

## 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 2010.

### FINANCIAL RESULTS

	2009-10 (Amount in Rs.)	2008 - 09 (Amount in Rs.)
Earnings from Sale of Electricity	1,12,24,83,883	5,52,59,549
Other Income	3,70,20,377	1,47,67,744
Total Income	1,15,95,04,260	7,00,27,293
Profit before taxation	1,89,52,660	3,31,486
Provision for taxation	35,94,100	41,000
Profit after taxation	1,53,58,560	290,486

### OPERATIONS

During the year under review the Company has shown an improved performance and sold 251.37 MU resulting an overall growth of 1409 %. Profit after tax has increased from Rs.2.9 lac to Rs.154 lac.

### 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 at the end of the financial year ;

- (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 hold office until the conclusion of the forthcoming Annual General Meeting and, being eligible, offer themselves for reappointment.

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

The Company being in the business of power trading is not engaged in any manufacturing or production activity. The Company also does not have any technology agreement or any foreign exchange earnings or outgo. Accordingly, the company has been advised that the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 are not applicable to the company.

#### **PARTICULARS OF EMPLOYEES**

As required under the provisions of Section 217(2A) of the Companies Act, 1956, read with Companies (Particulars of Employees) Rules, 1975, as amended, particulars of employees form part of this report. This report is being sent to shareholders of the Company excluding the aforesaid information. Any shareholder may write to the Company for obtaining a copy thereof.

#### **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, 18 September 2010

**AUDITORS' REPORT TO THE SHAREHOLDERS 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 2010, and the related Profit and Loss Account 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 matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to in the 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 purpose 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 examinations of those books ;
  - (c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of account ;



- (d) In our opinion, the Balance Sheet, Profit and Loss Account 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, 2010, and taken on record by the Board of Directors, none of the directors is disqualified as at 31 March, 2010 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 Balance Sheet, Profit and Loss Account and Cash Flow Statement together with the notes thereon and attached thereto, give the information required by 'The Act' in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India :
- i) in case of the Balance Sheet, of the state of the affairs of the Company as at 31 March, 2010;
  - ii) in case of the Profit and Loss Account, of the profits for the year ended on that date; and
  - iii) in 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



Partha Mitra  
Partner  
Membership Number : 50553

Kolkata, 18 September, 2010

8. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business
9. 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.
10. (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, sales tax, and other material statutory dues, as applicable, with the appropriate authorities. In respect of Provident fund and Sales tax, the company has deposited the required sum with the authority on allotment of provident fund and Sales tax registration number in May 2009 and June, 2010 pursuant to an application made by the Company in November 2008 and March, 2010 as stated in note no. 12 and note no. 13 in Schedule 8 respectively.  
  
(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, sales tax and cess which have not been deposited on account of any dispute.
11. As the company is registered for a period less than five years, clause (x) of paragraph 4 of the Companies (Auditor's Report) Order, 2003, as amended by the Companies (Auditor's Report) (Amendment) Order, 2004, is not applicable for the year.
12. According to the records of the company examined by us and the information and explanation given to us, during the year the company has not obtained any loan from any financial institution or bank or debenture holders and accordingly question of default in repayment does not arise.
13. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
14. The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the company.



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

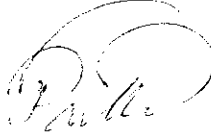
[Referred to in Paragraph 3 of the Auditors' Report of even date to the members of RPG Power Trading Company Limited on the financial statements for the year ended 31 March 2010]

1. 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 between the book records and the physical inventory have been noticed. 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 the fixed assets has not been disposed off by the Company during the year.
2. The Company does not have any inventory and accordingly the requirement of commenting on clause (ii)(a) to (ii)(c) of paragraph 4 of the Companies (Auditors' Report) (Amendment) Order, 2004 is not applicable.
3. The company has not granted any loan, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 301 of 'The Act'.
4. The company has not taken any loan, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of 'The Act'.
5. 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 purchase of fixed assets and for sale of electricity. Further, on the basis of our examinations 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 weakness in the aforesaid internal control system.
6. According to the information and explanations given to us, there have been no contracts or arrangements referred to in Section 301 of the Act during the year to be entered in the register required to be maintained under that Section.
7. 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.



