



*Enlightening Lives*

# 12<sup>th</sup> Annual Report 2014-2015



**Uttar Gujarat Vij Company Limited**

CIN - U40102GJ2003SGC042906

Subsidiary of Gujarat Urja Vikas Nigam Limited





## INDEX

PARTICULARS	PAGE NO.
Board of Directors	1
Notice	2
Board's Report	6
C&AG Comments	29
Auditor's Report	30
Balance Sheet	40
Profit & Loss Account	41
Cash Flow Statements	42
Notes to Financial Statements	43

## UGVCL AT A GLANCE

01-Dec-2015

Total Area (in sq. Kms.)	49,950
Districts covered	7+3 (partly)
Towns	38
Villages	4689
Consumers	31,44,630
Circles	4
Divisions	21
Sub Divisions	128+5 (REC)
Sub Stations	421
Transformers Centers	2,17,003
Feeders	4158
HT Lines (Kms.)	92742
LT Lines (Kms.)	69545
Ratio LT/HT	0.75
Employees	7378



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### BOARD OF DIRECTORS

Shri Varun Nath Maira, IAS  
Smt. Shahmeena Husain, IAS  
Shri K. P. Jangid  
Shri M. B. Parikh  
Shri Anil Kumar Yadav  
Shri H. P. Desai  
Shri K. P. Patel  
Prof. Ajay Pandey  
Prof. (Dr.) B. A. Prajapati  
Shri Anupam Anand, IAS

Chairman  
Director  
Director  
Director (From 02-Mar-2015)  
Director (From 10-Jun-2015)  
Independent Director (From 26-Mar-2015)  
Independent Director (From 26-Mar-2015)  
Independent Director (From 26-Mar-2015)  
Independent Director (From 26-Mar-2015)  
Managing Director (From 18-Jun-2015)

### COMPANY SECRETARY

Shri Nitinkumar M Joshi, FCS

### CHIEF FINANCIAL OFFICER

Shri R B Kothari, ACMA

### SENIOR EXECUTIVES

Shri R. B. Kothari  
Shri J. M. Patel  
Shri A. K. Mangal  
Shri P. J. Trivedi  
Shri A. C. Prajapati

General Manager (Finance) & CFO  
I/c. Chief Engineer (Operation)  
I/c. Chief Engineer (P&P)  
Addl. Chief Engineer (Civil)  
Addl. General Manager (HR)

### STATUTORY AUDITORS

M/s. Kochar & Associates  
Chartered Accountants  
Ahmedabad

### COST AUDITORS

M/s. Ashish S. Bhavsar & Co.,  
Cost Accountants  
Ahmedabad

### SECRETARIAL AUDITORS

M/s. Hitesh Buch & Associates  
Practicing Company Secretaries  
Ahmedabad

### BANKERS

State Bank of India  
Bank of Baroda  
Axis Bank  
Dena Bank  
Union Bank of India

### REGISTERED & CORPORATE OFFICE

Visnagar Road  
MEHSANA - 384 001 North Gujarat  
Phone: (02762) 222080-81 Fax: 223574  
Email: corporate@ugvcl.com  
Website: www.ugvcl.com





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### NOTICE

**NOTICE** is hereby given that the Twelfth Annual General Meeting of the Members of Uttar Gujarat Vij Company Limited will be held [at a shorter notice under Section 101(1)(i) of the Companies Act, 2013, pursuant to the consents received from all the members] on Monday, the 21<sup>st</sup> day of December, 2015 at 12-00 noon at the Registered Office of the Company at Visnagar Road, Mehsana – 384001 (North Gujarat) to transact the following business:

#### ORDINARY BUSINESS

- 1 To receive, consider and adopt the audited Financial Statements of the Company for the Financial Year ended 31<sup>st</sup> March, 2015 together with the Board's Report and Report of Auditors thereon with Nil comments of the Comptroller & Auditor General of India;
- 2 To authorize the Board of Directors of the Company to fix the remuneration payable to Statutory Auditors of the Company appointed by the Comptroller and Auditor General of India (C&AG), New Delhi, for the Financial Year 2015-16 in terms of Section 139(5) read with Section 142 of the Companies Act, 2013 and if thought fit, to pass, with or without modification, the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to Section 142 of the Companies Act, 2013, the Board of Directors of the Company be and is hereby authorized to decide and fix the remuneration and other terms and conditions including out of pocket expenses, to the Statutory Auditors appointed by the Comptroller and Auditor General of India, (C&AG), New Delhi, for the Financial Year 2015-16."

#### SPECIAL BUSINESS

- 3 To consider and if thought fit, to pass, with or without modification/s, the following resolution as an Ordinary Resolution:  
  
**"RESOLVED THAT** pursuant to Section 152 and other applicable provisions, if any, of the Companies Act, 2013, and Rules made thereunder (including any statutory modifications or reenactment thereof for the time being in force) Shri M. B. Parikh (DIN-07086891) who was appointed as Additional Director by the Board with effect from 02-Mar-2015 to hold office up to the date of this Annual General Meeting in terms of Section 161 of the Companies Act, 2013, be and is hereby appointed as a Director of the Company, not liable to retire by rotation."

- 4 To consider and if thought fit, to pass, with or without modification/s, the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Cost Records and Audit) Rules, 2014 (including any statutory modifications or reenactment thereof, for the time being in force), the remuneration of M/s. Ashish S. Bhavsar & Company, Cost Accountants, Ahmedabad (Firm Registration No. 100602) as Cost Auditors of the Company whose appointment and remuneration has been recommended by the Audit Committee and approved by the Board to conduct the audit of the Cost Accounts / Records maintained by the Company in respect of Electricity Industry for the Financial Year ending 31<sup>st</sup> March, 2016 (i.e. Financial Year 2015-16) at the remuneration of Rs. 48,000/- (Rupees Forty-eight Thousand only) plus Govt. levies / Tax plus out of pocket expenses at actual subject to maximum limit of Rs. 10,000/-, be and is hereby ratified and approved.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things and take all such steps as may be necessary, proper and expedient to give effect to this resolution."

- 5 To consider and if thought fit, to pass, with or without modification/s, the following resolution as a Special Resolution:

**RESOLVED THAT** pursuant to the provisions of Section 14 and all other applicable provisions of the Companies Act, 2013 read with Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the draft regulations as contained in the Articles of Association, submitted to this meeting be and are hereby approved and adopted in substitution, and to the entire exclusion, of the regulations contained in the existing Articles of Association of the Company.

**RESOLVED FURTHER THAT** the Board of Directors of the Company (including any Committee thereof) be and is hereby authorized to do all such acts, days, matters and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

By Order of the Board  
For Uttar Gujarat Vij Company Limited

Date : 15-Dec-2015  
Place : Ahmedabad

N. M. Joshi, FCS  
Company Secretary

### NOTES :

- 1 A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL, VOTE INSTEAD OF HIMSELF AND THAT A PROXY NEED NOT BE A MEMBER OF THE COMPANY. The instrument appointing the proxy should however be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
- 2 A Statement pursuant to Section 102 of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### ANNEXURE TO THE NOTICE

#### EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

##### ITEM NO. 3 :

Gujarat Urja Vikas Nigam Limited (GUVNL) vide its Letter No. GUVNL/CS/618 dated 04-Feb-2015, appointed/nominated under Article-57 of the Articles of Association of the Company, Shri M. B. Parikh (DIN-07086891), ED (F&A), GUVNL as Director in UGVCL.

Under the provisions of Section 161 of the Companies Act, 2013, the Board has at its 77<sup>th</sup> Meeting held on 02-Mar-2015 appointed Shri M. B. Parikh as an additional director to hold office up to the date of the next annual general meeting.

Shri M. B. Parikh has also been appointed as Member of the Personnel Committee constituted by the Board.

Pursuant to the Notification No. G.S.R. 163 (E) dated 05-Jun-2015 of the Central Government, the provisions of Section 160 of the Companies Act, 2013 are not applicable to the Company and therefore, no notice under the said Section is required.

The above appointment of Shri M. B. Parikh as a Director on the Board of the Company requires approval of the members in the General Meeting.

Shri M. B. Parikh is presently working as Executive Director (Finance & Accounts) in Gujarat Urja Vikas Nigam Limited (GUVNL), holding company and holds 10 Equity Shares in the Company as Nominee of GUVNL.

None of the Directors and Key Managerial Personnel of the Company and their relatives except Shri M. B. Parikh is, in any way, concerned or interested, financially or otherwise, in this Resolution.

The Board commends the Ordinary Resolution set out in Item No. 3 of the Notice for approval of the Members.

##### ITEM NO. 4 :

As per the provisions of Section 148 of the Companies Act, 2013 and as required under the Companies (Cost Records and Audit) Rules, 2014, the proposal for appointment of M/s. Ashish S. Bhavsar & Company, Cost Accountants, Ahmedabad (Firm Registration No. 100602) was placed before the 37<sup>th</sup> Meeting of the Audit Committee and as recommended by the Audit Committee along with the remuneration, the Board of Directors of your Company has at its 81<sup>st</sup> Meeting held on 10-Jun-2015 considered the recommendation and approved the said proposal for appointment of M/s. Ashish S. Bhavsar & Company as Cost Auditor to conduct the audit of the Cost Accounts / Records maintained by the Company in respect of Electricity Industry for the Financial Year ending 31<sup>st</sup> March, 2016 (i.e. Financial Year 2015-16) at the remuneration of Rs. 48,000/- (Rupees Forty-eight Thousand only) plus Govt. levies / Tax plus out of pocket expenses at actual subject to maximum limit of Rs. 10,000/-, however that their remuneration shall be subject to the ratification by the Members as required under the provisions of sub-section (3) of Section 148 of the Companies Act, 2013.

Hence, as per the provisions of Section 148(3) of the Companies Act, 2013, the remuneration of the Cost Auditor is required to be ratified by the Members of the Company. Hence, this Resolution.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



None of the Directors and Key Managerial Personnel of the Company and their respective relatives is, in any way, concerned or interested, financially or otherwise, in passing of the Resolution set out at Item No. 4.

The Board commends the Ordinary Resolution set out in Item No. 4 of the Notice for approval of the Members.

### ITEM NO. 5 :

The Articles of Association (AoA) of the Company currently in force are originally adopted when the Company was incorporated under the Companies Act, 1956. Several regulations in the existing AoA contain references to specific sections of the erstwhile Companies Act, 1956 and some regulations in the existing AoA are no longer in conformity with the Companies Act, 2013 (the Act), which is now in force. With the coming into force of the new Act, several regulations of the existing AoA require alteration or deletions in several Articles. Therefore, it is considered expedient to adopt entirely a new set of regulations in the Articles of Association in place of / in substitution of the existing set of regulations in Articles to align AoA with the provisions of the Companies Act, 2013 and rules framed there under.

The Act under Schedule-I provides the model articles of association. Table F of the said schedule provides Articles of Association of a Company limited by shares. Therefore, in the new set of Articles, the clauses of Table F have been adopted and have been modified wherever necessary. New Articles have been added to meet with the statutory provisions of the Act which permit a Company to do some acts "if so authorized by its Articles" or provisions which require a Company to do acts in a prescribed manner "unless the articles otherwise provide".

The Board of Directors at their 84<sup>th</sup> Meeting held on 15-Dec-2015 proposed adoption of new set of AoA subject to approval of the Members.

As per the provisions of Section 14 of the Companies Act, 2013, alteration in Articles of Association of the Company will be required to be approved by the shareholders of the Company by way of Special Resolution and hence, placed for seeking approval of shareholders.

After approval of shareholders, the Articles will be sent to Govt. of Gujarat for approval. Any further amendments in the Articles, if any, as suggested by Government of Gujarat will be carried out subsequently after following the due procedure.

A copy of the proposed set of new draft AoA of the Company would be available for inspection of the Members at the Registered Office of the Company during business hours on any working day up to the date of Annual General Meeting

None of the Directors and Key Managerial Personnel of the Company and their respective relatives is, in any way, concerned or interested, financially or otherwise, in passing of the Resolution set out at Item No. 5.

The Board commends the Special Resolution set out in the Item No. 5 of the Notice for approval of the members.

By Order of the Board  
For Uttar Gujarat Vij Company Limited

N. M. Joshi, FCS  
Company Secretary

Date : 15-Dec-2015  
Place : Ahmedabad



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### BOARD'S REPORT

To,  
The Members of  
**UTTAR GUJARAT VIJ COMPANY LIMITED**

Your Directors have pleasure in presenting the Twelfth Annual Report of the Company together with the Audited Financial Statements for the financial year ended 31<sup>st</sup> March, 2015.

#### FINANCIAL RESULTS :

The Company's financial performance for the year under review along with previous year's figures is summarized below:

Particulars	(Rs. in Lacs)	
	Financial Year ended 31 <sup>st</sup> March	
	2015	2014
Total Income	8,28,761	7,67,299
Profit before Depreciation, Interest and Tax	45,395	35,831
Depreciation	22,517	17,947
Interest and Finance Charges	20,686	16,188
Profit before Tax	2,192	1,697
Provision for Tax	468	345
Profit after Tax	1,724	1,351
Profit brought forward from previous year	6,250	4,899
Balance carried to Balance Sheet	7,974	6,250

#### DIVIDEND:

Your Directors do not recommend any dividend on Equity Shares for the year under review and no amount has been transferred to General Reserve.

#### ACHIEVEMENTS:

On 19-Nov-2014, UGVCL was adjudged the winner of INDIA POWER AWARD-2014 under the Category: Best Overall Performance in Private Sector & PSU during the 7<sup>th</sup> INDIA POWER AWARDS-2014. On 23-Dec-2014, the Company received ISO 9001:2008 re-certification from Bureau Veritas Certification (India) Pvt. Ltd. for the Company's Regd. & Corporate Office, all Circle Offices, Division Offices, Sub Division Offices, Area Load Dispatch Center and Energy Management Center. On 05-Sep-2015, the Company was adjudged as Winner for Best Performing Distribution Company category during the 16<sup>th</sup> Regulators and Policymakers Retreat 2015 of the IPPAI Power Awards 2015.





## Uttar Gujarat Vija Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### OPERATIONS AND STATE OF COMPANY'S AFFAIRS :

During the year under review, the revenue from the sale of power including subsidies and other income amounted to Rs. 828761.40 Lacs. (PY. Rs. 7,67,298 Lacs). The Company purchased 20339.44 MU's (PY 19,458 MU's) of energy from Gujarat Urja Vikas Nigam Limited (GUVNL), Solar and Wind farm and sold 17609.25 MU's (PY 17,484 MU's) of energy to all categories of consumers. The Company's overall transmission and distribution losses are reported to the extent of 2730.19 MU's (PY 1,974 MU's) at 14.26% (PY 11.99%).

