

## **RPG POWER TRADING COMPANY LIMITED**

### **DIRECTORS' REPORT**

The Directors present the Annual Report and audited Accounts of RPG Power Trading Company Limited for the year ended 31 March 2012.

### **FINANCIAL RESULTS**

	<b>2011-12 (Rs. Lakh)</b>	<b>2010-11 (Rs. Lakh)</b>
Revenue from Operations	13625.83	14151.35
Other Income	239.63	148.62
Total Income	13865.46	14299.97
Profit before taxation	345.82	248.24
Provision for taxation	79.12	51.46
Profit for the year transferred to surplus	266.70	196.78
Profit brought forward from previous year	353.27	156.49
Leaving a balance carried forward	619.97	353.27

The Directors do not recommend payment of any dividend on the Equity shares of the Company as it is considered prudent to conserve the resources for future investments to sustain the Company's growth and expansion.

### **OPERATIONS**

During the year under review the Company has shown an improved performance and traded 458.56 MU of power resulting an overall growth of 12.72%; however income from operations decreased from Rs.141.51 crs to Rs.136.25 crs. Profit after tax has increased from Rs. 197 lac to Rs. 267 lac.

### **SHARE CAPITAL**

During the year under review, there was no change in the share capital of the Company. The Company continued to remain a subsidiary of Integrated Coal Mining Limited.

### **PUBLIC DEPOSIT**

The Company did not accept any Public Deposit during the year.

### **DIRECTORS**

In terms of provisions of Section 256, read with Section 255 of the Companies Act, 1956 Mr. Ashok Goyal, retire by rotation at the forthcoming Annual General Meeting and, being eligible, offers himself for re-appointment.

### **RESPONSIBILITY STATEMENT**

In terms of the provisions of Section 217(2AA) of the Companies Act, 1956 ('the Act') it is confirmed:

- (i) that in preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any ;

- (ii) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31 March 2012 and of the profit of the Company from 1 April 2011 to 31 March 2012 ;
- (iii) that the Directors had taken proper and sufficient care for the 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 fraud and other irregularities ;
- (iv) that the Directors had prepared the annual accounts on a going concern basis.

#### **AUDITORS**

Messrs Price Waterhouse, Chartered Accountants, Auditors of the Company who hold office until the conclusion of the forthcoming Annual General Meeting have expressed their inability to continue as the Auditors of the Company. Messrs Lovelock & Lewes, Chartered Accountants, being eligible have expressed their willingness to act as Auditors of the Company, if appointed.

#### **ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS / OUTGO**

##### **Energy Conservation & Technology Absorption**

As your Company is engaged in the activity of trading of power and other related activities, the particulars relating to conservation of energy and technology absorption respectively are not applicable to it.

##### **Foreign exchange earnings & outgo etc.**

During the year under review there was no foreign exchange earning or outgo.

#### **PARTICULARS OF EMPLOYEES**

There was no employee during the year under review in respect of whom the information required to be furnished under Section 217(2A) of the Act are applicable.

#### **ACKNOWLEDGEMENTS**

Your Directors wish to place on record their appreciation for the valuable services rendered by the employees of the Company at all levels. The Directors would also like to express their appreciation to bankers, customers and shareholders for their continued support and cooperation.

On behalf of the Board of Directors

Sd/- K.A.Siddiqi

Sd/- P.Neogi

Kolkata, 3 September 2012  
Registered office: 6, Church Lane, 1<sup>st</sup> Floor  
Kolkata-700001

**Director**

**Director**

## **Auditors' Report to the Members of RPG Power Trading Company Limited**

1. We have audited the attached Balance Sheet of RPG Power Trading Company Limited (the "Company") as at 31 March 2012, and the related Statement of Profit and Loss and Cash Flow Statement for the year ended on that date annexed thereto, which we have signed under reference to this report. These financial statements are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004 (together the "Order"), issued by the Central Government of India in terms of sub-section (4A) of Section 227 of "The Companies Act, 1956" of India (the 'Act') and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
4. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:
  - (a) We have 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, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
  - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of Section 211 of the Act;
  - (e) On the basis of written representations received from the directors, as on 31 March 2012 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act;



(f) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the notes thereon and attached thereto give, in the prescribed manner, the information required by the Act, and give a true and fair view in conformity with the accounting principles generally accepted in India:

(i) in the case of the Balance Sheet, of the state of affairs of the company as at 31 March 2012;

(ii) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and

(iii) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

For Price Waterhouse  
Firm Registration Number: 007568S  
Chartered Accountants



Prabal Kr. Sarkar  
Partner  
Membership Number 52340

Kolkata  
3<sup>rd</sup> September 2012

### **Annexure to Auditors' Report**

Referred to in paragraph 3 of the Auditors' Report of even date to the members of RPG Power Trading Company Limited on the financial statements as of and for the year ended 31 March 2012

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.  
  