15. In our opinion, the company is not a dealer or trader in shares, securities, debentures and other investments.
16. 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 bank or financial institutions during the year.
17. The company has not obtained any term loans during the year.
18. 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.
19. 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.
20. The Company has not issued any debentures during the year.
21. The company has not raised any money by public issues during the year.
22. During the course of our examinations 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 such case by the management.

For Price Waterhouse  
Firm Registration Number – 007568S  
Chartered Accountants



Partha Mitra  
Partner  
Membership Number:50553

Kolkata, 18 September, 2010

**RPG POWER TRADING COMPANY LIMITED**

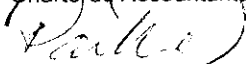
Registered Office : 6, Church Lane, 1st Floor, Kolkata - 700 001.

BALANCE SHEET AS AT 31ST MARCH 2010	Schedule no.	As at 31st March, 2010		As at 31st March, 2009	
		Rs.	Rs.	Rs.	Rs.
<b>I) SOURCES OF FUNDS</b>					
<b>Shareholders' Funds</b>					
Share Capital	1		260,000,000		260,000,000
Reserve and Surplus	2		<u>15,649,046</u>		<u>290,486</u>
			<u>275,649,046</u>		<u>260,290,486</u>
Deferred Taxation (Note 7, Schedule 8)			-		-
<b>II) APPLICATION OF FUNDS</b>					
<b>Fixed Assets</b>	3				
Gross Block		378,054		1,642,956	
Less : Depreciation		<u>59,577</u>		<u>115,657</u>	
Net Block			318,477		1,527,299
<b>Current Assets, Loans and Advances</b>	4				
Sundry Debtors		27,936,369		4,501,670	
Cash and Bank Balances		276,518,805		56,572,087	
Loans and Advances		<u>6,211,983</u>		<u>203,608,528</u>	
		<u>310,667,157</u>		<u>264,682,285</u>	
<b>Less : Current Liabilities and Provisions</b>	5				
Current Liabilities		35,261,768		5,446,318	
Provisions		<u>74,820</u>		<u>472,780</u>	
		<u>35,336,588</u>		<u>5,919,098</u>	
<b>Net Current Assets</b>			275,330,569		258,763,187
<b>Total</b>			<u>275,649,046</u>		<u>260,290,486</u>

**Notes on Accounts** 8  
Schedules referred to above form an integral part of the Balance Sheet.

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

For Price Waterhouse  
Firm Registration Number: 007568S  
Chartered Accountants



Partha Mitra  
Partner  
Membership No. : 50553  
Kolkata, 18th September, 2010

For and on behalf of the Board of Directors

  
Head-Power Trading

  
Director

  
Director



**RPG POWER TRADING COMPANY LIMITED**

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

PROFIT AND LOSS ACCOUNT	Schedule no.	2009-2010		2008-2009	
		Rs.	Rs.	Rs.	Rs.
<b>INCOME</b>					
Earnings from sale of electricity			1,122,483,883		55,259,549
Other Income	6		37,020,377		14,767,744
			<u>1,159,504,260</u>		<u>70,027,293</u>
<b>EXPENDITURE</b>					
Cost of Electrical Energy Purchase			1,112,106,887		54,593,460
Depreciation			107,817		115,657
Other Expenses	7		28,336,896		14,986,690
			<u>1,140,551,600</u>		<u>69,695,807</u>
<b>Profit before taxation</b>			<b>18,952,660</b>		<b>331,486</b>
Provision for taxation					
-Current		3,594,100		-	
-Fringe Benefit Tax		-		41,000	
-Deferred Tax		-	3,594,100	-	41,000
(Note 7, Schedule 8)					
<b>Profit after taxation</b>			<b>15,358,560</b>		<b>290,486</b>
Profit brought forward from previous year			290,486		-
<b>Carried forward to Balance Sheet</b>			<u><b>15,649,046</b></u>		<u><b>290,486</b></u>
Earning per Equity Share ( in Rs.)					
( Face value of Rs. 10 per share )					
Basic and Diluted					
( Note 8, Schedule 8 )					
			0.59		0.01

**Notes on Accounts**

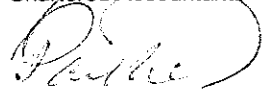
8

Schedules referred to above form an integral part of the Profit and Loss account.