The year under review is the tenth operational year and your Company has always made efforts to achieve its goals. Some of the operational highlights are -

- Total 2610 (PY 2,491) Nos. of rural feeders have been declared as Agricultural Dominated Feeders.
- Transformer failure rate is reduced to 5.60% from 6.76% of the previous year.
- Vigilance activity with continuous efforts is made for prevention of theft of energy and other misuse of power during the year.
  - Installations checked - 756772(PY 8,12,981) Nos.
  - Installations detected - 13981(PY 12,952) Nos.
  - Amount assessed - Rs. 2662.51(PY 2,315.22) Lacs
- For better system improvement and to give quality power supply of the over-loaded feeders, 218 (PY 126) Nos. of feeders are bifurcated and charged during the year.
- Automated Meter Reading (AMR) is installed on total 2999 (PY 2,800) Nos. of HT connections. This has helped in considerable time saving of man-power and reading billing process with perfect billing, thereby assisting in study of consumer consumption data and vigilance observation.
- For reduction in technical losses, 1993 (PY 2543) Nos. of Amorphous/4 Star Transformers are installed in Urban, GIDC and JGY Feeders.
- Total 2665 (PY 2432) Nos. of Special Design Transformers (SDT) have been provided on Agricultural feeders, covering benefit to 113560 (PY 108406) Nos. of Farm House connections.
- Work progress - New release of connections :
  - HT New Connection - 333 Nos. (PY 297 Nos.)
  - HT additional load - 206 Nos. (PY 219 Nos.)
  - NRGPI - 2916 Nos. (PY 2,443 Nos.)
  - NRGPC - 15128 Nos. (PY 13,145 Nos.)
  - LT MD I - 370 Nos. (PY 298 Nos.)
  - LTMD c - 102 Nos. (PY 85 Nos.)
  - RGP - 59720 Nos. (PY 56,620 Nos.)
  - Water Works - 848 Nos. (PY 816 Nos.)
- Ag. Connection under :
  - SPA Well (Normal Scheme) - 5703 Nos. (PY 6193 Nos.)



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



• TASP Well	-	2501 Nos. (PY 3355 Nos.)
• Tatkal Scheme	-	2826 Nos. (PY 241 Nos.)
• Dark Zone Well	-	8278 Nos. (PY 12489 Nos.)
• Petapara electrified	-	0 Nos. (PY 0 Nos.)
• SCSP (Household)	-	3434 Nos. (PY 3947 Nos.)
• RGGVY (New Connections)	-	0 Nos. (PY 2543 Nos.)
• Zupad-patties Connections	-	14294 Nos. (PY 16428 Nos.)
• Kutirjyoti Connections	-	1512 Nos. (PY 1397 Nos.)

• System Network added

• HT Line	-	5536 Kms. (PY 5,168 Kms.)
• LT Line	-	621 Kms. (PY 1,188 Kms.)
• Trans. Center	-	30550 Nos. (PY 19,548 Nos.)

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO :

The information pertaining to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule-8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure-1 and attached to and forming part of this Report.

### SHARE CAPITAL :

The Authorized Share Capital of the Company as on 31-Mar-2015 is Rs. 600 Crores divided in to 60,00,00,000 Equity Shares of Rs. 10/- each. The Issued Share Capital as on 31-Mar-2015 stood at Rs. 317,38,50,500 and Subscribed and Paid-up Share Capital of the Company stood at Rs. 316,53,09,210.

During the financial year, the Company has on 24-Sep-2014 allotted 49820795 Equity Shares of Rs. 10/- each as fully paid-up at premium of Rs. 47/- per Share on rights basis aggregating to Rs. 283,97,85,315/- to GUVNL (holding Company) towards the release of connections to Agriculture Wells under SPA and under Dark Zone Schemes. Further, on 01-Jul-2015, the Company has allotted 33101954 Equity Shares of Rs. 10/- each as fully paid-up at premium of Rs. 55/- per Share on rights basis aggregating to Rs. 215,16,27,010/- to GUVNL (holding Company) towards the release of Agriculture connections and for implementation of TASP-W&P. Therefore, the paid-up Share Capital of the Company as on date of this Report is Rs. 349,63,28,750/-.

During the year under review, the Company has not bought back any of its securities, nor issued any shares as Sweat Equity or Bonus Shares or shares with differential voting rights nor granted any stock options.

### DIRECTORS AND KEY MANAGERIAL PERSONNEL :

Since the last Financial Year 2013-14, the changes among the Directors and Key Managerial Personnel are as under:





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



- Shri C. J. Macwan (DIN-03596652) ceased to be Director with effect from 07-May-2014.
- Dr. R. G. Joshi (DIN-06860243) was appointed/nominated as Director with effect from 07-May-2014 vice Shri C. J. Macwan.
- Dr. R. G. Joshi (DIN-6860243) ceased to be Director with effect from 31-Jul-2014.
- Shri K. D. Suthar (DIN-06971235) was appointed/nominated as Director with effect from 24-Sep-2014 vice Dr. R. G. Joshi.
- Shri K. M. Shringarpure (DIN-02468876) ceased to be Director with effect from 29-Dec-2014.
- Shri Nityanand Srivastava, IFS (DIN-03596652) ceased to be Managing Director as also Director with effect from 02-Mar-2015.
- Shri Hareet Shukla, IAS (DIN-02858978) was appointed/nominated as Managing Director with effect from 02-Mar-2015 vice Shri Nityanand Srivastava.
- Shri M. B. Parikh (DIN-07086891) is appointed/nominated as Additional Director with effect from 02-Mar-2015 and holds the said office till the date of the forthcoming Annual General Meeting.
- Shri H. P. Desai (DIN-00034128), Prof. Ajay Pandey (DIN-01292877), Prof. (Dr.) B. A. Prajapati (DIN-01431661) and Shri K. P. Patel (DIN-01116799) have been appointed/designated as Independent Directors by the Members pursuant to the provisions of Section 149 of the Companies Act, 2013 for a term of two years with effect from 26-Mar-2015, who are not liable to retire by rotation.
- Shri K. D. Suthar (DIN-06971235) ceased to be Director with effect from 10-Jun-2015.
- Shri Anil Kumar Yadav (DIN-07205558) is appointed/nominated as Director with effect from 10-Jun-2015.
- Shri Hareet Shukla, IAS (DIN-02858978) ceased to be Managing Director as also Director with effect from 17-Jun-2015.
- Shri Anupam Anand, IAS (DIN-07018990) is appointed/nominated as Managing Director with effect from 18-Jun-2015 vice Shri Hareet Shukla.

The Board places on record its appreciation for the valuable contributions made by Shri C. J. Macwan, Dr. R. G. Joshi, Shri Nityanand Srivastava, Shri K. M. Shringarpure, Shri K. D. Suthar and Shri Hareet Shukla during their tenure on the Board of the Company.

In view of Notification No. GSR-163(E) dated 05-Jun-2015 of Ministry of Corporate Affairs, Govt. of India, the Govt. companies have been exempted from the applicability of the provisions of Section 152 of the Companies Act, 2013. Therefore, none of the Directors are liable to retire by rotation.

Shri M. B. Parikh who has been appointed as Additional Director under the provisions of Section 161 of the Companies Act, 2013 holds his office as such till the date of ensuing Annual General Meeting. The Notice convening the Meeting includes an item under Special Business relating to his appointment to the office of Director. Your Directors recommend his appointment to the office of Director.

Pursuant to the provisions of Section 203 of the Companies Act, 2013, Shri R. B. Kothari, General Manager (Finance) was designated as Chief Financial Officer (CFO). The Managing Director, Chief Financial Officer and Company Secretary have been designated as Key Managerial Personnel of the Company.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### DECLARATION OF INDEPENDENT DIRECTORS :

Pursuant to the provisions of Section 149(6)/(7) of the Companies Act, 2013 and the relevant Rules, the Company has received necessary declarations from each Independent Director for the FY 2014-15 confirming that they meet the criteria of independence as prescribed under the Act.

### BOARD EVALUATION :

The Board of Directors has carried out an annual evaluation of its own performance, Board Committees and individual Directors pursuant to the provisions of the Act.

The performance of the Board was evaluated by the Board after seeking inputs from all the Directors on the basis of the criteria such as the Board's composition and structure, effectiveness of Board processes, information and functioning, etc. The Board appreciated active participation of all Directors.

The performance of the Committees was evaluated by the Board after seeking inputs from the Committee Members on the basis of the criteria such as composition of Committees, effectiveness of Committee meetings, etc.

In a separate meeting of Independent Directors, the performance of Non-Independent Directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking into account the views of the Directors. The same was discussed in the Board Meeting at which the performance of the Board, its Committees and individual Directors was also discussed.

### POLICY ON DIRECTORS' APPOINTMENT, ETC. :

The Company being a Government Company, the provisions of Section 134(3)(e) of the Companies Act, 2013 are not applicable in view of the Notification No. GSR-163(E) dated 05-Jun-2015 issued by the Ministry of Corporate Affairs, Govt. of India.

### NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR :

The Board of Directors of the Company had eight (8) Meetings during the Financial Year 2014-15 held on 05-Jun-2014, 08-Aug-2014, 24-Sep-2014, 18-Dec-2014, 08-Jan-2015, 02-Mar-2015, 13-Mar-2015 and 27-Mar-2015.

### DIRECTORS' RESPONSIBILITY STATEMENT :

To the best of knowledge, belief and according to the information received, the Directors confirm as under for the Financial Year 2014-15 in terms of Section 134(3)(c) of the Companies Act, 2013:

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





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



- (b) the Directors had selected such accounting policies and applied them 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 and of the profit and loss of the Company for that period;
- (c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the Directors had prepared the annual accounts on a going concern basis;
- (e) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### AUDIT COMMITTEE :

The Audit Committee has been constituted with the terms of reference as prescribed in Section 177 of the Companies Act, 2013 read with Rule-6 of the Companies (Meetings of the Board and its Powers) Rules, 2014. The Chairman of the Audit Committee is an Independent Director. There were five meetings held during the Financial Year 2014-15 on 05-Jun-2014, 08-Aug-2014, 24-Sep-2014, 08-Jan-2015 and 18-Mar-2015. The recommendations made by the Audit Committee during the year were accepted by the Board. The composition of the Audit Committee as on 31-Mar-2015 is as under:

1. Prof. Ajay Pandey (DIN-01292877) ..... Independent Director;
2. Prof. (Dr.) B. A. Prajapati (DIN-01431661) ..... Independent Director; and
3. Shri K. D. Suthar (DIN-06971235) ..... Director.

### CORPORATE SOCIAL RESPONSIBILITY (CSR) :

The Company has constituted a 'Corporate Social Responsibility' (CSR) Committee in accordance with Section 135 read with the Companies (CSR Policy) Rules, 2014. The CSR Policy adopted by the Company is posted on the Company's website at [www.ugvcl.com](http://www.ugvcl.com). The Annual Report on Corporate Social Responsibility activities is attached as **Annexure-2** which forms part of this Report.

### VIGIL MECHANISM (WHISTLE BLOWER POLICY) :

As required under the provisions of Section 177(9) of the Companies Act, 2013, the Company has established a Vigil Mechanism (Whistle Blower Policy). All employees of the Company and Directors on the Board of the Company are covered under the Mechanism. The Vigil Mechanism provides adequate safeguards against victimization of employees who avail of the Mechanism. It also provides direct access to the Chairman of the Audit Committee on reporting issues concerning the interests of employees and Directors. The Vigil Mechanism (Whistle Blower Policy) of the Company is available on the website of the Company at [www.ugvcl.com](http://www.ugvcl.com)



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### **NOMINATION AND REMUNERATION COMMITTEE AND POLICY :**

Pursuant to the provisions of Section 178 of the Companies Act, 2013, the Board of Directors has constituted Nomination and Remuneration Committee. The Ministry of Corporate Affairs, Govt. of India has vide Notification No. GSR-163(E) dated 05-Jun-2015 has modified the application of provisions of Section 178 for Government companies so as to apply the same with regard to appointment of 'senior management' and other employees. The Board has on the recommendation of the Committee formulated Remuneration Policy for senior management and other employees.

### **RISK MANAGEMENT :**

The elements of risk threatening the Company's existence are very minimal. However, as required by Section 134(3)(n) of the Companies Act, 2013, the Company has framed Risk Management Policy to identify various elements of risk and steps taken to mitigate the same. As an enterprise engaged in distribution of electricity, the Company has always had a systems-based approach to Business Risk Management. The risk management includes identifying types of risks and their assessment, risk handling and monitoring and reporting. The Risk Management framework primarily focuses on following elements:

- Risk to Company's assets and properties
- Employees related risks
- Risks associated with non-compliance of statutory enactments
- Risk of Inflation and Cost Structure
- Credit Risk
- Liquidity Risk
- Regulatory Risk
- Network Risk
- Fuel availability and price fluctuation
- Risk of monsoon failure
- Risk of compensation to third parties due to electrical accidents and burning of crop
- Dependence on Government for grants and subsidies

### **EXTRACT OF ANNUAL RETURN :**

The information required to be disclosed pursuant to Section 134(3)(a) of the Companies Act, 2013 with respect to extract of Annual Return pursuant to the provisions of Section 92 read with Rule-12 of the Companies (Management and Administration) Rules, 2014 is furnished in Form MGT-9 as Annexure-3 and attached to and forming part of this Report.

### **RELATED PARTY TRANSACTIONS :**

All transactions entered with related parties for the year were on arm's length basis and were in the ordinary course of business. The Company has adopted a Related Party Transactions Policy and Procedure.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



All related party transactions were placed before the Audit Committee. Omnibus approval was obtained for transactions which are of repetitive nature.

### INTERNAL FINANCIAL CONTROL SYSTEMS :

The Company has in place adequate internal financial controls with reference to financial statements commensurate with the size and nature of its business.

### DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013 :

In compliance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013, an 'Internal Complaints Committee' has been constituted in the Company for redressal of complaints against sexual harassment of women employees. During the year under review, the Company had received one complaint which has been redressed and disposed of.

### SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS :

Gujarat Electricity Regulatory Commission (GERC) is the authority to regulate the working of the Electricity Utilities in the State and is entrusted with various functions, inter-alia, including the determination of retail tariff rate for the end users of electrical energy.

Under section 62 of the Electricity Act, 2003 and relevant GERC Regulations, the Company has filed the final petition on 30<sup>th</sup> November, 2014 vide case No. 1463/2014, for truing up for Financial Year 2013-14 and determination of Tariff for Financial Year 2015-16 under GERC (MYT Framework) Regulations, 2011 and under Part -VII (Section 61 to 64) of the Electricity Act, 2003 in accordance with relevant guidelines. Subsequent to the public hearing held on 11<sup>th</sup> February 2015, GERC has declared its Award/Order on 31<sup>st</sup> March, 2015 and determined retail tariff rates effective from 1<sup>st</sup> April, 2015 to be recovered for the Financial Year 2015-16 from the consumers.

GERC vide Order dated 30<sup>th</sup> March, 2015 and 28<sup>th</sup> October, 2015 has determined Additional Surcharge to be recovered by Distribution Companies from the Consumers opting to purchase power from other than our Company in order to mitigate our Company's fixed cost burden.

State Load Dispatch Centre, Gujarat has adopted Central Electricity Regulatory Commission's (CERC) Deviation Settlement Mechanism (DSM) for intra-state entities pursuant to GERC Directive dated 5<sup>th</sup> March, 2015 enabling commercial mechanism for settlement of deviation.

### CONSUMER GRIEVANCES REDRESSAL FORUM :

The Company has set up the Consumer Grievance Redressal Forums as mandated by the Electricity Act, 2003 and the Regulations notified thereunder, within its jurisdiction for quick disposal of consumers' grievances. During the year under review, 116 Nos. of cases were disposed of.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### AUDITORS :

#### [A] STATUTORY AUDITORS :

M/s. Kochar & Associates, Ahmedabad were appointed as Statutory Auditors of the Company for the Financial Year 2014-15 by the Comptroller and Auditor General of India (C&AG). They have audited the Financial Statements for the year ended 31-Mar-2015 and submitted their Report. There were no qualifications, reservations or adverse remarks made by the Auditors in their Report. The Notes to the Financial Statements are self-explanatory and therefore, do not call for any further comments.