(b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.  
  
(c) In our opinion, and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed off by the Company during the year.
- ii. The Company does not have any inventory and accordingly the requirement of clause (ii)(a) to (ii)(c) of paragraph 4 of the Companies (Auditors' Report) (Amendment) Order, 2004 is not applicable.
- iii. The Company has not [granted/taken] any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of the Act. Therefore, the provisions of Clause 4(iii)[(b),(c) and (d) / (f) and (g)] of the said Order are not applicable to the Company.
- iv. In our opinion, and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of electricity. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across, nor have been informed of, any continuing failure to correct major weaknesses in the aforesaid internal control system.
- v. According to the information and explanations given to us, there have been no contracts or arrangements that need to be entered in the register maintained under Section 301 of the Act.
- vi. The Company has not accepted any deposits from the public within the meaning of Sections 58A and 58AA of the Act and the rules framed there under.
- vii. In our opinion, the Company has an internal audit system commensurate with its size and the nature of its business.
- viii. The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act for any of the products of the Company.
- ix. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, income tax, and other material statutory dues, as applicable, with the appropriate authorities.



## **Annexure to Auditors' Report**

Referred to in paragraph 3 of the Auditors' Report of even date to the members of RPG Power Trading Company Limited on the financial statements as of and for the year ended 31 March 2012

- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax which have not been deposited on account of any dispute.
- x. As the Company is registered for a period less than five years, the provisions of Clause 4(x) of the Order are not applicable to the Company.
- xi. As the Company does not have any borrowings (other than overdrafts) from any financial institution or bank nor has it issued any debentures as at the balance sheet date, the provisions of Clause 4(xi) of the Order are not applicable to the Company.
- xii. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Therefore, the provisions of Clause 4(xii) of the Order are not applicable to the Company.
- xiii. As the provisions of any special statute applicable to chit fund/ nidhi/ mutual benefit fund/ societies are not applicable to the Company, the provisions of Clause 4(xiii) of the Order are not applicable to the Company.
- xiv. In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of Clause 4(xiv) of the Order are not applicable to the Company.
- xv. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year. Accordingly, the provisions of Clause 4(xv) of the Order are not applicable to the Company.
- xvi. The Company has not raised any term loans. Accordingly, the provisions of Clause 4(xvi) of the Order are not applicable to the Company.
- xvii. On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis which have been used for long-term investment.
- xviii. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Act during the year. Accordingly, the provisions of Clause 4(xviii) of the Order are not applicable to the Company.
- xix. The Company has not issued any debentures during the year and does not have any debentures outstanding as at the beginning of the year and at the year end. Accordingly, the provisions of Clause 4(xix) of the Order are not applicable to the Company.

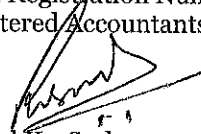


**Annexure to Auditors' Report**

Referred to in paragraph 3 of the Auditors' Report of even date to the members of RPG Power Trading Company Limited on the financial statements as of and for the year ended 31 March 2012

- xx. The Company has not raised any money by public issues during the year. Accordingly, the provisions of Clause 4(xx) of the Order are not applicable to the Company.
- xxi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

For Price Waterhouse  
Firm Registration Number: 007568S  
Chartered Accountants



Prabal Kr. Sarkar  
Partner  
Membership Number 52340

Kolkata  
3<sup>rd</sup> September 2012

**RPG POWER TRADING COMPANY LIMITED**

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.