This is the Profit and Loss Account referred to in our report of even date.

For Price Waterhouse  
Firm Registration Number: 007568S  
Chartered Accountants

For and on behalf of the Board of Directors



Partha Mitra  
Partner



Head-Power Trading



Director



Director

Membership No. : 50553  
Kolkata, 18th September, 2010

**RPG POWER TRADING COMPANY LIMITED**

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

	<u>As at 31st March, 2010</u>	<u>As at 31st March, 2009</u>
	<u>Rs.</u>	<u>Rs.</u>
<b>SCHEDULE 1 - SHARE CAPITAL</b>		
AUTHORISED		
3,00,00,000 Equity Shares of Rs. 10 each	300,000,000	300,000,000
	<u>300,000,000</u>	<u>300,000,000</u>
ISSUED, SUBSCRIBED AND PAID UP		
2,60,00,000 Equity Shares of Rs. 10 each, fully paid up	260,000,000	260,000,000
	<u>260,000,000</u>	<u>260,000,000</u>
<b>Note :</b>		
The above shares are held by Integrated Coal Mining Limited, the holding company and its nominees.		
<b>SCHEDULE 2 - RESERVES AND SURPLUS</b>		
Surplus as per Profit and Loss Account	15,649,046	290,486
	<u>15,649,046</u>	<u>290,486</u>



**RPG POWER TRADING COMPANY LIMITED**

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

**SCHEDULE 3 - FIXED ASSETS**

PARTICULARS	GROSS BLOCK AT COST			DEPRECIATION			NET BLOCK	
	As at 1st April, 2009	Additions / Adjustments for the year	Withdrawals / Adjustments for the year	As at 1st April, 2009	For the year	Withdrawals / Adjustments for the year	As at 31st March, 2010	As at 31st March, 2009
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Motor Vehicles	1,344,202	-	1,344,202	102,375	61,522	163,897	-	1,241,827
Office Equipments	298,754	79,300	-	13,282	46,295	-	59,577	285,472
<b>Total</b>	<b>1,642,956</b>	<b>79,300</b>	<b>1,344,202</b>	<b>115,657</b>	<b>107,817</b>	<b>163,897</b>	<b>318,477</b>	<b>1,527,299</b>

Previous Year - 1,642,956 - 115,657 - 115,657 - 1,642,956 - 115,657 - 1,527,299



**RPG POWER TRADING COMPANY LIMITED**

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

	As at 31st March, 2010	As at 31st March, 2009
	Rs.	Rs.
<b>SCHEDULE 4 - CURRENT ASSETS, LOANS AND ADVANCES</b>		
<b>(a) Sundry Debtors</b>		
Unsecured - considered good		
Debts outstanding for a period not exceeding six months	27,936,369	4,501,670
	<u>27,936,369</u>	<u>4,501,670</u>
<b>(b) Cash and Bank Balances</b>		
Cash in hand	1,569	5,397
Cheques / Drafts in hand	-	84,385
With Schedule Banks on:		
Current Accounts	276,517,236	54,982,305
Deposit Accounts	-	1,500,000
	<u>276,518,805</u>	<u>56,572,087</u>
<b>(c) Loans and Advances</b>		
Unsecured - considered good		
Inter Corporate Deposits	-	200,000,000
Accrued Interests	-	2,778,905
Advances recoverable in cash or in kind or for value to be received	4,440,208	50,000
Other Deposits	900,000	-
Advance Tax (net of provision of Rs. 36,35,100, PY: Rs.41,000)	871,775	779,623
	<u>6,211,983</u>	<u>203,608,528</u>
<b>SCHEDULE 5 - CURRENT LIABILITIES AND PROVISIONS</b>		
<b>(a) Current Liabilities</b>		
Sundry Creditors (includes outstanding dues to Micro and Small Enterprise Rs. Nil, PY: Rs. Nil)	34,991,393	5,154,411
Other Liabilities	270,375	291,907
	<u>35,261,768</u>	<u>5,446,318</u>
<b>(b) Provisions</b>		
Provision for Retirement Benefits	74,820	472,780
	<u>74,820</u>	<u>472,780</u>