#### C&AG's COMMENTS

The Comptroller & Auditor General of India (C&AG) have conducted supplementary audit under Section 143 of the Companies Act, 2013 of the Financial Statements of the Company for the year ended on 31-Mar-2015, and has issued Nil Comment vide their Letter No. ES-I/A/cs/UGVCL/2014-15/OW/1685 dated 16-Nov-2015, a copy of which is placed in this Annual Report.

#### [B] COST AUDITORS :

In terms of the provisions of Section 148 of the Companies Act, 2013 and the Companies (Cost Records and Cost Audit) Rules, 2014, the Board of Directors appointed M/s. Ashish S. Bhavsar & Co., Ahmedabad as Cost Auditors for the Financial Year 2014-15 for auditing the cost accounting records relating to Electricity Industry product. The Cost Audit Report for the Financial Year 2014-15 was filled / uploaded on the MCA Portal on 30-Sep-2015. The Board, up on recommendation of the Audit Committee, has appointed M/s. Ashish S. Bhavsar & Co., Ahmedabad as Cost Auditors for the Financial Year 2015-16. As required under the provisions of the Companies Act, 2013, the Directors recommend their remuneration for the Financial Year 2015-16 for your ratification.

#### [C] SECRETARIAL AUDITORS :

In terms of the provisions of Section 204 of the Companies Act, 2013, the Company has appointed M/s. Hitesh Buch & Associates, Practicing Company Secretaries, Ahmedabad for conducting Secretarial Audit for the Financial Year 2014-15. M/s. Hitesh Buch & Associates have issued Secretarial Audit Report (Form MR-3) for the Financial Year 2014-15 which is attached as **Annexure-4** and is forming part of this Report. There were no adverse comments, qualifications or reservations or adverse remarks in the Secretarial Audit Report.

#### OTHER DISCLOSURES :

- a) There was no unpaid or unclaimed dividend declared and paid and therefore, no disclosure is required to be made pursuant to the provisions of Section 125 of the Companies Act, 2013.
- b) The Managing Director of the Company did not receive any remuneration or commission from any of its subsidiaries as there are no subsidiaries.
- c) There was no change in the nature of business of the Company during the year.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



- d) No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which these financial statements relate and the date of this Report.
- e) The Company is engaged in the distribution of power which is covered under the exemption provided under Section 186(11) of the Companies Act, 2013. Accordingly, details of loan given or guarantee or security provided by the Company are not required to be reported. The Company has not made any investment during the year.
- f) The Company has no any subsidiary or joint venture or associate company as defined under the Companies Act, 2013.
- g) The Company being a Government Company is exempted vide Notification No. GSR-163(E) dated 05-Jun-2015 issued by the Ministry of Corporate Affairs, Govt. of India, to furnish information as required under Section 197 of the Companies Act, 2013 relating to particulars of employees.
- h) During the year under review, the Company has neither accepted nor renewed any deposits covered/as defined under Chapter-V of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.
- i) There were no instances of frauds identified or reported by the Statutory Auditors during the course of their audit pursuant to Section 143(12) of the Companies Act, 2013.
- j) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and the Company's operations in future, except as stated elsewhere in this Report.
- k) The Company has not provided any Stock Option Scheme to the employees.

### ACKNOWLEDGEMENT :

Your Directors gratefully acknowledge and appreciate the contribution made by the employees at all levels for the understanding and support extended by them. The Directors express their deep sense of appreciation of all the employees, whose outstanding professionalism, commitment and initiative have made the organization's growth and success possible and continue to drive its progress. The Directors place on record their gratitude to the Government of India (including the Ministry of Power), Government of Gujarat (including Energy & Petrochemicals Department), Gujarat Urja Vikas Nigam Limited (the Holding Company), Gujarat State Electricity Regulatory Commission, GEDA, Financial Institutions, Bankers, Consumers, Suppliers and other business associates and various stakeholders for their continued assistance, co-operation and patronage. The Company is also thankful to the Comptroller & Auditor General of India, the Internal, Statutory, Cost and Secretarial Auditors and Consultants/Advisors for their suggestions and co-operation.

For and on behalf of the Board

Date : 15-Dec-2015  
Place : Ahmedabad

V. N. Maira, IAS (Retd.)  
Chairman



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### ANNEXURE-1

Information on Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule-8(3) of the Companies (Accounts) Rules, 2014

<b>(A) Conservation of energy –</b>	
i). The steps taken or impact on conservation of energy;	<ul style="list-style-type: none"><li>• DSM Plan for providing LEDs &amp; Energy Efficient Fans at Govt. Schools, Colleges, Aganwadis, Health Centers, Hospitals etc was prepared.</li></ul>
ii). The steps taken by the company for utilizing alternate sources of energy;	<ul style="list-style-type: none"><li>• For installation of 60 nos. of Solar Agriculture Pump sets Letter of Intent (LOI) was given</li><li>• For Wind &amp; Biomass Generation, Power wheeling agreement with 11 HT consumers is executed for 13.95 MW installed capacity.</li></ul>
iii). The capital investment on energy conservation equipments;	---- Nil -----
<b>(B) Technology absorption –</b>	
i). The efforts made towards technology absorption;	<ul style="list-style-type: none"><li>• OFF Load AB switch with Earth switch</li><li>• Utilization of Load break AB Switch</li><li>• Development of HT metering Cubic</li><li>• Spot Billing in one subdivision using android mobile application</li><li>• Photo Billing in 8 subdivisions (Adalaj, Chandkheda, Chiloda-1&amp;2, Gandhinagar, Degam-T, Bopal &amp; Shilaj)</li></ul>
ii). The benefits derived like product improvement, cost reduction, product development or import substitution;	<ul style="list-style-type: none"><li>• Safety of Working Staff</li><li>• Reduction in Power Interruptions</li><li>• Esthetic looks &amp; safety at HT consumer premises</li><li>• Consumer satisfaction on correct billing</li></ul>
iii). In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- (a) The details of technology imported; (b) The year of import; (c) Whether the technology been fully absorbed;	---- Nil -----
(d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	
iv). The expenditure incurred on Research and Development.	----- Nil -----
<b>(C) Foreign exchange earnings and outgo –</b>	
The Foreign Exchange earned in terms of actual inflows during the years and the Foreign Exchange outgo during the year in terms of actual outflows.	----- Nil -----

For and on behalf of the Board

Date : 15-Dec-2015  
Place : Ahmedabad

V. N. Maira, IAS (Retd.)  
Chairman





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### ANNEXURE-2

#### Annual Report on Corporate Social Responsibility (CSR) activities for the Financial Year 2014-15

1.	<p><b>A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs:</b></p> <p>'Corporate Social Responsibility (CSR) Policy of Uttar Gujarat Vij Company Limited (UGVCL)' encompasses the Company's philosophy for delineating its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially relevant programs for welfare and sustainable development of the community at large.</p> <p>This Policy shall apply to all CSR initiatives and activities taken up by the Company at the Company's areas of operations and also within the State of Gujarat and in any other parts of the country, for the benefit of the different segments of the society provided that the preference shall be given to the local areas and areas where the Company operates for undertaking the CSR activities.</p> <p>In alignment with vision of the Company, UGVCL, through its CSR initiatives, shall continue to enhance value creation in the society and in the community in which it operates, through its services, conduct and initiatives, so as to promote sustained growth for the society and community.</p> <p>The CSR Projects and Programmes undertaken will be within the broad frame work of Schedule VII of the Companies Act, 2013 and will be identified and funds allocated, on a yearly basis, as per the need assessment specific to the location, target beneficiary and agency partnering for the implementation.</p> <p>The CSR Policy may be accessed on the Company's website: <a href="http://www.ugvcl.com">http://www.ugvcl.com</a></p>
2.	<p><b>The Composition of the CSR Committee :</b></p> <ol style="list-style-type: none"><li>1. Prof. Ajay Pandey, Independent Director ..... Chairman</li><li>2. Prof. (Dr.) B. A. Prajapati, Independent Director ..... Member</li><li>3. Shri K. D. Suthar, Director ..... Member (Up to 10-Jun-2015)</li><li>4. Shri Anil Kumar Yadav, Director ..... Member (From 10-Jun-2015)</li><li>5. Managing Director ..... Member</li></ol>
3.	<p><b>Average net profit of the Company for last three financial years :</b> Average Net Profit (2011-12 to 2013-14) Rs.1648.49 Lacs</p>
4.	<p><b>Prescribed CSR Expenditure (two percent of the amount as in item 3 above) :</b> Rs.32.97 Lacs (Rounded off to Rs. 33.00 Lacs)</p>
5.	<p><b>Details of CSR spent during the financial year :-</b></p> <ol style="list-style-type: none"><li>a) Total amount to be spent for the financial year ..... Rs. 33.00 Lacs</li><li>b) Amount unspent, if any ..... Rs.33.00 Lacs</li></ol>



# Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



c) Manner in which the amount spent during the financial year as given below :							
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No.	CSR Project or activity identified	Sector in which the project is covered	Projects or programs Projects or programs (1) Local area or other (2) specify the state and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs (1) Direct expenditure on projects or programs (2) Overhead	Cumulative expenditure up to the reporting period	Amount spent: Direct or through implementing agency
(1)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
6.	<p><b>In case, the Company has failed to spend two percent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board report :</b></p> <p>The Company was not able to spend 2% of its average profit for the last three financial years as required under the Companies Act, 2013 amounting to Rs. 33.00 Lacs. The CSR Policy was approved and adopted by the Board of Directors, on recommendation of the CSR Committee on 18-Dec-2014. Being the first year of implementation, the Company could not spend the money before finalizing this Report as the time was too short to identify suitable projects for spending the same.</p> <p>The Company is in the process of exploring various options for CSR activities that can deliver the maximum impact to the society.</p>						
7.	<p><b>Responsibility statement, of the CSR Committee, that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company duly signed by Director and Chairman of the CSR Committee.</b></p> <p>The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.</p>						
(Anupam Anand, IAS) Managing Director				(Prof. Ajay Pandey) Chairman, CSR Committee			



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



**ANNEXURE-3**

**FORM NO. MGT-9**  
**EXTRACT OF ANNUAL RETURN**  
**as on the financial year ended on 31-Mar-2015**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

### I. REGISTRATION AND OTHER DETAILS

I.	CIN:-	U40102GJ2003SGC042906
II.	Registration Date	15-Sep-2003
III.	Name of the Company	UTTAR GUJARAT VIJ COMPANY LIMITED
IV.	Category/ Sub-Category of the Company	Public Limited Company, Govt. Company
V.	Address of the Registered office and contact details	Registered & Corporate Office, Visnagar Road, Mehsana – 384001
VI.	Whether listed company	No
VII.	Name, Address and Contact details of Registrar and Transfer Agent, if any	NOT APPLICABLE

### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated :-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Distribution Electricity	35109	94.50%

### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	Gujarat Urja Vikas Nigam Limited Sardar Patel Vidyut Bhavan Race Course, Vadodara	U40109GJ20045GC045195	Holding	100%	2(46)





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding :

Category of Shareholders	No. of Shares held at the beginning of the year (01-Apr-2014)				No. of Shares held at the end of the year (31-Mar-2015)				% Change during the year
	Dem at	Physical	Total	% of Total Shares	Dem at	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	0	0	0	0	0	0	0	0	0
b) Central Govt.	0	0	0	0	0	0	0	0	0
c) State Govt(s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	0	266710126	266710126	100	0	316530921	316530921	100	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any Other....	0	0	0	0	0	0	0	0	0
<b>Sub-total (A) (1):-</b>	0	266710126	266710126	100	0	316530921	316530921	100	0
<b>(2) Foreign</b>	0	0	0	0	0	0	0	0	0
a) NRI Individuals	0	0	0	0	0	0	0	0	0
b) Other Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks / FI	0	0	0	0	0	0	0	0	0
e) Any Other....	0	0	0	0	0	0	0	0	0
<b>Sub-total (A) (2):-</b>	0	0	0	0	0	0	0	0	0
<b>Total Shareholding of Promoter (A) = (A)(1)+(A)(2)</b>	0	266710126	266710126	100	-	316530921	316530921	100	0
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Bank / FI.	0	0	0	0	0	0	0	0	0
c) Central Govt.	0	0	0	0	0	0	0	0	0
d) State Govt.	0	0	0	0	0	0	0	0	0
e) Venture Capital Fund.	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIS	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Fund.	0	0	0	0	0	0	0	0	0
i) Others (Specify)	0	0	0	0	0	0	0	0	0
<b>Sub-total (B)(1):-</b>	0	0	0	0	0	0	0	0	0
<b>2. Non- Institutions</b>									
a) Bodies Corp.									
i) Indian	0	0	0	0	0	0	0	0	0
i) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
i) Individual shareholders holding nominal	0	0	0	0	0	0	0	0	0



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



share capital in excess of Rs. 1. lakhs									
ii) Individual shareholders holding nominal share capital in excess of Rs. 1. lakhs	0	0	0	0	0	0	0	0	0
c) Others (specify)	0	0	0	0	0	0	0	0	0
<b>Sub-total (B)(2):-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Grand Total (A+B+C)</b>	<b>0</b>	<b>266710126</b>	<b>266710126</b>	<b>100</b>	<b>0</b>	<b>316530921</b>	<b>316530921</b>	<b>100</b>	<b>0</b>

### (ii) Shareholding of Promoters :

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (01/04/2014)			Shareholding at the end of the year (31/03/2015)			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Gujarat Urja Vikas Nigam Limited, (holding Company) and its Nominees	266710126	100	0	316530921	100	0	0
	<b>Total</b>	<b>266710126</b>			<b>316530921</b>			

### (iii) Change in Promoters' Shareholding (please specify, if there is no change) :

Sr. No.		Shareholding at the beginning of the year (01/04/2014)		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	At the beginning of the year Gujarat Urja Vikas Nigam Limited and its nominees	266710126	100	266710126	100
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase /	49820795	100	316530921	100



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



3	decrease, e.g. allotment/transfer/bonus/sweat equity etc.: on 24-Sep-2014 Increase by way of allotment				
4	At the End of the year (31/03/2015)	316530921	100	316530921	100

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs) :**

Sr. No.	For Each of the top 10 Shareholders	Shareholding at the beginning of the year (01/04/2014)		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	At the beginning of the year	Not Applicable			
2	Date-wise Increase/Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.)				
3	At the End of the year (or on the date of separation, if separated during the year)				

**(v) Shareholding of Directors and Key Managerial Personnel :**

Sr. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year (01-Apr-2014)		Date	Increase / Decrease	Reason	Cumulative Shareholding during the year and As on 31-Mar-2015	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
<b>DIRECTORS</b>								
1	Shri K. M. Shringarpure	10	0.00	13-Mar-15	10	Transfer	0	0.00
2	Smt. Shahmeena Husain, IAS	10	0.00	-	-	-	10	0.00
3	Shri Kamlesh P. Jangid	10	0.00	-	-	-	10	0.00
4	Shri Mitesh B. Parikh	0	0.00	13-Mar-15	10	Transfer	10	0.00
<b>KEY MANAGERIAL PERSONNEL</b>								
	Shri R. B. Kothari – CFO	10	0.00	-	-	-	10	0.00
Note	The above Directors and KMP are holding Equity Shares as Nominees of GUVNL. Except that, other Directors and KMPs do not hold any Shares in the Company.							