**Balance Sheet as at 31st March, 2012**

Particulars	Note No.	31st March, 2012	31st March, 2011
		Rs.	Rs.
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	2	260,000,000	260,000,000
Reserves and Surplus	3	61,997,044	35,327,114
		<b>321,997,044</b>	<b>295,327,114</b>
<b>Non-current liabilities</b>			
Deferred Tax Liability (Net)	21	179,514	108,176
Long-term provisions	4	348,874	206,510
		<b>528,388</b>	<b>314,686</b>
<b>Current liabilities</b>			
Short-term borrowings	5	7,421,004	-
Trade Payables	6	48,454,556	63,640,494
Other current liabilities	7	4,310,327	979,934
		<b>60,185,887</b>	<b>64,620,428</b>
<b>TOTAL</b>		<b>382,711,319</b>	<b>360,262,228</b>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
Tangible assets	8	390,045	401,271
Intangible assets	9	2,000,000	2,250,000
		<b>2,390,045</b>	<b>2,651,271</b>
Long-term loans and advances	10	3,407,361	5,681,679
<b>Current assets</b>			
Trade receivables	11	48,691,934	60,373,287
Cash and bank balances	12	254,031,986	270,222,558
Short-term loans and advances	13	70,562,800	20,001,500
Other current assets	14	3,627,193	1,331,933
<b>TOTAL</b>		<b>382,711,319</b>	<b>360,262,228</b>

Notes forming part of Financial Statements

1 - 28

This is the Balance Sheet referred to in our Report of even date.

For Price Waterhouse

Firm Registration Number: 007568S

Chartered Accountants


Prabal Kr. Sarkar

Partner

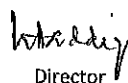
Membership No.: 52340

Kolkata

Date : 3rd September 2012

  
 Head-Power Trading  
& Manager

For and on behalf of the Board

  
 Director

  
 Director



**RPG POWER TRADING COMPANY LIMITED**

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.

**Statement of Profit and Loss for the year ended 31st March, 2012**

Particulars	Note No.	2011 - 12	2010 - 11
		Rs.	Rs.
Revenue from Operations	15	1,362,583,063	1,415,134,968
Other Income	16	23,963,315	14,862,476
<b>Total Revenue</b>		<b>1,386,546,378</b>	<b>1,429,997,444</b>
<b>Expenses</b>			
Cost of electrical energy purchased		1,329,515,572	1,381,942,610
Employee benefit expenses	17	5,529,202	4,268,690
Finance costs	18	199,907	-
Depreciation and amortisation expenses	19	331,946	308,549
Other expenses	20	16,387,712	18,653,751
<b>Total expenses</b>		<b>1,351,964,339</b>	<b>1,405,173,600</b>
Profit before tax		34,582,039	24,823,844
Tax expense			
Current - For Current Years		7,825,000	5,037,600
Current - For Prior Years		15,771	-
Deferred		71,338	108,176
Profit for the year		<b>26,669,930</b>	<b>19,678,068</b>
<b>Earnings per equity share (Face value of Rs.10 per share)</b>			
Basic and Diluted	22	1.03	0.76
Notes forming part of Financial Statements	1 - 28		

This is the Statement of Profit and Loss referred to in our Report of even date.

For Price Waterhouse

Firm Registration Number: 007568S

Chartered Accountants

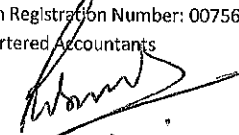
Prabal Kr. Sarkar

Partner

Membership No.: 52340

Kolkata

Date : 3rd September 2012

  
Head-Power Trading  
& Manager

For and on behalf of the Board

  
Director  
Director

**RPG POWER TRADING COMPANY LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2012**

Rs.

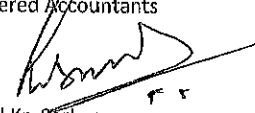
	2011-12	2010-11
<b>A. Cash flow from Operating Activities</b>		
Profit before Taxation	34,582,039	24,823,844
Adjustments for :		
Depreciation and amortisation expenses	331,946	308,549
Income from current investments - other than trade	(10,356,547)	(9,149,778)
Interest Expense	199,907	-
Interest income	(13,606,768)	(5,712,695)
<b>Operating Profit before Working Capital changes</b>	<b>11,150,577</b>	<b>10,269,920</b>
Adjustments for :		
Trade and other receivables	9,627,126	(30,908,619)
Trade and other payables	(11,713,181)	29,489,933
<b>Cash Generated from Operations</b>	<b>9,064,522</b>	<b>8,851,234</b>
Income Tax Paid	(5,745,121)	(6,421,640)
<b>Net cash flow from Operating Activities</b>	<b>3,319,401</b>	<b>2,429,594</b>
<b>B. Cash flow from Investing Activities</b>		
Purchase of Fixed Assets	(70,720)	(2,641,343)
Sale of Current Investments (net)	10,356,547	9,149,778
Interest received	12,804,435	4,765,724
Inter Corporate Deposits made	(50,000,000)	(20,000,000)
<b>Net cash used in Investing Activities</b>	<b>(26,909,738)</b>	<b>(8,726,841)</b>
<b>C. Cash flow from Financing Activities</b>		
Increase in Short Term Borrowings	7,421,004	-
Interest Paid	(21,239)	-
<b>Net Cash flow from Financing Activities</b>	<b>7,399,765</b>	<b>-</b>
<b>Net Decrease in cash and cash equivalents</b>	<b>(16,190,572)</b>	<b>(6,296,247)</b>
<b>Cash and Cash equivalents - Opening Balance</b>	<b>270,222,558</b>	<b>276,518,805</b>
<b>Cash and Cash equivalents - Closing Balance</b>	<b>254,031,986</b>	<b>270,222,558</b>