**RPG POWER TRADING COMPANY LIMITED**

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

	2009-2010		2008-2009	
	Rs.	Rs.	Rs.	Rs.
<b>SCHEDULE 6 - OTHER INCOME</b>				
Income from current investments - other than trade		341,682		9,653,847
Interest				
Inter Corporate Deposits (Tax deducted at Source Rs. 21,39,562, PY: Rs.7,43,123)		21,395,614		3,515,617
Deposit with Banks (Tax deducted at Source Rs. 3,567, PY: Rs. Nil)		30,576		6,411
Rebate Received		15,049,166		1,091,869
Miscellaneous Income		203,339		500,000
		<b>37,020,377</b>		<b>14,767,744</b>
<b>SCHEDULE 7 - OTHER EXPENSES</b>				
Salary and bonus		4,145,875		6,736,188
Contribution to PF and other Fund		102,639		45,852
Employees' welfare expenses		243,369		103,415
Rent		935,374		-
Rates and taxes		4,400		4,400
Auditor's remuneration :				
Statutory audit	400,000		400,000	
Tax audit	100,000		-	
Out of pocket expenses	5,673	505,673	-	400,000
Loss on sale of fixed assets		242,805		-
Rebate given		14,944,769		1,106,879
Licence fees		3,000,000		1,475,348
Consultancy fees		2,776,290		1,142,000
Advertisements		-		1,113,842
Travelling and lodging expenses		513,461		567,923
Filing fees		8,180		511,820
Preliminary Expenses		-		1,120,857
Bank and Finance charges		15,372		14,553
Miscellaneous Expenses		898,689		643,613
		<b>28,336,896</b>		<b>14,986,690</b>



**RPG POWER TRADING COMPANY LIMITED**

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

**CASH FLOW STATEMENT FOR THE PERIOD 1ST APRIL  
2009 TO 31ST MARCH 2010**

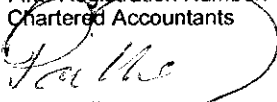
	2009-10	2008-09
	Rs.	Rs.
<b>A. Cash flow from Operating Activities</b>		
Profit before Taxation and Other Appropriation	18,952,660	331,486
Adjustments for :		
Depreciation	107,817	115,657
Income from current Investments other than Trade	(341,682)	(9,653,847)
Miscellaneous Expenditure incurred	-	1,112,420
Loss on sale of Fixed Assets	242,805	-
Interest Income	(21,426,190)	(3,522,028)
<b>Operating Profit before Working Capital changes</b>	<b>(2,464,590)</b>	<b>(11,616,312)</b>
Adjustments for :		
Trade & other receivable	(28,724,907)	(4,551,670)
Trade payables	29,379,990	5,919,098
<b>Cash Generated from Operations</b>	<b>(1,809,507)</b>	<b>(10,248,884)</b>
Income Tax paid	(3,686,252)	(820,623)
<b>Net cash flow from Operating Activities</b>	<b>(5,495,759)</b>	<b>(11,069,507)</b>
<b>B. Cash flow from Investing Activities</b>		
Addition to Fixed Assets/Capital Work-in-Progress	(79,300)	(1,642,956)
Sale of Fixed Assets	975,000	-
(Purchase) / Sale of Current Investments (net)	341,682	9,653,847
Interest received	24,205,095	743,123
Inter Corporate Deposits made	(30,000,000)	(250,000,000)
Inter Corporate Deposits refunded	230,000,000	50,000,000
<b>Net cash flow from Investing Activities</b>	<b>225,442,477</b>	<b>(191,245,986)</b>
<b>C. Cash flow from Financing Activities</b>		
Proceeds from issue of Share Capital	-	258,887,580
<b>Net Cash flow from Financing Activities</b>	<b>-</b>	<b>258,887,580</b>
<b>Net Increase in cash and cash equivalents</b>	<b>219,946,718</b>	<b>56,572,087</b>
<b>Cash and Cash equivalents - Opening Balance</b>	<b>56,572,087</b>	<b>-</b>
<b>Cash and Cash equivalents - Closing Balance</b>	<b>276,518,805</b>	<b>56,572,087</b>