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### V. INDEBTEDNESS (AS ON 31-MAR-2015) :

Indebtedness of the Company including interest outstanding/accrued but not due for payment (Rs. In Lacs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year (01-Apr-14)</b>				
i) Principal Amount	4,663.74	38,452.01	0.00	43,115.75
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	738.45	1,173.63	0.00	1,912.08
<b>Total (i+ii+iii)</b>	<b>5,402.19</b>	<b>39,625.64</b>	<b>0.00</b>	<b>45,027.83</b>
<b>Change in Indebtedness during the financial year</b>				
• Addition	0.00	30,127.70	0.00	30,127.70
• Reduction	563.89	20,290.00	0.00	20,853.89
<b>Net Change</b>	<b>-563.89</b>	<b>9,837.70</b>	<b>0.00</b>	<b>9,273.81</b>
<b>Indebtedness at the end of the Financial Year (31-Mar-15)</b>				
i) Principal Amount	4,099.85	48,289.71	0.00	52,389.56
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	1,250.65	787.67	0.00	2,038.32
<b>Total (i+ii+iii)</b>	<b>5,350.50</b>	<b>49,077.38</b>	<b>0.00</b>	<b>54,427.88</b>

### VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

#### A. Remuneration to Managing Director, Whole-time Directors and/or Manager :

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount Rs. In Lacs
		Shri N. Srivastava, IFS Managing Director (Apr-14 to Jan-15)	Shri Hareet Shukla, IAS Managing Director (March-15)	
1.	Gross salary			
	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	15.75	1.10	16.85
	b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0.00	0.00	0.00
	c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	0.00	0.00	0.00
2.	Stock Option	0	0	
3.	Sweat Equity	0	0	
4.	Commission - as % of profit - others, specify...	0	0	



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



5.	Others, please specify	0	0	
	<b>Total (A)</b>	15.75	1.10	16.85
	<b>Ceiling as per the Act</b>	Not applicable as Section 197 of Companies Act, 2013 shall not apply to Government Companies.		

### B. Remuneration to other directors:

Sr. no.	Particulars of Remuneration	Name of Directors					Total Amount
		Independent Directors				Other Non-Executive Directors	
		Shri HP Desai	Shri KP Patel	Prof. Ajay Pandey	Dr. BA Prajapati	Shri V. N. Maira, IAS (Retd.)	
1	Independent Directors						
	• Fee for attending board/ committee meetings	10,000	15,000	9,000	11,000	0	45,000
	• Commission	0	0	0	0	0	0
	• Others, please specify	0	0	0	0	0	0
	<b>Total (1)</b>	<b>10,000</b>	<b>15,000</b>	<b>9,000</b>	<b>11,000</b>	<b>0</b>	<b>45,000</b>
2	Other Non-Executive Directors	0	0	0	0	0	0
	• Fee for attending board / committee meetings	0	0	0	0	0	0
	• Commission	0	0	0	0	0	0
	• Others, please specify	0	0	0	0	16,95,680	16,95,680
	<b>Total (2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>16,95,680</b>	<b>16,95,680</b>
	<b>Total (B)=(1+2)</b>	<b>10,000</b>	<b>15,000</b>	<b>9,000</b>	<b>11,000</b>	<b>16,95,680</b>	<b>17,40,680</b>
	<b>Total Managerial Remuneration</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	<b>Overall Ceiling as per the Act</b>	Not applicable as Section 197 of Companies Act, 2013 shall not apply to Government Companies.					



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### C. Remuneration to Key Managerial Personnel other than MD/ MANAGER / WTD: (Rs. In Lacs)

Sr. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary				
	a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	16.12	17.92	34.04
	b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0
	c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0
2.	Stock Option	0	0	0	0
3.	Sweat Equity	0	0	0	0
4.	Commission - as % of profit - others, specify..	0	0	0	0
5.	Others, please specify	0	0	0	0
	<b>Total</b>	<b>0</b>	<b>16.12</b>	<b>17.92</b>	<b>34.04</b>

### VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES :

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty		NIL			
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty		NIL			
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty		NIL			
Punishment					
Compounding					

For and on behalf of the Board

Date : 15-Dec-2015  
Place : Ahmedabad

V. N. Maira, IAS.(Retd.)  
Chairman



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



Form No. MR-3

**ANNEXURE-4**

### SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2015

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
Uttar Gujarat Vij Company Limited  
Registered & Corporate Office  
Visnagar Road  
Mehsana-384001

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Uttar Gujarat Vij Company Limited (CIN-U40102GJ2003SGC042906) (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2015 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by Uttar Gujarat Vij Company Limited ("the Company"), having its Registered Office at Visnagar Road, Mehsana – 384001, for the financial year ended on 31<sup>st</sup> March, 2015 according to the provisions of:
  - (i) The Companies Act, 2013 ("the Act") and the rules made thereunder;
  - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder; - **Not Applicable**
  - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; - **Not Applicable**
  - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; - **Not Applicable**
2. The Company being an unlisted company, the Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, are not applicable.
3. The Company has complied with the provisions of the following specific laws, to the extent applicable to the Company:
  - (i) Electricity Act, 2003
  - (ii) Gujarat Electricity Industry (Reorganization and Regulation) Act, 2003
  - (iii) Gujarat Electricity Duty Act, 1958





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



4. We were not required to examine compliance of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India as the same are not applicable for the period under audit
- (ii) The Listing Agreement as the Company is not listed on the Stock Exchange(s).

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

### We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

There were no dissenting views on any matter.

**We further report that** there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period, there were no specific events / actions having a major bearing on the Company's affairs except the following:

1. Increase in the borrowing limits from Rs. 1500 Crores to Rs. 2000 Crores under section 180(1)(c) and creation of mortgage and/or charge on the immovable and movable properties of the Company in favour of lenders to secure the financial assistance under section 180(1)(a) of the Companies Act, 2013.
2. Allotment of 49820795 Equity Shares of Rs. 10 each at a premium of Rs. 47/- per share on rights basis u/s 62 of the Companies Act, 2013.

Place : Ahmedabad  
Date : 28<sup>th</sup> October 2015

Hitesh Buch  
For, Hitesh Buch & Associates  
FCS No.: 3145  
C P No.: 8195



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



To,  
The Members,  
Uttar Gujarat Vij Company Limited,  
Registered & Corporate Office,  
Visnagar Road,  
Mehsana-384001

Our Secretarial Audit Report of even date is to be read along with this letter.

### Management's Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

### Auditor's Responsibility

2. Our responsibility is to express an opinion on these secretarial records, systems, standards and procedures based on our audit.
3. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.

### Disclaimer

4. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company

Place : Ahmedabad  
Date : 28<sup>th</sup> October 2015

Hitesh Buch  
For, Hitesh Buch & Associates  
FCS No.: 3145  
C P No.: 8195



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE ACT, 2013 ON THE FINANCIAL STATEMENTS OF UTTAR GUJARAT VIJ COMPANY LIMITED FOR THE YEAR ENDED 31 MARCH 2015

The preparation of financial statements of **Uttar Gujarat Vij Company Limited** for the year ended 31 March 2015 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 23 September 2015.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a Supplementary audit under Section 143(6)(a) of the Act of the financial statements of **Uttar Gujarat Vij Company Limited** for the year ended 31 March 2015. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and company personnel and a selective examination of some of the accounting records. On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to Statutory Auditors' Report.

For and on behalf of the  
Comptroller and Auditor General of India

(Y. N. Thakare)  
Pr. Accountant General (E&RSA), Gujarat

Place : Ahmedabad  
Date : 16.11.15



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### INDEPENDENT AUDITOR'S REPORT

TO  
THE MEMBERS OF  
UTTAR GUJARAT VIJ COMPANY LIMITED,

#### Report on the Financial Statements :

We have audited the accompanying financial statements of UTTAR GUJARAT VIJ COMPANY LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2015, and the Statement of Profit and Loss and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

### Emphasis of Matter

We draw attention to:

Note no. 25 in respect of charging of depreciation on assets of the Company at the rates specified under GERC (MYT) Regulations, 2011 with effect from 1st April, 2011 in place of depreciation charged as per rates prescribed under Schedule XIV to the Companies Act, 1956. This has resulted in additional charge of depreciation amounting to Rs 5481.32 lacs, which has been treated as prior period expense.

Note no. 30 in relation to non-availability of confirmations from Sundry Debtors, loans and advances and Sundry Creditors.

Note no. 32 We have not received declarations / confirmations from micro, small and medium enterprises - suppliers / creditors / service providers to the Company.

Our Opinion is not qualified in respect of above matter.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### Report on Other Legal and Regulatory Requirements

1. As required under section 143(5) of the Companies Act, 2013, we give in the Annexure "A" a statement on directions issued by the Comptroller and Auditor General of India after complying the suggested methodology of audit, action taken thereon and its impact on accounts and financial statements of the company.
2. As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure "B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. As required by section 143 (3) of the Act, 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 examination of those books.
  - c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on 31st March, 2015 taken on record by the Board of Directors, none of the directors appointed during 2014-15 is disqualified as on 31st March 2015 from being appointed as a director in terms of section 164(2) of the Act. Prior to 01-04-2014, in terms of notification no. 829(E) dated 21.10.2013 issued by the department of company affairs, Government of India, the provisions of section 274(1)(g) of the Companies Act, 1956 were not applicable to the Company.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 31 to the financial statements.
- There are no long-term contracts including derivative contracts, which require provision for material foreseeable losses.
- There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Kochar & Associates  
Chartered Accountants  
FRN. 105256W

CA Yagnesh Dalal  
Partner  
Membership No. 035619

Place : MUMBAI  
Date : 23/09/15



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

#### UTTAR GUJARAT VIJ COMPANY LIMITED.

( As referred to in paragraph 1 of Report on Legal and Regulatory Requirements of our report on the statement of directions under section 143(5) of the Companies Act, 2013 issued by the Comptroller & Auditor General of India for the year 2014-15. )

Sr. No.	Direction	Reply																		
1	If the Company has been selected for disinvestment, a complete status report in terms of valuation of Assets (including intangible assets and land) and Liabilities (including Committed & General Reserves) may be examined including the mode and present stage of disinvestment process.	During the current financial year there is no disinvestment of shares by the Central/State Government(s).																		
2	Please report whether there are any cases of waiver/ write off of debts/loans/interest etc., if yes, the reasons there for and the amount involved.	During the year the Company has written off an amount of Rs 2,27,82,795.24 being dues from consumers, Waiver of DPC charges amounting to Rs 13,19,527.91 from consumers and Rs 97,89,22,000 on account of waiver of Delay Payment Charges on Nagarpalikas, the same is waived as per the Government of Gujarat resolution no. NPL/452014/ UOR-40/M dated 6th January, 2015.																		
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	Proper records are maintained for the inventories lying with third parties. The Company has not received any assets as gift from Government or other authorities during 2014-15.																		
4	A report on age-wise analysis of pending legal/ arbitration cases including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases(foreign and local) may be given.	Number of pending / arbitration cases indicating the age wise analysis and reasons for their pendencies are as under. <b>(a) Details of Court cases :</b> <table border="1"><thead><tr><th>Sr. No.</th><th>Age wise Analysis</th><th>No of Cases Pending</th></tr></thead><tbody><tr><td>1</td><td>5 years &amp; above</td><td>1056</td></tr><tr><td>2</td><td>3-5 years</td><td>549</td></tr><tr><td>3</td><td>1-3 years</td><td>406</td></tr><tr><td>4</td><td>0-1 year</td><td>380</td></tr><tr><td></td><td><b>Total ...</b></td><td><b>2391</b></td></tr></tbody></table>	Sr. No.	Age wise Analysis	No of Cases Pending	1	5 years & above	1056	2	3-5 years	549	3	1-3 years	406	4	0-1 year	380		<b>Total ...</b>	<b>2391</b>
Sr. No.	Age wise Analysis	No of Cases Pending																		
1	5 years & above	1056																		
2	3-5 years	549																		
3	1-3 years	406																		
4	0-1 year	380																		
	<b>Total ...</b>	<b>2391</b>																		





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



		(b) Details of Arbitration Cases :									
		<table border="1"><thead><tr><th>Sr. No.</th><th>Age wise Analysis</th><th>No of Cases Pending</th></tr></thead><tbody><tr><td>1</td><td>1-3 years</td><td>1</td></tr><tr><td></td><td><b>Total ...</b></td><td><b>1</b></td></tr></tbody></table>	Sr. No.	Age wise Analysis	No of Cases Pending	1	1-3 years	1		<b>Total ...</b>	<b>1</b>
Sr. No.	Age wise Analysis	No of Cases Pending									
1	1-3 years	1									
	<b>Total ...</b>	<b>1</b>									
<b>Sub- directions :</b>											
1	Has the company entered into agreements with franchise for distribution of electricity in selected areas and revenue sharing agreements adequately protect the financial interest of the company.	The Company has not entered into any agreement with franchises for distribution of electricity.									
2	Report on the efficacy of the system of billing and collection of revenue in the company.	The consumer base comprise of two categories i.e HT and LT Consumers: In HT Billing, billing (meter reading, bill preparation and serving the bill) is done from 15 <sup>th</sup> to 17 <sup>th</sup> of the month for normal consumers. In case of Open access consumers, billing is done on 1 <sup>st</sup> of the month by Division offices. Due to huge numbers of consumers in LT category, LT Billing is bifurcated in two way i.e. monthly billing cycle and bi-monthly billing cycle. Meter reading in Monthly billing cycle is carried out from every 15 <sup>th</sup> to 20 <sup>th</sup> of the month & in bi-monthly billing cycle, meter reading is carried out from every 21 <sup>st</sup> of month to 10 <sup>th</sup> of succeeding month. After collection of meter reading data, bill printing process is carried out and bills are served to the consumers by sub-division offices or by outsourcing agencies (if any). Distribution loss for the year stood at 9.20%. To improve Collection, the Company has made arrangements with post offices, private cash collection agencies, e-gram panchayat's and also provided facility of any time payment (ATP) kiosks, net banking facility to facilitate payment of bills to the consumers. The Company also conduct disconnection drive,									



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



		arrange for LOK ADALAT for pending disputed arrears to improve collection of dues.
3	Whether tamper proof meters have been installed for all consumers? If not then, examine how accuracy of billing is ensured.	Company installs static meters and electro-mechanical meters, for better accuracy. During theft drive, which is periodically done in surprise basis, the meter installations are being checked for tampering.
4	Whether the Company recovers and accounts, the State Electricity Regulatory Commission (SERC) approved Fuel and Power Purchase Adjustment Cost (FPPCA).	Based on approval of FPPAC by GERC on quarterly basis, additional charges are levied or rebates given in subsequent billing cycles to all consumers.
5	Whether the reconciliation of receivables and payables between the generation, distribution and transmission companies has been completed. The reasons for difference may be examined.	The receivables and payables between the generation, transmission and distribution companies has been reconciled and confirmed by each of the associate companies. Confirmations are not available for amount payable for purchase of power from wind farm and solar energy suppliers.
6	Whether the Company is supplying power to franchisees, if so, whether the Company is not supplying power to franchisees at below its average cost of purchase.	The Company has no franchisees for distribution of power.
7	How much tariff roll back subsidies have been allowed and booked in the accounts during the year? Whether the same is being reimbursed regularly by the State Government shortfall if any may be commented.	UGVCL has raised FPPA and tariff compensation claim of Rs. 1682.76 crores during FY 2014-15 and same has been received from GUVNL.



## **ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT**

### **UTTAR GUJARAT VIJ COMPANY LIMITED.**

(As referred to in paragraph 2 of Report on Legal and Regulatory Requirements of our report Companies (Auditors Report) Order, 2015 ( the order) issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act for the year ended March 31, 2015).

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that :

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.  
  
(b) The fixed assets other than those, which are underground were physically verified during the year by the Management in accordance with the regular programme of verification, which in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanation given to us no material discrepancies were noticed on such verification.  
  
(c) In our opinion and according to the information and explanations given to us, substantial part of fixed asset has not been disposed during the year, so as to affect the going concern assumption.
2. (a) As explained to us, inventories have been physically verified by the Management at reasonable intervals.  
  