**Notes:**

- a) The Cash Flow Statement has been prepared under the indirect method as given in the Accounting Standard on Cash Flow Statement (AS-3) as per Companies Accounting Standard Rules, 2006.
- b) Previous year's figures have been regrouped / rearranged wherever necessary.
- c) Cash and cash equivalents include Rs.5,00,00,000 (Previous year: Rs.Nil) held as lien marked deposit with YES Bank Limited.

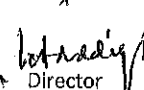
This is the Cash Flow Statement referred to in our Report of even date.

For Price Waterhouse  
 Firm Registration Number: 007568S  
 Chartered Accountants

  
 Prabal Kr. Sarkar  
 Partner  
 Membership No.: 52340  
 Kolkata  
 Date : 3rd September 2012

  
 Head-Power Trading  
 & Manager

For and on behalf of the Board

  
 Director

  
 -Director

NOTES FORMING PART OF FINANCIAL STATEMENTS

NOTE - 1 SIGNIFICANT ACCOUNTING POLICIES

(a) **Accounting Convention**

These financial statements have been prepared to comply in all material aspects with the applicable accounting principles in India, the applicable accounting standards notified under section 211(3C) of the Companies Act, 1956 and the relevant provisions of the Companies Act, 1956. A summary of important accounting policies which have been applied consistently are set out below. During the year ended 31st March, 2012 the Revised Schedule VI notified under the Companies Act, 1956 has been applicable for preparation and presentation of its financial statements and the same have been prepared in accordance with the relevant presentation requirement of the aforesaid Revised Schedule VI notified under the Companies Act, 1956, with necessary re-classification of previous year's figures.

(b) **Basis of Accounting**

The financial statements have been prepared under the historical cost convention.

(c) **Tangible Assets**

Tangible Assets are stated at cost of acquisition together with any incidental expenses for acquisition / Installation.

(d) **Intangible Assets**

Intangible assets comprising membership right, expected to provide future enduring economic benefits, are stated at cost of acquisition less accumulated amortisation.

(e) **Depreciation and Amortisation**

Depreciation is provided on straight line method as per the rates specified in Schedule XIV to the Companies Act, 1956.

Cost of intangible asset comprising membership right is amortised in ten years based on useful life assessed by the management.

(f) **Employee Benefits**

Contribution to Provident Fund is accounted for on accrual basis and is contributed to the fund maintained with the Regional Provident Fund Commissioner, West Bengal. Provision for Gratuity and Leave Encashment is ascertained on the basis of actuarial valuation done at the year end by an independent actuary.

(g) **Foreign Currency Transactions**

Transaction in foreign currency is accounted for at the exchange rate prevailing on the date of transaction. Exchange gain or loss arising on settlement / transaction is recognized in the Profit and Loss Statement.

(h) **Revenue from Operations**

Earnings from sale of electricity are accounted for based on rates agreed between the parties.

Income from power exchange is as per contracted rate with the parties based on the volume of power cleared in the Exchange.

Other operating revenue includes Rebate received from customers.

(i) **Other Income**

Income from investments and deposits etc. is accounted for on accrual basis inclusive of related tax deducted at source, wherever applicable.

(j) **Taxes on Income**

Provision for current tax has been made as per Income Tax Act, 1961 and rules framed there under.

Deferred Tax is recognized, subject to consideration of prudence, on timing difference, being the difference between Taxable Income and Accounting Income, which originate in one period and are capable of reversal in one or more subsequent period as per Accounting Standard 22 - "Accounting for Taxes on Income" as per Companies (Accounting Standards) Rules, 2006.



## NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)

## Note 2 SHARE CAPITAL

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
(a) Authorised Share Capital 30,000,000 equity shares of Rs. 10 each	300,000,000	300,000,000
(b) Issued, Subscribed and Paid - up Capital 2,60,00,000 (Previous year: 2,60,00,000) equity shares of Rs. 10 each, fully paid up.	260,000,000	260,000,000
	260,000,000	260,000,000

(c) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period	As at 31st March, 2012		As at 31st March, 2011	
	No. of Shares	Value (Rs.)	No. of Shares	Value (Rs.)
Opening and Closing Balances	26,000,000	260,000,000	26,000,000	260,000,000

## (d) 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 is entitled to one vote per share. The Company has not declared any dividend to its shareholders since inception. 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.

(e) Details of shareholders holding more than 5% shares in the company	As at 31st March, 2012		As at 31st March, 2011	
	No. of shares	% of holding	No. of shares	% of holding
Integrated Coal Mining Limited	26,000,000	100.00	25,999,995	99.99

Integrated Coal Mining Limited is also the holding Company of RPG Power Trading Company Limited and percentage of shares held is stated above.



## NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)

## Note 3 - RESERVES AND SURPLUS

Particulars	As at	As at
	31st March, 2012	31st March, 2011
	Rs.	Rs.
Surplus at the beginning of the year	35,327,114	15,649,046
Add: Profit for the year	26,669,930	19,678,068
	<b>61,997,044</b>	<b>35,327,114</b>

## Note 4 - LONG-TERM PROVISIONS

Particulars	As at	As at
	31st March, 2012	31st March, 2011
	Rs.	Rs.
Provision for employee benefits	348,874	206,510
	<b>348,874</b>	<b>206,510</b>

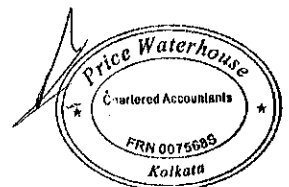
## Note 5 - SHORT TERM BORROWINGS

Particulars	As at	As at
	31st March, 2012	31st March, 2011
	Rs.	Rs.
<b>Secured</b>		
Loan repayable on demand		
Overdraft from bank (Refer Note- (a) below)	7,421,004	-
	<b>7,421,004</b>	<b>-</b>

## Nature of Security

(a) The above overdraft facility from bank is secured by way of a lien on fixed deposit of the Company placed with the Bank.

(b) The Company has availed a working capital non fund based facility from YES Bank Limited which is secured with exclusive charge on the current assets and movable fixed assets of the Company by way of hypothecation. There is no outstanding as on 31st March, 2012 against the above facility (Previous Year Rs. Nil).



**RPG POWER TRADING COMPANY LIMITED**

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.

**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)****Note 6 - TRADE PAYABLES**

There is no amount due to Micro and Small Enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 based on the information available with the Company.

**Note 7 - OTHER CURRENT LIABILITIES**

Particulars	As at	As at
	31st March, 2012	31st March, 2011
	Rs.	Rs.
Statutory dues payable	298,627	139,641
Advance from Customer	3,008,488	-
Other payables ( Includes certain contractual obligations, employee related liability, etc.)	1,003,212	840,293
	4,310,327	979,934



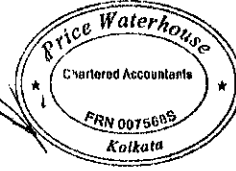
NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)

Note 8 - TANGIBLE ASSETS

PARTICULARS	GROSS BLOCK AT COST				DEPRECIATION			NET BLOCK	
	As at 1st April, 2011	Additions / Adjustments	Withdrawals / Adjustments	As at 31st March, 2012	For the year	As at 31st March, 2012	As at 31st March, 2012	As at 31st March, 2011	As at 31st March, 2011
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Office Equipments	519,397	70,720	-	590,117	81,946	200,072	390,045	401,271	401,271
Previous Year	519,397	70,720	-	590,117	81,946	200,072	390,045	401,271	401,271
	378,054	141,343	-	519,397	58,549	118,126	401,271	401,271	401,271