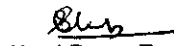
## Notes:

- 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.

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

For Price Waterhouse  
Firm Registration Number: 007568S  
Chartered Accountants

  
Partha Mitra  
Partner  
Membership No. : 50553  
Kolkata, 18th September, 2010

  
Head-Power Trading

For and on behalf of the Board of Directors

  
Director

  
Director

# **RPG POWER TRADING COMPANY LIMITED**

## **SCHEDULE - 8**

### **NOTES ON ACCOUNTS**

#### **1. Significant Accounting Policies:**

##### **a) Accounting Convention**

The financial statements are prepared to comply in all material aspects with all 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.

##### **b) Basis of Accounting**

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

##### **c) Fixed Assets**

Fixed Assets are stated at cost of acquisition together with any incidental expenses for acquisition / installation.

##### **d) Depreciation**

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

##### **e) 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 and are unfunded.

##### **f) Sales**

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

##### **g) Taxation**

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 year as per Accounting Standard 22 - "Accounting for Taxes on Income" as per Companies (Accounting Standards) Rules, 2006.



# RPG POWER TRADING COMPANY LIMITED

## 2. 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.1,02,639/- (Previous year : Rs.45,852/-) on account of contribution to provident and other funds in the Profit and Loss Account.

### Defined Benefit Plan

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.

<b>Net Liability recognized in the Balance Sheet are as follows:</b>	<b>Rs.</b>
--	------------

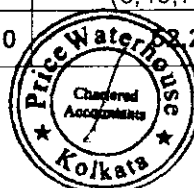
	For the year ended 31st March, 2010		For the year ended 31st March, 2009	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Present value of funded obligation	-	-	-	-
Fair Value of Plan Assets	-	-	-	-
Present value of un-funded obligation	22,610	52,210	6,890	4,65,890
Unrecognized past service cost	-	-	-	-
<b>Net Liability</b>	<b>22,610</b>	<b>52,210</b>	<b>6,890</b>	<b>4,65,890</b>

Amount recognised in the Profit and Loss Account and charged to Salary, Wages and Bonus, as follows:

	For the year ended 31st March, 2010		For the year ended 31st March, 2009	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Current Service Cost	15,130	2,74,070	6,890	4,65,890
Interest Cost	580	12,230	-	-
Expected Return on Plan Assets	-	-	-	-
Actuarial loss / (gain)	10	(59,280)	-	-
Past service cost	-	-	-	-
<b>Total</b>	<b>15,720</b>	<b>2,27,020</b>	<b>6,890</b>	<b>4,65,890</b>

Reconciliation of opening and closing balances of the present value of obligations:

	For the year ended 31st March, 2010		For the year ended 31st March, 2009	
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
Opening defined benefit obligation	6,890	4,65,890	-	-
Current Service Cost	15,130	2,74,070	6,890	4,65,890
Interest Cost	580	12,230	-	-
Actuarial loss / (gain)	10	(59,280)	-	-
Benefits paid	-	(6,40,700)	-	-
<b>Closing Defined Benefit Obligation</b>	<b>22,610</b>	<b>22,210</b>	<b>6,890</b>	<b>4,65,890</b>





# RPG POWER TRADING COMPANY LIMITED

Principal Actuarial Assumption Used:

	2009-2010	2008-2009
Discount Rates	8.40%	8.40%
Expected Return on Plan Assets	-	-
Mortality Rates	LIC 1994-96 mortality tables	LIC 1994-96 mortality tables

The estimates of future salary increase considered in the actuarial valuation takes into account factors like inflation, seniority, promotion and other relevant factors.