(b) In our opinion and according to the information and explanations given to us the procedure of physical verification of inventory followed by the Management is reasonable and adequate in relation to the size of the company and nature of its business.  
  
(c) In our opinion and according to the information and explanations given to us, the discrepancies noticed on physical verification between physical stock and book records were not material having regard to the size of the company and nature of its business.
3. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Hence, the provisions of clauses iii (a), iii (b) paragraph 3 of the order are not applicable to the Company.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



- 4 In our opinion and according to the information and explanations given to us during the course of audit, considering the nature and size of business, there is scope for improvement in effectiveness and efficacy of internal controls. As per information & explanations given by the management, the Company has outsourced internal audit to professional firms of chartered accountants.
- 5 According to information and explanation given to us, the Company has not accepted any deposits from the public during the year within the meaning of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules 2014.
- 6 The Central Government has prescribed the maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 and as explained to us the company has maintained the prescribed accounts and records. We have not, however, made a detailed examination of cost records with a view to determine whether they are accurate or complete.
- 7 (a) According to the information and explanations given to us, the company is generally regular in depositing undisputed statutory dues including Provident fund, Investor education and protection fund, Employees state insurance, Income tax, Sales tax, Wealth tax, Service tax, Customs duty, Excise duty, cess and any other statutory dues with the appropriate authorities.

According to the information and explanations given to us and based on records of the company, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March 2015 for a period more than six months from the date of becoming payable.

- (b) As at 31st March, 2015, the following are the particulars of dues on account of income tax that have not been deposited on account of any dispute:

Name of Statute	Nature of Dues	Period to which the amount relates	Amount (Rs in lacs)	Forum where pending
Income Tax Act, 1961	Income Tax Penalty Demand	AY 2011-12	6,987.04	ITAT
		AY 2012-13	262.33	CIT(A)
		AY 2012-13	0.10	CIT(A)

- (c) According to the information and explanations given to us, there were no amounts which are required to be transferred to Investor Education and Protection Fund, in accordance with the relevant provisions of the Companies Act, 1956 ( 1 of 1956) and rules made there under.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



- 8 The Company does not have any accumulated loss and has not incurred cash loss during the financial year covered by our audit and in the immediately preceding financial year.
- 9 Based on our audit procedures and on the information and explanations given to us by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to financial institutions, banks or bond holders.
- 10 According to the information and explanations given to us, the Company has not given any guarantees for loan taken by others from a bank or financial institution.
- 11 The Term loan amounting to Rs. 7,84,16,595/- obtained during construction period was invested in FD to reduce cost of capital. Till the date of signing the report the funds were not utilised for the stated purpose.
- 12 Based on the audit procedures performed and the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year, nor have we been informed of such case(s) by the management. However, theft/pilferage of inventory amounting to Rs 1.35 lacs is noticed during the year under review

For Kochar & Associates  
Chartered Accountants  
FRN 105256 W

Place : MUMBAI  
Date : 23/09/15

CA Yagnesh Dalal  
Partner  
Membership No: 035619



# Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



## BALANCE SHEET AS AT 31 MARCH, 2015

Particulars	Note No.	AS AT	AS AT
		31 <sup>ST</sup> MARCH 2015 (₹ In Lacs)	31 <sup>ST</sup> MARCH 2014 (₹ In Lacs)
<b>EQUITY AND LIABILITIES</b>			
<b>(1) Share Holders' Fund</b>			
(a) Share Capital	2	31653.09	26671.01
(b) Reserves and Surplus	3	78552.68	53412.86
		<b>110205.77</b>	<b>80083.88</b>
<b>(2) Deferred Government Grants, Subsidies &amp; Contributions</b>	4	<b>92613.44</b>	<b>84345.62</b>
<b>(3) Non Current Liabilities</b>			
(a) Long Term Borrowings	5	27501.77	26262.57
(b) Other Long Term Liabilities	6	95434.41	86206.63
(c) Long Term Provisions	7	10314.36	9870.16
		<b>133250.54</b>	<b>122339.36</b>
<b>(4) Current Liabilities</b>			
(a) Trade Payables	8	275.06	275.90
(b) Other Current Liabilities	9	111041.74	128626.96
(c) Short-Term Provisions	10	1.59	1.45
		<b>111318.40</b>	<b>128904.31</b>
<b>TOTAL</b>		<b>447388.16</b>	<b>415673.17</b>
<b>ASSETS</b>			
<b>(1) Non-Current Assets</b>			
<b>(a) Fixed Assets:</b>			
Tangible Assets	11	310273.62	283438.50
Capital Work-in progress	12	15645.69	5024.47
(b) Long Term Loans and Advances	13	686.53	646.11
(c) Other Non-current Assets	14	48.79	54.85
		<b>326654.63</b>	<b>289163.93</b>
<b>(2) Current Assets</b>			
(a) Inventories	15	38250.79	27246.58
(b) Trade Receivables	16	59182.62	65434.31
(c) Cash and Cash Equivalents	17	9769.95	7415.85
(d) Short-Term Loans and Advances	18	228.58	3521.57
(e) Other Current Assets	19	13301.59	22890.93
		<b>120733.53</b>	<b>126509.24</b>
<b>TOTAL</b>		<b>447388.16</b>	<b>415673.17</b>
Significant Accounting Policies and Notes to the Financial Statements	1 to 41		

AS PER OUR REPORT OF EVEN  
DATE ATTACHED

FOR KOCHAR & ASSOCIATES  
CHARTERED ACCOUNTANTS  
F.R.No. 105256W

YAGNESH DALAL  
PARTNER  
M. NO. 035619

PLACE: MUMBAI  
DATE: 23/09/15

FOR AND ON BEHALF OF THE BOARD  
OF DIRECTORS

UTTAR GUJARAT VIJ COMPANY LIMITED

V. N. MAIRA, IAS( Retd.)  
CHAIRMAN

ANUPAM ANAND, IAS  
MANAGING DIRECTOR

R.B.KOTHARI, ACMA  
CHIEF FINANCIAL OFFICER

N. M. JOSHI, FCS  
COMPANY SECRETARY

PLACE: AHMEDABAD  
DATE: 22-SEP-2015



# Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2015

Particulars	Note No.	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
<b>INCOME</b>			
Revenue from Operations	20	815849.19	755294.01
Other Income	21	12912.21	12003.55
<b>Total Revenue (1)</b>		<b>828761.40</b>	<b>767297.56</b>
<b>EXPENSES</b>			
Purchase of Power	22	729175.76	695068.67
Employee Benefit Expenses	23	36427.90	33706.82
Finance Costs	24	20686.18	16187.80
Depreciation and Amortization Expenses	25	22517.05	17946.72
Other Expenses	26	10576.45	3055.01
<b>Total Expenses (2)</b>		<b>819383.34</b>	<b>765965.02</b>
<b>Profit/(Loss) before extraordinary items, prior period adjustments and tax</b>	(1)-(2)	<b>9378.07</b>	<b>1332.54</b>
Less:- Extraordinary Items	27	115.47	8.14
<b>Profit/(Loss) before prior period adjustments and tax</b>		<b>9262.59</b>	<b>1324.41</b>
Less:- Prior Period Adjustments (Credit)/Charges	28	7070.48	(372.43)
<b>Profit/(Loss) before tax</b>		<b>2192.11</b>	<b>1696.84</b>
<b>Tax Expenses</b>	29		
Current Tax		468.07	345.42
<b>Profit After Tax for the Year</b>		<b>1724.04</b>	<b>1351.41</b>
Earning Per Share (Basic) ₹		0.74	0.57
Earning Per Share (Diluted) ₹		0.74	0.57
<b>Significant Accounting Policies and Notes to the Financial Statements</b>	1 to 41		

AS PER OUR REPORT OF EVEN  
DATE ATTACHED

FOR KOCHAR & ASSOCIATES  
CHARTERED ACCOUNTANTS  
F.R.No. 105256W

YAGNESH DALAL  
PARTNER  
M. NO. 035619

PLACE: MUMBAI  
DATE: 23/09/15

FOR AND ON BEHALF OF THE BOARD  
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UTTAR GUJARAT VIJ COMPANY LIMITED

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# Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



## CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31 MARCH, 2015

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
<b>Cash Flow from Operating Activities</b>		
<b>Net Profit before Tax and Extra ordinary items</b>	<b>2307.58</b>	<b>1704.97</b>
Adjustments for: Add/(Less)		
Depreciation	22517.05	17946.72
Interest and Financial Charges	20686.18	16187.80
Prior Periods Adjustments - Depreciation	5481.32	(3.69)
Gain on Sale of Fixed Assets	(56.83)	(81.90)
Loss on Sale of Fixed Assets	47.39	22.84
Provisions no longer required	(268.04)	(243.01)
Interest Income from Fixed Deposit	(89.03)	(125.86)
Govt Grants & Consumer contribution (Deferred amount: 10% written back)	(10259.41)	(9371.74)
Leave Encashment Provision	704.95	823.45
Gratuity Provision	1906.20	2136.93
Waiver of DPC Nagarpalika and other Misc Written off	8684.86	0.00
Provision for Doubtful Debts	278.32	165.88
<b>Operating Profit before Working Capital Changes</b>	<b>51940.55</b>	<b>29162.40</b>
<b>Adjustments for Changes in Working Capital:-</b>		
(Increase)/Decrease in Current Assets, Loans and Advances	(651.20)	(11228.11)
Increase/(Decrease) in Current Liabilities and Provisions	(17471.31)	35861.14
<b>Cash Generated from Operations before Taxes and Extra Ordinary items</b>	<b>33818.03</b>	<b>53795.43</b>
Less: Direct Taxes Paid	200.00	150.00
<b>Cash Generated from Operations before Extra Ordinary items</b>	<b>33618.03</b>	<b>53645.43</b>
Less: R & M for restoration of damages due to flood, Cyclone	(115.47)	(54.39)
Add: Grant Received for loss due to Flood, Cyclone etc.	0.00	46.25
<b>A. NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>33502.56</b>	<b>53637.29</b>
<b>Cash Flow from Investing Activities</b>		
Purchases/Adjustments of Fixed Assets	(76598.77)	(54970.13)
(Increase)/Decrease in Capital Work in Progress	(10621.22)	(1313.57)
Sale/Adjustments on Fixed Assets	21696.82	1628.98
Interest Income from Fixed Deposit	72.49	97.84
<b>B. NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>(65450.69)</b>	<b>(54556.87)</b>
<b>Cash Flow from Financing Activities</b>		
Share Application Money Received during the year	28397.85	0.00
Proceeds from Borrowings	610361.06	512656.91
Repayments of Borrowings	(602149.75)	(523138.77)
Proceeds from Govt. Grants, Subsidies and Contributions	18527.23	22054.43
Interest and Financial Charges Paid	(20834.16)	(16040.88)
<b>C. NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>34302.23</b>	<b>(4468.30)</b>
<b>Net Cash Inflow/(Outflow)[A+B+C]</b>	<b>2354.10</b>	<b>(5387.88)</b>
Add:- Cash and Cash Equivalents as at 01-4-14 (Opening Balance)	7415.85	12803.73
<b>Cash and Cash Equivalents as on 31-3-15 (Closing Balance)</b>	<b>9769.95</b>	<b>7415.85</b>
<b>Note:</b>		
(i) The above Cash Flow Statement has been prepared as per AS-3 (Indirect Method) issued by ICAI		
(ii) Component of Cash & Cash Equivalents as on 31-03-15 is as per note no. 17 to the Financial Statements		

AS PER OUR REPORT OF EVEN  
DATE ATTACHED

FOR KOCHAR & ASSOCIATES  
CHARTERED ACCOUNTANTS  
F.R.No. 105256W

YAGNESH DALAL  
PARTNER  
M. NO. 035619

PLACE: MUMBAI  
DATE: 23/09/15

FOR AND ON BEHALF OF THE BOARD  
OF DIRECTORS

UTTAR GUJARAT VIJ COMPANY LIMITED

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PLACE: AHMEDABAD  
DATE: 22-SEP-2015



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### NOTES TO THE FINANCIAL STATEMENTS

#### 1. SIGNIFICANT ACCOUNTING POLICIES

##### A. Basis of preparation (Accounting Convention):

The Company prepares its Financial Statements under historical cost convention on accrual basis in accordance with Generally Accepted Accounting Principles in India to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable.

The Company's business operations are governed by the Electricity Act, 2003 and the Gujarat Electricity Industry (Reorganization & Regulation) Act, 2003. The provisions of these Acts read with the rules made there under, prevail wherever the same are in consistent with the provisions of the Companies Act, 2013.

##### B. Use of Estimates:

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Actual results could vary from these estimates and such differences are dealt with in the period in which the results are known/materialized.

##### C. Consumer contributions, Capital grants and Subsidies:

The Company is providing depreciation on Capital Assets related to Electrification & Service connection on Straight Line Method as per the rates prescribed in GERC (MYT) Regulations, 2011. In respect of these assets, Company is receiving Consumer contribution, Grant & Subsidy which is being treated as deferred revenue by the company. The linking of receipt of Capital Grant, Consumer contribution and subsidy to the creation of fixed assets and charging depreciation / writing back proportionate amount is practically not possible. Considering the above referred facts and difficulties in working out exact proportionate depreciation and amount for the portion of government grant/consumer contribution received and take proportionate credit in profit & loss account, administrative convenience, practical aspects & taking into consideration the very wide geographical distribution network as well as Constraints on Relevant & Reliable Information as stated in "Framework for the Preparation & Presentation of Financial Statement" issued by the Accounting Standard Board of ICAI, as per the consistent policy followed by the company since inception, the consumer contribution and capital grant / subsidy is treated as deferred credit and 10% of the year-end balance of the consumer contribution and capital grant / subsidy are transferred to Profit & Loss account as deferred income written back which is reasonably commensurate with depreciation charged on various fixed assets during the useful life of the assets.

##### D. Fixed Assets:

Fixed assets are stated at cost including all attributable charges properly incurred in erecting and bringing the asset into commercial use. The opening Gross Value of Fixed Assets, accumulated depreciation and net block of Fixed Assets for the year 2005-06 are stated at values notified by Government of Gujarat Notification No. GOVT-2006-91-GW-11-6-590-K dated 3rd October, 2006.

The fixed assets and its depreciation fund balances have been transferred to the company as intimated by notification of Govt. of Gujarat. In such transfer opinion of the company has adequate useful life due to continuous renovation and maintenance of distribution network to provide the quality power to the esteemed consumers of the company.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



The Fixed Assets not in use i.e. obsolete/scrap assets are stated at a value lower of net realizable value or written down value.

Owing to the high rate of movement of spare transformers within the Company, the depreciation is not withdrawal on removal of burnt transformers for repairs. Accordingly, the difference in the value of spare transformers and burnt transformers is not capitalized and the same is reflected in stock under Current Assets.

### E. Capital work-in-progress :

- (i) Capital work-in-progress includes the cost incurred on fixed assets that are not yet ready for the intended use and is capitalized up to the date these assets are put to use. All expenditures of construction division are allocated to the projects on pro-rata basis to the additions made to respective project. However, common expenditure of Corporate Office and field offices are allocated to Capital work-in-progress at flat rate determined having regard to amount of allocable expenditure incurred during the year.
- (ii) Claims for price variation are accounted for on their acceptance.

### F. Impairment of Assets :

Consideration is given at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amount of the company's fixed assets. If any indication of impairment exists, recoverable amount of the assets is estimated. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Profit and Loss Account. If at the Balance Sheet date, there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount so reassessed.