Note 9 - INTANGIBLE ASSETS

PARTICULARS	GROSS BLOCK AT COST				AMORTISATION			NET BLOCK	
	As at 1st April, 2011	Additions / Adjustments	Withdrawals / Adjustments	As at 31st March, 2012	For the year	As at 31st March, 2012	As at 31st March, 2012	As at 31st March, 2011	As at 31st March, 2011
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Membership Right	2,500,000	-	-	2,500,000	250,000	500,000	2,000,000	2,250,000	2,250,000
Previous Year	2,500,000	-	-	2,500,000	250,000	500,000	2,000,000	2,250,000	2,250,000
	-	2,500,000	-	2,500,000	250,000	250,000	2,250,000	2,250,000	2,250,000

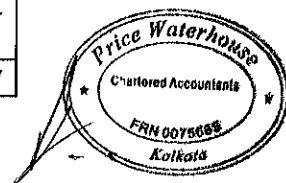


**RPG POWER TRADING COMPANY LIMITED**Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)****Note 10 - LONG TERM LOANS AND ADVANCES**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Unsecured, considered good Security Deposits	3,400,000	3,400,000
Advance Tax (Net of Provision of Rs. 78,25,000, previous year - Rs. 86,31,700)	7,361	2,281,679
	<b>3,407,361</b>	<b>5,681,679</b>

**Note 11 - TRADE RECEIVABLES**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
<b>Outstanding for a period exceeding six months</b> Unsecured, considered good	84,601	5,056
<b>Other Receivables</b> Unsecured, considered good	48,607,333	60,368,231
	<b>48,691,934</b>	<b>60,373,287</b>





**RPG POWER TRADING COMPANY LIMITED**Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)****Note 12 - CASH AND BANK BALANCES**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
<b>Cash and cash equivalents</b>		
Balances with Banks		
In Current accounts	14,027,899	20,219,658
Bank deposits with original maturity upto 3 months	100,000,000	80,000,000
Cash on hand	4,087	2,900
	114,031,986	100,222,558
<b>Other bank balances</b>		
Bank deposits with original maturity more than 3 months (Refer Note below)	140,000,000	170,000,000
	254,031,986	270,222,558

Bank deposits with original maturity more than 3 months under Other bank balances include Rs. 5,00,00,000 (31.03.2011 Rs. Nil) having original maturity more than 12 months as on the reporting date. This Bank deposit is in the form of lien marked fixed deposit to Yes Bank Limited.



**RPG POWER TRADING COMPANY LIMITED**Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)****Note 13 - SHORT TERM LOANS AND ADVANCES**

<b>Particulars</b>	<b>As at 31st March, 2012 Rs.</b>	<b>As at 31st March, 2011 Rs.</b>
Unsecured, considered good		
Advances to bodies corporate	<b>70,000,000</b>	20,000,000
Prepaid Expenses	<b>561,800</b>	-
Other Advances	<b>1,000</b>	1,500
	<b>70,562,800</b>	20,001,500

**Note 14 - OTHER CURRENT ASSETS**

<b>Particulars</b>	<b>As at 31st March, 2012 Rs.</b>	<b>As at 31st March, 2011 Rs.</b>
Receivable towards claims and services rendered - considered good	<b>1,879,291</b>	386,364
Interest Accrued on Deposits	<b>1,747,902</b>	945,569
	<b>3,627,193</b>	1,331,933

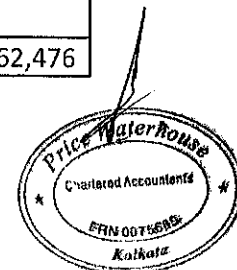


**RPG POWER TRADING COMPANY LIMITED**Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)****Note 15 - REVENUE FROM OPERATIONS**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Earnings from Sale of Electricity	1,352,521,439	1,405,257,919
Other Operating Revenue including rebate received	10,061,624	9,877,049
	<b>1,362,583,063</b>	<b>1,415,134,968</b>

**Note 16 - OTHER INCOME**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Interest Income	13,606,768	5,628,937
Dividend Income	10,356,547	9,149,778
Other Non-Operating Income	-	83,761
	<b>23,963,315</b>	<b>14,862,476</b>



NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)

Note 17 - EMPLOYEE BENEFIT EXPENSES

(A)	Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
	Salaries and bonus	5,092,347	3,808,075
	Contribution to provident and other funds	294,236	220,744
	Employees Welfare Expense	142,619	239,871
		5,529,202	4,268,690

(B) Employee Benefits

Defined Contribution Plan

The Company maintains Provident Fund with the Regional Provident Fund authorities where contributions are made by the Company as well as by the employees. During the year, the Company has recognized - Rs. 2,44,432/- (Previous year : Rs.1,87,764/-) on account of contribution to provident and other funds in the Statement of Profit and Loss.

