

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 2013.

FINANCIAL RESULTS

	2012-13 (Rs. Lakh)	2011-12 (Rs. Lakh)
Revenue from Operations	14548.30	13625.83
Other Income	271.29	239.63
Total Income	14819.59	13865.46
Profit before taxation	353.86	345.82
Provision for taxation (98.73	79.12
Profit for the year transferred to surplus	255.13	266.70
Profit brought forward from previous year	619.97	353.27
Leaving a balance carried forward	875.10	619.97

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 587.90 MU of power resulting an overall growth of 28.21%; and income from operations increased from Rs.136.25 crs to Rs.145.48 crs. However Profit after tax decreased from Rs. 266.70 lac to Rs. 255.13 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. K. A. Siddiqi, 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 2013 and of the profit of the Company from 1 April 2012 to 31 March 2013 ;
- (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 Lovelock & Lewes, Chartered Accountants, Statutory Auditors of the Company hold office till the conclusion of the forthcoming Annual General Meeting, and being eligible, offer themselves for reappointment.

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

(K.A.Siddiqi)

(P.Neogi)

Kolkata, 4 September 2013