### G. Segment Reporting :

- (i) Business Segment: The Company has only one activity namely "Distribution of Electricity". Accordingly, the Accounting Standard-17, Segment Reporting issued by The Institute of Chartered Accountants of India has been considered as not applicable.
- (ii) Geographical Segment: The Company's operations are mainly confined within the state of Gujarat. The Company doesn't have material earnings outside Gujarat or outside India. As such there is not reportable Geographical Segment.

### H. Inventories :

Inventories have been valued as under:

- (i) Consumable Stores and Spares, Construction Stores, Mandatory Spares of consumable nature – on Weighted Average Method.
- (ii) Scrap – on Book value or Net Realizable Value (NRV) whichever is lower.

### I. Provisions and Contingent Liabilities:

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### J. Revenue Recognition :

(i) Revenue from sale of power :

Revenue from sale of power is recognised on accrual basis of energy supplied in accordance with the tariff orders awarded by Gujarat Electricity Regulatory Commission (GERC) as applicable to the consumers.

(ii) Surplus power, sold to GUVNL is accounted on the basis of credit notes received from GUVNL.

(iii) Misc. Revenue from consumers :

Meter rent, recoveries against theft of power/malpractices, wheeling charges are recognised on accrual basis, except Misc. charges from consumers which are recognised on cash basis.

(iv) Revenue Subsidies:

Revenue Subsidies as allocated by GUVNL (Holding Company) are accounted for and credited to profit & Loss Account.

(v) Other Income :

(a) Income from Sale of Scrap and Insurance claims are accounted for on the basis of actual realization. Amount in respect of delayed Payment charges (Except for cases where suit is filed in the court) is accounted on the basis of actual realization of late payment against outstanding energy bills.

(b) Other income except mentioned above is recognised on accrual basis except when ultimate realization of such income is uncertain.

(vi) Amount in respect of Unclaimed Security Deposit, Earnest Money Deposit and Misc. Deposit of suppliers and contractors, Steal Cheque etc. which is pending for more than three years and which are not payable, is considered as income.

### K. Foreign Currency Transactions :

Foreign currency transactions are recorded at the rates prevailing on the date of the transactions. Monetary Assets and Liabilities in foreign currency are translated at closing rate. The exchange differences arising on settlement or translation of monetary items are recognised as income or expenses in the Statement of the Profit and Loss in the period it arises.

### L. Employee Benefits :

(i) Provident Fund - Contribution to Provident Fund is made to recognised provident fund under the relevant statutes/rules.

(ii) Gratuity - The liability of gratuity is accounted for on the basis of valuation made by LIC. The contribution payable as per actuarial valuation is charged to revenue.

(iii) Leave Encashment – The benefit of encashment of leave is given to employees of the company on retirement. The Company accounts for Leave Encashment Liability to its employees while in service on the basis of actuarial valuation made by LIC.

(iv) Leave Travel Concession - Expenditure on Leave Travel Concession to eligible employees is recognised on the basis of actual reimbursement.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### M. Borrowing Costs :

- (i) Borrowing Cost specifically identified to the acquisition or construction of qualifying assets has been fully capitalized as part of such asset.
- (ii) In respect of general borrowing cost, not directly attributable to qualifying assets, general weighted average of interest cost is capitalized and apportioned on the average balance of capital work in progress for the year.
- (iii) Other borrowing cost is recognised as expense in the period in which they are incurred.

### N. Depreciation and Amortization :

- (i) The Depreciation is provided on Straight Line Method as per rates prescribed in GERC (MYT) Regulations, 2011.
- (ii) Any depreciable assets having original cost up to ₹ 5000/- have been fully charged to revenue in the year in which assets are purchased.
- (iii) The Depreciation on Addition/deletion of fixed assets during the year is provided on pro-rata basis from the date when the asset is ready to put to use / retired from active use.

### O. Taxation :

The provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income-tax Act, 1961.

Deferred tax is recognised, subject to the consideration of prudence, on timing differences, being the differences between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax assets is recognised and carried forward only to the extent that there is a reasonable certainty except for carried forward losses and unabsorbed depreciation which is recognised on virtual certainty that the asset will be realized in future.

### P. Prior Period Items :

All identifiable items of income and expenditure pertaining to prior period are accounted through net prior period (credits)/charges as stipulated in the Accounting Standard 5 dealing with "Prior Period Items etc.."



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 2. SHARE CAPITAL

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
<b>Authorised Share Capital</b> 60,00,00,000 Equity Shares each of ₹ 10 each (Previous year 60,00,00,000 Equity Shares )	60000.00	60000.00
<b>Issued Share Capital</b> 31,73,85,050 Equity Shares of ₹ 10 each (Previous year 26,67,10,126 Equity Shares )	31738.51	26671.01
<b>Subscribed and Fully Paid-up Capital</b> 31,65,30,921 Equity Shares of ₹ 10 each fully paid-up (Previous year 26,67,10,126 Equity Shares )	31653.09	26671.01
<b>TOTAL</b>	<b>31653.09</b>	<b>26671.01</b>

#### 2.1. Reconciliation of Nos. of Equity Shares and Amount outstanding at the beginning and at the end of the Year

Particulars	Nos.	Amount (₹ in lacs)
Shares Outstanding at the beginning of the year	26,67,10,126	26671.01
Add: Shares Subscribed during the year	4,98,20,795	4982.08
Sub Total	31,65,30,921	31653.0921
Less: Buy Back during the year	0.00	0.00
Shares Outstanding at the end of the year	31,65,30,921	31653.09

#### 2.2. Details of Shares Held by the Holding Company:

Name of the Share Holders	AS AT 31ST MARCH 2015 Nos.	AS AT 31ST MARCH 2014 Nos.
Equity Shares Gujarat Urja Vikas Nigam Ltd, the holding Company and its nominees	31,65,30,921	26,67,10,126

#### 2.3. Details of Shares held by each Shareholder holding more than 5% of the total Shares

Name of the Share Holders	AS AT 31ST MARCH 2015 Nos.	AS AT 31ST MARCH 2014 Nos.
Equity Shares Gujarat Urja Vikas Nigam Ltd, the holding Company (99.99% held)	31,65,30,851	26,67,10,056



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 2.4. Details of Shares fully paid up pursuant to contracts without payment being received in cash (For the period of Five years immediately preceding the date as at which the Balance Sheet is prepared).

(a) The Government of Gujarat (GoG) has notified the opening values of assets and liabilities of the Company in respect of the transferred undertaking of erstwhile Gujarat Electricity Board (GEB) as on 1st April 2005 vide Notification No. GHU-2006-91-GUV-1106-590-K dated 3rd October, 2006. The Energy & Petrochemical Department, Government of Gujarat vide Notification No. GHU-(203)-GUV-1106-590-K dated 12th December, 2008 partially modifying the earlier Notification No. GHU-2006-91-GUV-1106-590-K dated 3rd October, 2006 has bifurcated the earlier notified Equity Share Capital into Equity Share Capital of ₹1108964800/- (i.e. 110896480 fully paid Equity Shares of ₹10/- each) and Share Premium of ₹3326894430/- effective from 1st April, 2008.

(b) During the year 2008-09, the Government of Gujarat has released the financial assistance by way of Equity Share Capital in Gujarat Urja Vikas Nigam Limited (GUVNL), the holding company, for implementation of JGY in non-tribal areas by all distribution subsidiary companies of GUVNL. In turn, the company has allotted 96202172 shares of ₹10/- each (fully paid up) aggregating to ₹ 962021720/- to GUVNL by way of preferential allotment through private placement.

(c) During the year 2009-10, the company has issued Equity Shares worth of ₹30,00,00,000/- to Gujarat Urja Vikas Nigam Limited (GUVNL) at par on rights basis towards the financial assistance received under the Financial Restructuring Plan.

(d) During the year 2012-13, the Company has received Share Application Money of ₹ 16850.00 lakhs from its Holding Company, GUVNL towards Capital Contribution release of agricultural Connections. In the FY 2013-14, Company had allotted 29561404 Equity Shares of ₹ 10/- each at a premium of ₹ 47/- per share as Right shares.

(e) During the year 2014-15, the Company has received Share Application Money of ₹ 28397.85 lakhs from its Holding Company, GUVNL towards Capital Contribution release of agricultural Connections. During the year, Company has allotted 49820795 Equity Shares of ₹ 10/- each at a premium of ₹ 47/- per share as Right shares.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 3. RESERVES & SURPLUS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
<b>(a) Equity Share Premium Account</b>		
Share Premium Account (other wise than in cash) (Refer note no. 2.4(a) above.)		
Opening Balance	33268.94	33268.94
Add:- Addition during the year	0.00	0.00
<b>Closing Balance</b>	<b>33268.94</b>	<b>33268.94</b>
Share Premium Account (Refer note no. 2.4 (d & e) above.)		
Opening Balance	13893.86	0.00
Add:- Addition during the year	23415.77	13893.86
<b>Closing Balance</b>	<b>37309.63</b>	<b>13893.86</b>
<b>Total Equity Share Premium Account</b>	<b>70578.58</b>	<b>47162.80</b>
<b>(b) Surplus (Profit &amp; Loss Account):</b>		
Balance brought forward from previous year	6250.06	4898.65
Add:- Profit for the Year	1724.04	1351.41
<b>Total Surplus</b>	<b>7974.11</b>	<b>6250.06</b>
<b>TOTAL</b>	<b>78552.68</b>	<b>53412.86</b>

### 4. DEFERRED GOVERNMENT GRANTS, SUBSIDIES & CONTRIBUTIONS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
<b>Govt.Grants &amp; Subsidies towards cost of Capital Assets</b>		
Opening Balance	35670.98	33321.38
Add: Received during the year	3731.38	6313.04
Add: Grant Received for Solar Pump (Refer Note 4.1)	278.77	0.00
Less: Transfer to the P&L A/c (Refer note no. 1(C))	(3940.24)	(3963.44)
<b>Closing Balance</b>	<b>35740.89</b>	<b>35670.98</b>
<b>Consumer Contribution towards Capital Assets</b>		
Opening Balance	48674.65	38341.55
Add: Received during the year	14517.08	15741.40
Less: Transfer to the P&L A/c (Refer note no. 1(C))	(6319.17)	(5408.29)
<b>Closing Balance</b>	<b>56872.55</b>	<b>48674.65</b>
<b>TOTAL</b>	<b>92613.44</b>	<b>84345.62</b>
4.1 Grant received during the FY 2014-15 for Solar Irrigation Pump sets for Agriculture purpose is accounted as capital grant. During the year, no expense is incurred and hence there is no utilisation of Grant. As the ownership of the assets created out of the Grant will be transferred to beneficiary after 5 years from installation of the assets, the Grant will be appropriated against the expenditure incurred from the same.		



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 5. LONG TERM BORROWINGS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]		AS AT 31ST MARCH 2014 [₹ In Lacs]	
	Non-current	Current	Non-current	Current
<b>(a) SECURED LOANS</b>				
<b>Loan from Banks &amp; Fin. Institutions (raised by UGVCL)</b>				
Bills Discounting under DPG - SIDBI	0.00	0.00	0.00	10.08
Loans from REC (Serviced by UGVCL)	44.32	553.82	598.14	553.82
Loan from Power Finance Corporation	3441.10	60.60	3501.70	0.00
<b>Total (a)</b>	<b>3485.42</b>	<b>614.42</b>	<b>4099.84</b>	<b>563.90</b>
<b>(b) UNSECURED LOANS</b>				
<b>Loan from Banks &amp; Fin. Institutions</b>				
Loan from GSFS (Allocated by GUVNL)	15000.00	21000.00	10000.00	12000.00
REC Scheme Loan (Serviced by UGVCL)	0.00	6.62	7.34	11.08
Loan From REC for RGGVY project (Raised by UGVCL)	638.21	79.78	590.28	65.59
<b>Public Bonds (Allocated by GUVNL):</b>				
8.00% Series-X	953.68	715.26	1668.94	715.26
8.00% Series-IX	342.07	256.56	598.63	256.56
8.95% Series-VIII	2152.14	1614.10	3766.25	1614.10
11.75% Series-VI option II	0.00	0.00	0.00	360.13
7.50% Series-VI option III	0.00	0.00	0.00	665.51
<b>State Government Loans (Allocated by GUVNL)</b>				
Loan under APDRP	1530.17	221.02	1751.18	221.02
ADB Prog. & Proj. Loan	3400.07	380.03	3780.10	380.03
<b>Total (b)</b>	<b>24016.35</b>	<b>24273.37</b>	<b>22162.73</b>	<b>16289.28</b>
<b>TOTAL</b>	<b>27501.77</b>	<b>24887.79</b>	<b>26262.57</b>	<b>16853.17</b>

1. Loans from REC are secured against the 1st hypothecation charge on the assets of Idar & Talod O&M Divisions of UGVCL and Himatnagar Circle/Division/RSO, Modasa Division & Mehsana Circle/Division/RSO & Kalol Division.

2. Bills Discounting limits availed from SIDBI are secured under the Deferred Payment Guarantees issued by the Consortium Member Banks.

3. Loan from PFC is secured against 1st hypothecation of assets constructed under the new financed assets under this project.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### SECURED LOAN

#### Maturity Profile and Rate of Interest of Loans from REC

₹ in lacs

Rate of Interest (%)	2015-16	2016-17	2017-18	Total
8.50	275.69	10.83	10.83	297.35
9.25	34.16	7.44	7.44	49.04
10.00	153.81	0.00	0.00	153.81
10.50	88.75	3.89	3.89	96.53
11.00	1.41	0.00	0.00	1.41
<b>Total</b>	<b>553.82</b>	<b>22.16</b>	<b>22.16</b>	<b>598.14</b>

### UNSECURED LOANS

#### Maturity Profile and Rate of Interest of Bonds

₹ in lacs

Rate of Interest	Maturity Profile		
	2016-17	2015-16	Total
8% Series-X	953.68	715.26	1668.94
8% Series-IX	342.07	256.56	598.63
8.95% Series-VIII	2152.15	1614.10	3766.25
<b>Total</b>	<b>3447.90</b>	<b>2585.92</b>	<b>6033.82</b>

#### Maturity Profile and Rate of Interest of Loan from GSFS

₹ in lacs

Year	Avg. Rate of Interest	2015-16	2016-17	Total
Amount	9.00%	9000.00	0.00	9000.00
	9.50%	12000.00	15000.00	27000.00
<b>Total</b>		<b>21000.00</b>	<b>15000.00</b>	<b>36000.00</b>

#### Maturity Profile and Rate of Interest of Loan from REC

₹ in lacs

Year	Avg. Rate of Interest	2015-16	Total
Amount	9.25%	6.62	6.62



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### Maturity Profile and Rate of Interest of Loan From REC (RGGVY)

₹ in lacs

Particulars	Rate of Interest	2015-16	2016-17	2017-18	Due After FY 2017-18	Total
Loan From REC (RGGVY)	11.00%	1.01	1.01	1.01	6.05	9.08
	11.50%	18.27	18.27	18.27	109.63	164.44
	12.25%	26.43	26.43	26.43	158.56	237.86
	12.50%	34.07	34.07	34.07	204.4	306.61
<b>Total</b>		<b>79.78</b>	<b>79.78</b>	<b>79.78</b>	<b>478.64</b>	<b>717.99</b>

### Maturity Profile and Rate of Interest of Government Loans

₹ in lacs

Particulars	Rate of Interest	2015-16	2016-17	2017-18	Due After FY 2017-18	Total
Loan from ADB	10.69%	380.03	380.03	380.03	2640.01	3780.10
Loan for APDRP	12.18%	221.02	221.02	221.02	1088.12	1751.18
<b>Total</b>		<b>601.05</b>	<b>601.05</b>	<b>601.05</b>	<b>3728.13</b>	<b>5531.28</b>

#### a. Loan Received from PFC:

The Loan received from Power Finance Corporation Ltd. is convertible into grant for the loan amount as well as interest thereon, if the Company utilises the loan funds and complete the projects envisaged under the loan from grant vide sanction letter no. 02:10:R-APDRP (P-A):2009:UGVCL dated 30-06-2009 within the prescribed time limit.