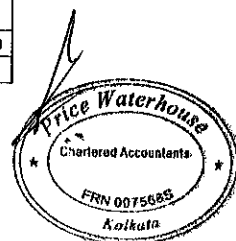
Defined Benefit Plans

Liabilities at the year end for Gratuity and Leave Encashment, which are not funded, have been determined on the basis of actuarial valuation carried out by an independent actuary based on the method prescribed in Accounting Standard 15-"Employee Benefits" as per Companies (Accounting Standard) Rules, 2006.

Net Liability recognized in the Balance Sheet:

	For the year ended 31 March 2012		For the year ended 31 March 2011	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of funded obligation	-	-	-	-
Fair Value of Plan Asset	-	-	-	-
Present Value of unfunded obligation	142,538	206,336	72,150	134,360
Unrecognized Past Service Cost	-	-	-	-
<b>Net Liability</b>	<b>142,538</b>	<b>206,336</b>	<b>72,150</b>	<b>134,360</b>

	For the year ended 31 March 2010		For the year ended 31 March 2009	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present Value of funded obligation	-	-	-	-
Fair Value of Plan Asset	-	-	-	-
Present Value of unfunded obligation	22,610	52,210	6,890	465,890
Unrecognized Past Service Cost	-	-	-	-
<b>Net Liability</b>	<b>22,610</b>	<b>52,210</b>	<b>6,890</b>	<b>465,890</b>



NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)

Experience Adjustment:

	For the year ended 31 March 2012		For the year ended 31 March 2011	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Experience (Gain)/ Loss adjustment on plan liabilities	9,647	51,457	1,160	29,380
Experience (Gain)/ Loss adjustment on plan liabilities due to change in assumptions	13,526	20,327	2,270	3,900
	<b>23,173</b>	<b>71,784</b>	<b>3,430</b>	<b>33,280</b>

Expenditure shown in Note 17 to the Statement of Profit and Loss as follows:

	For the year ended 31 March 2012		For the year ended 31 March 2011	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current Service Cost	41,154	14,737	44,170	44,380
Interest Cost	6,061	10,245	1,940	4,490
Expected Return on Plan Assets	-	-	-	-
Actuarial loss/ (gain)	23,173	71,784	3,430	33,280
Past Service Cost	-	-	-	-
<b>Total</b>	<b>70,388</b>	<b>96,766</b>	<b>49,540</b>	<b>82,150</b>

Reconciliation of opening and closing balances of Present Value of Defined Benefit Obligations:

	For the year ended 31 March 2012		For the year ended 31 March 2011	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Opening Defined Benefit Obligation	72,150	134,360	22,610	52,210
Current service cost	41,154	14,737	44,170	44,380
Interest Cost	6,061	10,245	1,940	4,490
Plan Amendments	-	-	-	-
Actuarial losses/ (gain)	23,173	71,784	3,430	33,280
Benefits paid	-	(24,790)	-	-
<b>Closing Defined Benefit Obligation</b>	<b>142,538</b>	<b>206,336</b>	<b>72,150</b>	<b>134,360</b>

Principal Actuarial Assumption Used:

	For the year ended	For the year ended
	31 March, 2012	31 March, 2011
Discount Rates	8.75%	8.40%
Mortality Rates	LIC (1994-96) ultimate	LIC (1994-96) ultimate

The estimates of future salary increase considered in the actuarial valuation takes into account factors like Inflation, seniority, promotion and other relevant factors. The contribution expected to be made by the Company for the year ending 31st March, 2013 is not readily ascertainable and therefore not disclosed.



**RPG POWER TRADING COMPANY LIMITED**

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.

**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)****Note 18 - FINANCE COSTS**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Interest on Short Term Borrowings	21,239	-
Interest on shortfall of Advance Tax	178,668	-
	199,907	-

**Note 19 - DEPRECIATION AND AMORTISATION EXPENSES**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Depreciation on Tangible Assets	81,946	58,549
Amortisation on Intangible Assets	250,000	250,000
	331,946	308,549

**Note 20 - OTHER EXPENSES**

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Rent	1,081,473	954,282
Rates and Taxes	4,400	4,400
Membership Fees	551,590	510,000
License Fees	1,250,000	1,541,700
Rebate Given	7,943,033	9,385,876
Miscellaneous Expenses	5,557,216	6,257,493
	16,387,712	18,653,751

Miscellaneous Expenses shown in Note 20 include Auditors' Remuneration and Expenses :

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Audit fees	500,000	500,000
Tax Audit	200,000	200,000
Other Services	50,000	358,475
Reimbursement of expenses	100,494	77,615



**RPG POWER TRADING COMPANY LIMITED**

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.

