceeds from Secured/Unsecured Loans | 22,629,677,399 | 14,707,894,922 |
| Repayment of Secured/Unsecured Loans | (2,345,844,868) | (2,601,449,422) |
| Interest & Financial Charges | (2,697,272,125) | (2,861,331,595) |
| Proceeds from Working Capital Loan | 102,572,408 | 3,382,186,932 |
| Repayment of Working Capital Loan | (2,535,312,052) | (133,208,964) |
| Grants & Subsidy | 6,018,518 | 5,328,646 |
| NET CASH USED IN FINANCING ACTIVITIES | 22,909,839,280 | 20,621,422,519 |
| NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C) | (530,541,708) | 1,529,032,619 |
| CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR | 4,702,171,787 | 3,173,139,168 |
| CASH & CASH EQUIVALENTS AT THE END OF THE YEAR | 4,171,630,079 | 4,702,171,787 |

As per our Separate Report of even date

For A. Sachdev & Co.
Chartered Accountants

(K.G. Bansal)
Partner



Place - Lucknow

Dated - 27/3/12

(Rakesh Kumar)

General Manager (Accounts)

(H.K. Agrawal)

Company Secretary

(A.K. Agrawal)

Chief General Manager (F&A)

(S.K. Agrawal)

Director (Finance)

(Dheeraj Sahu)

Managing Director