In the event, the loan fund not being fully utilised on projects within the stipulated time, loan fund shall be repayable with interest.

#### b. Secured and Un-secured Loan:

The loans which were raised by erstwhile G.E.B. from Bonds, Banks, PFC, REC, Financial Institutions and other Lenders against the Security of the assets relating to generation, transmission and distribution activities and were used for common purposes are continued in the books of GEB / (now GUVNL) on behalf of all transferee companies and the same have been apportioned under FRP Notification dated 3rd October, 2006, amongst all transferee companies and the same loans have been accounted by the Company as "loans allocated by GUVNL" in separate accounts. The repayments and interest thereon are reimbursed by the Company to GUVNL.

In light of above note, the said loans are reclassified and regrouped either as secured loans or unsecured loans and shown as long-term borrowings under Non-current liabilities and short-term borrowings under current liabilities.

#### c. Registration of charge in-respect of proportionate Secured Loans transferred by GEB-erst :

The Company has, under a scheme of transfer, acquired the properties, which are subjected to charges created by the erstwhile GEB, a transferor entity. As per the provisions of the Companies Act, the Company is required to register the charges in respect of all such assets with the Registrar of Companies, Gujarat State. Due to the common funds for all the operations of erstwhile GEB, funds were raised against the charge over all its assets. UGVCL, therefore, has not registered the charge on these properties with the Registrar of Companies, Gujarat.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### 6. OTHER LONG TERM LIABILITIES

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Security Deposit from Consumers	93344.63	84002.01
Staff Related Liabilities (SVDRB)	1672.61	1869.84
Consumers Contribution (Refundable)	417.17	334.77
<b>TOTAL</b>	<b>95434.41</b>	<b>86206.63</b>

### 7. LONG TERM PROVISIONS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Provision for Leave encashment	10314.36	9870.16
<b>TOTAL</b>	<b>10314.36</b>	<b>9870.16</b>

### 8. TRADE PAYABLES

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Trade Payable for Purchases of Power	275.06	275.90
<b>TOTAL</b>	<b>275.06</b>	<b>275.90</b>

### 9. OTHER CURRENT LIABILITIES

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Current Maturities of Long Term Borrowings (Ref. note no. 5)	24887.79	16853.18
<b>CURRENT LIABILITIES</b>		
Liability for O & M Supplies / Works.	7372.07	7026.18
Staff related Liabilities.	43.90	46.91
Staff Welfare Fund	65.81	74.14
Deposits & Retentions from Suppliers & Contractors.	4130.97	3858.02
Electricity Duty & Insp. Testing Fees Payable to Govt.	0.00	136.06
Compounding offence	15.82	4.64
Outstanding liability for expenses	2575.80	2825.01
Interest Accrued but not due	2323.39	2053.39
Liability for Payment of Various Tax	457.23	380.85
Other Liabilities	46410.69	35466.03
Interest payable on Security Deposit from Consumers	6688.99	5573.90
Deposits for Electrification & Service Conn. etc.	12446.58	11085.76
Liabilities for Leave encashment (Payment due within one year)	1862.78	1602.03
Liabilities for SVDRB (Payment due within one year)	183.50	109.88
Liabilities for Consumers Contribution-Refundable (Payment due within one year)	84.55	228.98
<b>Other payables to Associates</b>		
- Gujarat Urja Vikas Nigam Ltd. (Holding Company)	1191.87	41302.01
<b>TOTAL</b>	<b>111041.74</b>	<b>128626.96</b>

### 10. SHORT TERM PROVISIONS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Provision for Wealth Tax	1.59	1.45
<b>TOTAL</b>	<b>1.59</b>	<b>1.45</b>





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15

### 11. FIXED ASSETS

(₹ In Lacs)

Particulars	Gross Block			Depreciation			Net Block		
	AS at 01/04/2014	Addition during the year	Deduction/ Adjustment	AS at 31/03/2015	AS at 01/04/2014	During the year	Deduction/ Adjustment	AS at 31/03/2015	AS at 31/03/2014
Land & Land rights	3597.32	62.83	36.09	3624.06	0.00	0.00	0.00	3624.06	3597.32
Buildings	3689.43	954.03	197.30	4446.16	314.80	286.15	0.00	3845.21	3374.63
Hydraulic works	63.47	2.46	0.00	65.93	36.71	4.73	0.00	24.49	26.77
Other Civil works	626.55	1258.55	1218.95	666.15	49.81	48.26	0.00	568.08	576.74
Plant & Machinery	110935.62	25205.32	7482.77	128658.17	32190.39	7937.94	1630.33	90160.22	78745.23
Lines & Cable Net Works	282091.67	48565.40	14693.90	315963.18	86736.99	19448.37	181.13	209959.16	195354.68
Vehicles	401.93	42.65	21.57	423.01	227.27	30.28	23.87	189.33	174.66
Furniture & Fixtures & Electrical Lightings	700.24	147.03	14.53	832.75	273.26	50.65	0.00	520.02	426.98
Office Equipments	2958.96	360.51	184.62	3134.85	1797.47	281.40	327.02	1383.05	1161.49
<b>Total</b>	<b>405065.19</b>	<b>76598.77</b>	<b>23849.72</b>	<b>457814.25</b>	<b>121626.70</b>	<b>28087.78</b>	<b>2162.35</b>	<b>310273.62</b>	<b>283438.50</b>
<b>Previous Year</b>	<b>352223.75</b>	<b>54970.13</b>	<b>2128.68</b>	<b>405065.19</b>	<b>104238.74</b>	<b>17946.72</b>	<b>558.76</b>	<b>283438.50</b>	<b>247985.01</b>

**a. Legal ownership (titles) of immovable assets:**

The immovable properties in respect of which the account balances have been transferred are held in the name of the erstwhile GEB. The procedure for the registration and / or transfer in the name of the Company is in progress.

**b. As per Para 14 of Accounting Standard – 10 "Accounting for Fixed Assets" an item of fixed asset that has been retired from its active use and is held for disposal is to be stated at the lower of Net Book Value or Net Realizable Value (NRV). However, the Company has determined the NRV for assets retired from active use and the NRV of the same is higher than the Net Book Value. As a result of this, Company has not recognized expected loss, if any, in the Statement of Profit and Loss.**

**c. As per assessment made by the management at the Balance Sheet date, there is no indication that an asset is impaired.**



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 12. CAPITAL EXPENDITURE IN PROGRESS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Capital Work-in-progress	15112.99	4459.44
Provision for completed works	532.70	565.03
<b>TOTAL</b>	<b>15645.69</b>	<b>5024.47</b>

### 13. LONG TERM LOANS AND ADVANCES

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Loans & Advances to staff -Interest Bearing, (Secured, Considered Good)	686.53	646.11
<b>TOTAL</b>	<b>686.53</b>	<b>646.11</b>

### 14. OTHER NON-CURRENT ASSETS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Interest Accrued & Due on Staff Loans & Advances	48.79	54.85
Dues from Permanent Disconnected Consumers (Net of SD forfeited).	6593.55	6338.26
Provision for Doubtful Dues from Consumers.	(6593.55)	(6338.26)
<b>TOTAL</b>	<b>48.79</b>	<b>54.85</b>

### 15. INVENTORIES

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Stock of materials at Stores.	19786.39	10198.42
Materials at Site (O&M).	2541.68	3443.92
Materials in Transit.	0.00	319.25
Other Materials Accounts.	15922.72	13284.99
Mat.Stock Excess / Shortage Pending Investigation	279.51	288.11
Less: Provision for Loss pending Investigation	(279.51)	(288.11)
<b>TOTAL</b>	<b>38250.79</b>	<b>27246.58</b>

### 16. TRADE RECEIVABLES

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Trade Receivables for Sale of Power (Including Provision for Unbilled Revenue for which bills are issued up to 31.03.15)	60583.91	67144.96
Trade Receivable for Misc.Receipts from Cons.	1338.53	1278.81
<b>Sub-Total</b>	<b>61922.44</b>	<b>68423.77</b>
Less : Unposted Receipts.	1.30	0.76
<b>Sub-Total</b>	<b>61921.14</b>	<b>68423.01</b>
Less: Provision for Doubtful Dues from Consumers.	1443.32	1688.32
<b>Sub-Total</b>	<b>60477.83</b>	<b>66734.68</b>
Less : Deferred ED & TSE from Consumers.	1295.20	1300.37
<b>TOTAL</b>	<b>59182.62</b>	<b>65434.31</b>
Out of the above -		
- Outstanding for a period exceeding six months.	3862.14	16075.63
- Others	5060.30	52348.14
<b>TOTAL</b>	<b>61922.44</b>	<b>68423.77</b>

NOTE:- Debtors are secured and considered good to the extent of security deposit received from the respective consumers.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### 17. CASH AND CASH EQUIVALENTS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Cash on hand	0.97	1.22
Cheques/Drafts on hand (Cheques/Drafts to be deposited in collection bank account)	2625.88	1280.55
Balance with scheduled Banks in current accounts	6321.92	4972.94
Remittance in Transit.	37.01	56.66
Fixed deposits with Banks	784.17	1104.49
<b>TOTAL</b>	<b>9769.95</b>	<b>7415.85</b>

### 18. SHORT TERM LOANS AND ADVANCES

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Advances for O&M Supplies / Works.	5.98	23.50
Loans & Advances to staff -Interest free. (Un-secured Considered Good)	116.49	125.12
Loans & Advances - Others. (Un-secured Considered Good)	1.73	2.12
<b>sub-total</b>	<b>124.21</b>	<b>150.74</b>
Advance Income Tax / Tax deducted at source.	2454.84	5254.82
Less:- Provision for Minimum Alternate Tax (MAT)	2350.46	1883.99
<b>TOTAL</b>	<b>104.37</b>	<b>3370.83</b>
<b>TOTAL</b>	<b>228.58</b>	<b>3521.57</b>

### 19. OTHER CURRENT ASSETS

Particulars	AS AT 31ST MARCH 2015 [₹ In Lacs]	AS AT 31ST MARCH 2014 [₹ In Lacs]
Income accrued but not due on Staff Loans & Advances	1536.36	1547.66
Amnt. recoverable from employees/ ex-employees.	4.48	2.92
Interest Accrued & Due on Staff Loans & Advances	94.71	188.05
Other Misc. Receivable	729.28	2910.36
Postage Stamps & Agreement Stamps on hand	15.92	12.37
Current Maturities of Loans and Advances to Staff (Interest Bearing)	390.47	426.92
Provision for Un-billed Revenue (for which bills issued after 31.03.15)	10352.56	17615.05
<b>Other receivables from Associates</b>		
- Gujarat Energy Training & Research Institute	46.37	86.23
<b>Sub-total (1)</b>	<b>13170.15</b>	<b>22789.55</b>
<b>ASSETS NOT IN USE</b>		
Plant & Machinery	50.05	35.93
Lines & Cable Net Works	71.82	62.42
Vehicles	0.58	0.73
Furniture & Fixtures	0.01	0.01
Office Equipments	8.98	2.30
<b>Sub-total (2)</b>	<b>131.44</b>	<b>101.38</b>
<b>TOTAL</b>	<b>13301.59</b>	<b>22890.93</b>



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### 20. REVENUE FROM OPERATIONS

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
<b>(a) Revenue from Sale of Power</b>		
Residential General Purpose (Domestic or Residential)	83805.95	72692.49
General Lighting Purpose (Commercial)	2021.88	1789.18
Low Tension Maximum Demand and Non Residential General Purpose (Industrial low & medium voltage)	94025.42	86989.64
Industrial high voltage	287560.53	231379.52
Public lighting	2563.89	2348.08
Traction railways	1075.30	1008.89
Irrigation agricultural	212699.71	182448.18
Public water works and sew.pumps	27242.93	22316.49
Sale of Power to GUVNL	24375.03	70038.29
Deviation Settlement Mechanism Charges (UI)	8294.07	10484.77
<b>Sub-Total</b>	<b>743664.71</b>	<b>681495.54</b>
<b>Electricity Duty &amp; Tax on Sale of Electricity</b>		
Ele. Duty - assessed	65012.97	56050.26
<b>Sub-Total</b>	<b>808677.68</b>	<b>737545.80</b>
Less: Ele. Duty assessed (contra)	65012.97	56050.26
<b>Total (a)</b>	<b>743664.71</b>	<b>681495.54</b>
<b>(b) Other Operating Revenues</b>		
Meter Rent / Service Line Rental	4530.28	4273.75
Recoveries for Theft of Power / Malpractices Non-Consumers	1094.77	1026.89
Wheeling charges Recoveries	273.44	444.87
Misc. charges from consumers	10645.19	10416.37
Delayed Payment Charges from Consumers (Ref. Note no. 26.2)	1448.37	2552.01
Income from sale of scrap	81.73	26.22
<b>Total (b)</b>	<b>18073.78</b>	<b>18740.11</b>
<b>(C) Revenue Subsidies</b>		
Agricultural Subsidy	54110.70	55058.36
<b>TOTAL (a+b+c)</b>	<b>815849.19</b>	<b>755294.01</b>

### 21. OTHER INCOME

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
Interest on Staff Loans and Advances	136.43	157.80
Interest Income from Others Loans/Advances	89.97	148.03
Provision no longer required	268.04	243.01
Miscellaneous Receipts	2101.54	2001.07
Govt. Grants/Consumers contribution ( Deferred amount 10% Written Back)	10259.41	9371.74
Gain on Sale of Fixed Assets	56.83	81.90
<b>TOTAL</b>	<b>12912.21</b>	<b>12003.55</b>



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 22. PURCHASE OF POWER

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
From Gujarat Urja Vikas Nigam Ltd	725023.42	691333.39
From Wind Turbine Generators/ CPP	1381.20	763.58
From Solar Generators	2446.06	2367.89
Deviation Settlement Mechanism Charges (UI)	325.07	603.81
<b>TOTAL</b>	<b>729175.76</b>	<b>695068.67</b>

Power Purchase from GUVNL is accounted as billed by GUVNL considering the mechanism/formula approved by Gujarat Energy Regulatory Commission (GERC)

### 23. EMPLOYEE BENEFIT EXPENSE

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
Salaries & Allowances	28420.01	25763.31
Bonus	33.71	35.16
Other Staff Related Expenses	977.91	913.37
Staff Welfare Expenses.	391.15	483.58
Terminal Benefits	6605.11	6511.40
<b>TOTAL</b>	<b>36427.90</b>	<b>33706.82</b>

#### Provision for employees' remuneration and benefits:

##### (i) Salaries and wages:

Employees of erstwhile GEB were transferred under the Scheme with complete benefit of continuation of service without break and on same terms and conditions as were prevailing on the effective date of transfer. The employee costs in respect of the transferred employees have been accordingly accounted.

##### (ii) Employee Benefits:

a) Defined contribution to Provident Fund, Employee Pension Scheme and Employees Death Linked Insurance  
The company makes contribution towards Employees' Provident Fund, Employees' Pension Scheme and Employees Death Linked Insurance. In accordance with the provisions of these schemes, the Company is required to contribute a specified percentage of payroll costs. The company has, during the year, recognised the sum of ₹ 2929.41 Lacs (P.Y ₹ 2636.78) as expense towards contribution to these plans.

b) Defined contribution towards gratuity & leave encashment.