**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)**

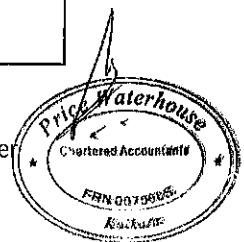
- 21 The major components of the Deferred Tax Assets / Liabilities, based on the tax effect of the timing differences as at 31st March, 2012 are as under:

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
<b>Deferred Tax Liability</b>		
Depreciation	319,192	197,848
<b>Deferred Tax Assets</b>		
Amortisation of Preliminary Expenses (u/s 35D of I.T.Act, 1961)	(72,732)	(72,732)
Leave Encashment Liability (u/s 43B of I.T.Act, 1961)	(66,946)	(16,940)
<b>Net Liabilities / (Assets)</b>	<b>179,514</b>	<b>108,176</b>

- 22 Earning per Share:  
Computation of Earnings per Share

Particulars	As at 31st March, 2012 Rs.	As at 31st March, 2011 Rs.
Profit after Tax (A)	26,669,930	19,678,068
Weighted Average no. of shares for Earnings per Share (B)	26,000,000	26,000,000
Basic and Diluted Earnings per Share of Rs. 10/- [ (A) / (B) ]	1.03	0.76

- 23 The Company is engaged in the business of trade of electricity and does not operate in any other reportable segment.



NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)

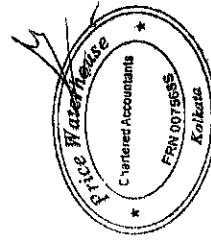
24 Related Party Disclosures

(a) Related parties and their relationships

Names of related parties	Nature of relationship
Integrated Coal Mining Limited	Holding Company
Crescent Power Limited	Fellow Subsidiary (till 3rd December 2010)
Shaft Investments Private Limited	Fellow Subsidiary
Noida Power Company Limited	Subsidiary Company of Shaft Investments Private Limited
Mr. Suman Ghosh	Key Management Personnel

(b) Disclosure of Transactions between the Company and Related Parties and status of outstanding balance:

Nature of Transactions	Holding Company		Fellow Subsidiary Company		Key Management		Total	
	31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11
Reimbursement of Expenses	132,323	108,737	-	-	-	-	132,323	108,737
Power Purchase	-	-	-	577,559,250	-	-	-	577,559,250
Managerial Remuneration	-	-	-	-	2,797,395	2,249,304	2,797,395	2,249,304
Debit	-	-	-	-	-	-	-	-
Credit	132,323	108,737	-	-	-	-	132,323	108,737





**RPG POWER TRADING COMPANY LIMITED**

Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.

**NOTES FORMING PART OF FINANCIAL STATEMENTS (Contd.)**

**25 Expenditure in Foreign Currency**

Particulars	2011-12	2010-11
	(Rs.)	(Rs.)
Travelling	-	27,280

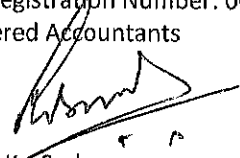
**26 Quantitative information in respect of trading of power**

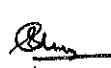
Particulars	2011-12	2010-11
Qty in MU (KwH)	458.56	406.80

**27** The Company is in the process of appointing a Company Secretary.



**28** The company was using pre-Revised Schedule VI to the Companies Act, 1956 for preparation and presentation of its financial statement for previous year's figures till the year ended 31st March, 2011. During the year ended 31st March, 2012 the Revised Schedule VI notified under the Companies Act, 1956 has become applicable to the Company. The Company has reclassified previous year's figures to conform to this year's classification along with other regrouping/rearrangement wherever necessary.

For Price Waterhouse  
Firm Registration Number: 007568S  
Chartered Accountants

  
Prabal Kr. Sarkar  
Partner  
Membership No.: 52340  
Kolkata  
Date : 3rd September 2012

  
Head-Power Trading  
& Manager

For and on behalf of the Board

 Director  
 Director