### 3. Managerial Remuneration

Particulars	2009-2010 (Rs.)	2008-2009 (Rs.)
Salary	24,83,330	50,61,028
Estimated value of other benefits	57,228	1,16,815
<b>Total</b>	<b>25,40,558</b>	<b>51,77,843</b>

### 4. Related Party Disclosures

a) Related parties and their relationships:

Names of related parties

1. Integrated Coal Mining Limited
2. Crescent Power Limited
3. Mr. Suman Ghosh

4. Mr. S. K Dube

Nature of relationship

Holding Company

Fellow Subsidiary

Key Management Personnel (appointed w.e.f 30<sup>th</sup> March 2010)

Key Management Personnel (resigned w.e.f 4<sup>th</sup> August 2009)

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

Nature of Transactions	Holding Company		Fellow Subsidiary		Key Management Personnel		Total (in Rs.)	
	31 <sup>st</sup> Mar'10	31 <sup>st</sup> Mar'09	31 <sup>st</sup> Mar'10	31 <sup>st</sup> Mar'09	31 <sup>st</sup> Mar'10	31 <sup>st</sup> Mar'09	31 <sup>st</sup> Mar'10	31 <sup>st</sup> Mar'09
Issue of Equity Shares	-	26,00,00,000	-	-	-	-	-	26,00,00,000
Reimbursement of Expenses	81,672	83,495	-	-	-	-	81,672	83,495
Inter Corporate Deposits given	-	-	3,00,00,000	8,00,00,000	-	-	3,00,00,000	8,00,00,000
Inter Corporate Deposits refunded	-	-	11,00,00,000	-	-	-	11,00,00,000	-
Miscellaneous Income	-	-	-	5,00,000	-	-	-	5,00,000
Interest on Inter Corporate Deposits	-	-	1,03,91,781	9,17,808	-	-	1,03,91,781	9,17,808
Power Purchase	-	-	36,50,35,680	-	-	-	36,50,35,680	-
Managerial Remuneration	-	-	-	-	25,40,558	51,77,843	25,40,558	51,77,843
<b>Balances as at 31.03.2010</b>								
Debit	-	-	-	8,09,17,808	-	-	-	-
Credit	81,672	83,495	2,73,00,300	-	-	4,03,577	-	-



# RPG POWER TRADING COMPANY LIMITED

## 5. Quantitative information in respect of sale and purchase of electricity:

Particulars	2009-2010		2008-2009	
	Qty. in MU (Kwh)	Value (in Rs.)	Qty. in MU (Kwh)	Value (in Rs.)
Sale	251.37	1,12,24,83,883	16.65	5,52,59,549
Purchase	251.37	1,11,21,06,887	16.65	5,45,93,460

## 6. During the year following current investments were purchased and sold:

- i) 2,49,93,751.562 units of IDFC Cash Fund- Super Inst Plan C - Daily Dividend at a cost of Rs. 25,00,00,000.
- ii) 39,72,530.783 units of IDFC Money Manager Fund-Treasury Plan-Inst Plan B-Daily Div at a cost of Rs.4,00,04,576.74.
- iii) 1,59,99,249.045 units of IDFC Money Manager Fund-Treasury Plan-Inst Plan C-Daily Div at a cost of Rs.16,00,16,489.32.
- iv) 2,74,226.891 units of ICICI Prudential Liquid Institutional Plan-Daily Dividend at a cost of Rs. 3,25,00,000.
- v) 3,07,397.144 units of ICICI Prudential Flexible Income Plan Premium –Daily Dividend at a cost of Rs.3,25,02,637.07
- vi) 4,998,000.800 units of Reliance Liquidity Fund-Daily Dividend Reinvestment Option at a cost of Rs.5,00,00,000.
- vii) 49,946.086 units of Reliance Money Manager Fund-Institutional Option - Daily Dividend Plan at a cost of Rs.5,00,05,442.32.

## 7. The major components of the Deferred Tax Assets/ Liabilities, based on the tax effect of the timing differences as at 31st March, 2010 are as under:

Particulars	2009-2010	2008-2009
<b>Deferred Tax Liability</b>		
Depreciation	46,945	52,380
<b>Deferred Tax Assets</b>		
Amortisation of Preliminary Expenses (u/s 35D of I.T.Act, 1961)	(46,945)	(52,380)
<b>Net Liabilities/Assets</b>	<b>NIL</b>	<b>NIL</b>

As a matter of prudence, deferred tax assets have been recognized only to the extent of deferred tax liability.

## 8. Earnings Per Share

Computation of earnings per share:

Particulars		2009-2010	2008-2009
Profit After Tax (In Rupees)	(A)	1,53,58,560	2,90,486
Weighted Average no. of shares for Earnings per share	(B)	2,60,00,000	2,08,10,000
Basic and Diluted Earnings per Share of Rs. 10/-	(C)= (A) / (B)	0.59	0.01

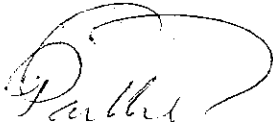


## **RPG POWER TRADING COMPANY LIMITED**

9. 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.
10. The Company is in the process of appointing a Company Secretary.
11. The Company is engaged in the business of trade of electricity and does not operate in any other reportable segment.
12. Pursuant to the Company's application made in November 2008, for obtaining voluntary coverage u/s 1(4) of Employees Provident Fund & Misc. Provisions Act, 1952, the Company was granted registration number by the Regional Provident Fund Commissioner, West Bengal (RPFC) in May 2009. Accordingly, the required sums were deposited with RPFC in June 2009.
13. Pursuant to the Company's application made in March, 2010, for obtaining registration under sub-rule (1) of rule 5 of The West Bengal Value Added Tax Rules, 2005, the Company received registration in June, 2010. Accordingly the required sum of Rs.37,500/- was deposited with WB VAT in June, 2010.
14. Previous year's figures have been rearranged / regrouped, wherever necessary.

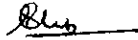
For Price Waterhouse  
Firm Registration Number: 007568S  
Chartered Accountants

For and on behalf of  
the Board of Directors



Partha Mitra  
Partner

Membership No: 50553  
Kolkata, 18<sup>th</sup> September, 2010



Head-Power Trading



Director



Director

**RPG POWER TRADING COMPANY LIMITED**

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

**Balance Sheet Abstract and Company's General Business Profile****I. Registration Details**

Registration No.	U40102WB2008PLC124401
State Code	21
Balance Sheet Date	31 <sup>st</sup> March, 2010

**II. Capital raised during the year (Amount in Rs. Thousands)**

Public Issue	Nil	Rights Issue	Nil
Bonus Issue	Nil	Private Placement	Nil

**III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousands)**

Total Liabilities	2,75,649	Total Assets	2,75,649
<b>Sources of Funds</b>		<b>Application of Funds</b>	
Paid up Capital	2,60,000	Net Fixed Assets	318
Reserves & Surplus	15,649	Investments	-
Secured Loans	-	Net Current Assets	2,75,331
Unsecured Loans	-	Miscellaneous Expenditure	-
Deferred tax liability	-		

**IV. Performance of the Company (Amount in Rs. Thousands)**

Turnover (including other income)	11,59,504	Total Expenditure	11,40,552
Profit before Tax	18,953	Profit after Tax	15,359
Earnings Per Share (Rs.) - Basic	0.59	Dividend Rate (%)	NIL
- Diluted	0.59		

**V. Generic Names of Principal Product / Services of Company (as per monetary terms)**

Product Description	Item Code No. (ITC Code)
Trading of Power	Not Applicable

Kolkata, 18th September, 2010