The liability on account of Gratuity & leave encashment (retirement benefit in the nature of defined benefit plan) is accounted as per Accounting Standard – 15 issued by the ICAI dealing with Employee Benefits.

The following tables summarize the component of net benefit expenses recognised in the profit and loss accounts and liability recognised in balance sheet etc.





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### Gratuity

(₹ in Lacs)

The amounts recognised in the Balance Sheet of GUVNL	Gratuity Plan	Gratuity Plan
	2014-15	2013-14
Present Value of funded Obligations	10043.35	9405.93
Fair value of plan assets	10043.35	9405.93
Present value of unfunded obligations	8807.12	8845.85
Unrecognised past service cost	Nil	Nil
Net liability	8807.12	8845.85
Amount in the balance sheet : Liabilities	18850.48	18251.79
Assets	10043.35	9405.93
Net liabilities	8807.12	8845.86

(₹ in Lacs)

Expenses recognised in Income Statement	Gratuity Plan	Gratuity Plan
	2014-15	2013-14
Current service cost	614.39	591.78
Interest on obligation	1460.14	1370.56
Expected return on plan assets	(885.86)	(860.04)
Net actuarial losses / (gains) recognised in the year	716.55	1034.63
Past service cost	Nil	Nil
Losses (gains) on curtailments and settlements	Nil	Nil
Expense recognised in the statement of Profit & Loss	1905.22	2136.93

(₹ in Lacs)

Change in Benefit Obligations	Gratuity Plan	Gratuity Plan
	2014-15	2013-14
Opening defined benefit obligation	18251.79	17132.02
Service cost for the year	614.39	591.78
Past Service Cost	Nil	Nil
Interest on obligation	1460.14	1370.56
Actuarial losses / (gains)	643.13	1014.36
Benefits paid	(2118.97)	(1856.93)
Closing defined benefit obligation	18850.48	18251.79

(₹ in Lacs)

Fair Value of Plan Assets	Gratuity Plan	Gratuity Plan
	2014-15	2013-14
Opening fair value of plan Assets	9405.93	9537.37
Expected return on plan Assets	885.86	860.04
Actuarial gains / (losses)	(86.28)	(22.74)
Contributions by employer	1956.81	888.20
Assets acquired in an amalgamation in the nature of purchase	Nil	Nil
Exchange differences on foreign plans	Nil	Nil
Benefits paid	(2118.97)	(1856.93)
Closing fair value of plan assets	10043.35	9405.94



# Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



Category of Plan Assets	Gratuity Plan	Gratuity Plan
	2014-15	2013-14
Government of India Securities	-	-
High quality Corporate bonds	-	-
Equity shares of listed Companies	-	-
Funds managed by Insurer	100%	100%
Bank Balance	-	-

Principal Actuarial Valuation Assumptions	Gratuity Plan	Gratuity Plan
	2014-15	2013-14
Discount rate	8.00%	8.00%
Expected return on plan assets	9.50%	9.50%
Annual increase in Salary costs	10.00%	10.00%

(₹ in Lacs)

Surplus/(Deficit)	Gratuity Plan	Gratuity Plan
	2014-15	2013-14
Defined Benefit Obligation	18850.48	18251.79
Plan assets	10043.35	9405.94
Surplus / (deficit)	(8807.13)	(8845.85)

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

## Leave Encashment

(₹ in Lacs)

Amounts to be recognised in Balance Sheet	Leave Encashment	Leave Encashment
	2014-15	2013-14
Present value of funded obligations	Nil	Nil
Fair value of plan assets	Nil	Nil
Present value of unfunded obligations	12177.15	11472.19
Unrecognised past service cost	Nil	Nil
Net Liability in the balance sheet	12177.15	11472.19
Amount in the balance sheet : Liabilities	12177.15	11472.19
Assets	-	-
Net liabilities	12177.15	11472.19

(₹ in Lacs)

Expenses recognised in Income Statement	Leave Encashment	Leave Encashment
	2014-15	2013-14
Current service cost	221.05	818.98
Interest on obligation	917.78	851.90
Expected return on plan assets	-	-
Net actuarial losses / (gains) recognised in the year	674.27	139.15
Past service cost	0.00	0.00
Losses (gains) on curtailments and settlements	0.00	0.00
Expense recognised in Profit & Loss	1813.08	1810.03

(₹ in Lacs)

Change in Benefit Obligations	Leave Encashment	Leave Encashment
	2014-15	2013-14
Opening defined benefit obligation	11472.19	11472.19
Service cost for the year	221.05	818.98
Interest cost for the year	917.78	851.9
Actuarial losses (gains)	674.27	139.15
Losses (gains) on curtailments	-	-
Benefits paid	(1108.13)	(986.58)
Closing defined benefit obligation	12177.15	11472.19



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



(₹ in Lacs)

Fair Value of Plan Assets	Leave Encashment	Leave Encashment
	2014-15	2013-14
Opening fair value of plan Assets	-	-
Expected return	-	-
Actuarial gains / (losses)	-	-
Assets distributed on settlements	-	-
Contributions by employer	-	-
Assets acquired in an amalgamation in the nature of purchase	-	-
Exchange difference on foreign plans	-	-
Benefits paid	-	-
Closing balance of fund	-	-

(₹ in Lacs)

Category of Plan Assets	Leave Encashment	Leave Encashment
	2014-15	2013-14
Government of India Securities	-	-
High quality Corporate bonds	-	-
Equity shares of listed Companies	-	-
Property	-	-
Funds managed by Insurer	-	-
Bank Balance	-	-

(₹ in Lacs)

Principal actuarial Valuation Assumptions	Leave Encashment	Leave Encashment
	2014-15	2013-14
Discount rate as at 31st March 2013	8.00%	8.00%
Expected return on plan assets at 31st March 2013	-	-
Annual increase in Salary Cost	10.00%	10.00%

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

(₹ in Lacs)

Surplus/(Deficit)	Leave Encashment	Leave Encashment
	2014-15	2013-14
Defined Benefit Obligation	12177.15	11472.19
Plan assets	-	-
Surplus / (deficit)	(12177.15)	(11472.19)



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### 24. FINANCE COST

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
<b>(a) Interest Expense</b>		
Interest on State Government Loans	607.04	670.43
Interest on Bonds	633.35	892.77
Interest on other loans/Deferred Credit	0.61	7.48
Interest on REC Loans	178.02	236.87
Interest to Consumers on advance Payment	73.50	63.76
Interest to Consumers on Security Deposit	7139.12	5960.37
Interest on Borrowing for Working Capital	11267.95	7596.15
Interest Charges(Bill Collection Agencies)	18.65	17.54
Interest on Income Tax (MAT)	24.70	21.36
Other Interest	143.88	183.69
<b>Total (a)</b>	<b>20086.81</b>	<b>15650.43</b>
<b>(B) Other Borrowing Costs</b>		
Other Charges	502.73	426.82
Guarantee Fees	96.64	110.55
<b>Total (b)</b>	<b>599.36</b>	<b>537.37</b>
<b>TOTAL</b>	<b>20686.18</b>	<b>16187.80</b>

Note: During the year, the interest expenses on all borrowings, taken by GUVNL on behalf of its subsidiary companies which are not directly allocable for any specific projects of the Company are charged to Statement of Profit & Loss.

### 25. DEPRECIATION AND AMORTIZATION EXPENSES

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
Buildings	138.75	55.64
Hydraulic Works	3.31	2.71
Other Civil Works	21.68	9.97
Plant & Machineries	6378.87	4880.58
Lines & Cable Net Works	15665.97	12606.60
Vehicles	25.10	24.96
Furniture & Fixtures	40.44	38.81
Office Equipments	242.95	327.45
<b>TOTAL</b>	<b>22517.05</b>	<b>17946.72</b>

Note: Hitherto, Company had been charging depreciation on Fixed Assets of the Company, on the use life of the Assets at rates prescribed under Schedule XIV to the Companies Act, 1956. During the year, the Company has changed the Accounting Policy pertaining to accounting for depreciation. Being engaged in the Electricity Distribution Business, it is covered under the Electricity Act, 2003 and provisions of the Electricity Act supersede the provisions of the Companies Act, 2013. Based on Board Resolution No. BM 80.15/1039 dated 08.05.2015 of the Company, the Management of the Company has decided to charge depreciation on fixed assets of the Company at the rates prescribed in GERC (MYT) Regulations, 2011 w.e.f. 1st day of the April, 2011. This being an error or omission, the differential depreciation amounting to ₹ 5570.91 lacs is considered as prior period expense and an amount of ₹ 89.59 lacs is considered as prior period income.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### 26. OTHER EXPENSES

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
<b>(a) Repairs and Maintenance Expenses</b>		
Plant and Machinery	1993.10	1523.53
Buildings and Civil Works	55.96	151.54
Lines, Cable Network etc.	5722.90	4378.58
Vehicles	16.65	25.66
Furniture, Fixtures and Office Equipments	412.08	522.65
<b>Sub-total (a)</b>	<b>8200.70</b>	<b>6601.95</b>
<b>(b) Administrative and General Expenses</b>		
Rent (including Lease rentals), Rates and Taxes	177.01	174.38
Insurance Expenses	19.73	25.97
Other Property Related Expenses	134.23	153.30
Communication Expenses	200.94	212.38
Professional Charges	152.72	370.15
Audit Fees	5.94	3.71
Conveyance & Travelling Expenses	2535.49	2445.50
Expenses on Computer Billing & EDP Charges	93.68	55.72
Electricity Charges	179.86	171.28
Security Expenses	399.31	327.99
Other Expenses	1577.25	1566.37
Materials Related Expenses	895.29	827.89
Rev.Stamps on Receipts issued	6.85	5.85
Expenditure on Training to Staff	98.92	86.89
<b>Sub-total (b)</b>	<b>6477.23</b>	<b>6427.39</b>
<b>(c) Bad Debts and other Debits</b>		
Bad & Doubtful Debts Written off / Provided for.	506.15	333.26
Miscellaneous Losses & Write-off. (Ref Note 26.2)	8457.03	236.66
Loss on Sale of Fixed Assets and other Cost	47.39	22.84
<b>Sub-Total (c)</b>	<b>9010.57</b>	<b>592.76</b>
<b>(d) EXPENSES CAPITALISED</b>		
Employee Costs Capitalised.	(11126.81)	(8848.06)
Administrative & General Expenses Capitalised.	(1985.24)	(1719.02)
<b>Sub-Total (d)</b>	<b>(13112.05)</b>	<b>(10567.07)</b>
<b>TOTAL (a+b+c+d)</b>	<b>10576.45</b>	<b>3055.01</b>

Note: 26.1: During the year, interest expenses on loans taken for -RAPDRP Part A & B amounting to ₹ 315.15 Lacs (P.Y. ₹ 297.92 Lacs) have been charged to CWIP as per AS-16 "Borrowing Cost" issued by ICAI.

Note: 26.2: During the year, based on the settlement scheme approved by the Government of Gujarat vide its resolution no. NPL/452014/UOR-40/M dtd 6th January, 2015 for settling outstanding electricity bills of various Nagarpalikas, the Company has waived Delay Payment Charges amounting of ₹ 9788.42 Lacs (₹ 8391.58 Lacs charged under Miscellaneous Losses & Write-off shown above and ₹ 1396.84 Lacs against current year Delay Payment Charges indicated under Note No. 20.)

### 27. EXTRAORDINARY ITEMS

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
Losses on account of Flood, Cyclone, Fire etc.	115.47	54.39
Less: Grant Received for loss due to Flood, Cyclone etc.	0.00	(46.25)
<b>TOTAL</b>	<b>115.47</b>	<b>8.14</b>





## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 28. NET PRIOR PERIOD ADJUSTMENTS

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
<b>Prior period expenses / losses</b>		
Employee costs	3.73	15.34
Depreciation under provided	5570.91	10.62
Interest & Other Finance Costs	30.01	133.05
Other charges	1849.72	329.61
	<b>7454.36</b>	<b>488.63</b>
<b>Prior period income/Gains</b>		
Consumers Related Income	47.75	0.00
Interest Income	1.21	0.00
Depreciation	89.59	14.31
Interest & Other Finance Costs	10.29	584.91
Other Excess Provision	31.96	110.77
Other Income	203.08	151.06
	<b>383.88</b>	<b>861.06</b>
<b>TOTAL</b>	<b>7070.48</b>	<b>(372.43)</b>

### 29. TAX EXPENSES

Particulars	For the Year ended 31 March, 2015 [₹ In Lacs]	For the Year ended 31 March, 2014 [₹ In Lacs]
Income Tax (MAT)	466.47	343.98
Wealth Tax	1.59	1.45
<b>TOTAL</b>	<b>468.07</b>	<b>345.42</b>

30. The balances of Sundry Debtors, loans & advances and Sundry Creditors for materials are subject to confirmation and reconciliation if any.

#### 31. Contingent Liabilities:

Claims against the Company not acknowledged as debt is ₹ 2610.93 Lacs (P.Y. ₹ 2353.86 Lacs).

32. As per the details available with the company, Disclosure required by Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006, is as under :

(i) Principal Amount remaining unpaid to any suppliers as at the year end : **NIL** Interest due thereon : **NIL**

(ii) Amount of interest paid by the company in terms of Section 16 of the MSMED Act, 2006 along with the amount of payment made to the supplier beyond the appointed day during the accounting year: **NIL**

(iii) Amount of Interest due and payable for the period of delay in making payment ( which have been paid beyond the appointed day during the year ) but without adding the interest specified under the MSMED Act, 2006 : **NIL**

(iv) Amount of Interest Accrued and remaining Unpaid at the end of the accounting year : **NIL**

33. Value of imports calculated on C.I.F. basis is ₹ Nil.

34. Expenditure in Foreign currency ₹ Nil, earning in foreign currency ₹ 0.00 lacs (P.Y. ₹ 145.35 lacs) & remittance in foreign currency is ₹ Nil.

#### 35. Related Party Transactions:

The Company being Subsidiary of a Government Company is a state controlled enterprise. No disclosure is required as per para 9 of Accounting Standard (AS) 18, on "Related Party Disclosure" as regards Related Party Relationships with other state-controlled enterprises and transactions with such enterprises. However, other information is given hereunder:



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

12<sup>th</sup> Annual Report 2014-15



### 35.1 Key Management Personnel

NAME	DESIGNATION	DURATION
Shri N. Srivastava, IFS	Managing Director	01.04.2014 to 02.03.15
Shri Hareet Shukla, IAS	Managing Director	03.03.2015 to 31.03.15
Shri R.B. Kothari	CFO	05.06.2015 to 31.03.15
Shri N.M. Joshi	CS	01.04.2015 to 31.03.15

### 35.2 Particulars of remuneration paid

(₹ in Lacs)

Particulars	Year 2014-2015	Year 2013-2014
Shri N. Srivastava, IFS, Managing Director	15.74	15.92
Shri Hareet Shukla, IAS, Managing Director	1.09	-
Shri R.B. Kothari, CFO	14.93	-
Shri N.M. Joshi, CS	16.12	14.44

### 36. Auditors' Remuneration:

#### (A) Statutory Auditors:

(₹ in Lacs)

Particulars	Year 2014-2015	Year 2013-2014
Audit Fee	5.00	3.30
Certifications fees	-	-
Other Services	-	-
Others	-	-
Total (Excluding Service Tax)	5.00	3.30

#### (B) Cost Auditors:

(₹ in Lacs)

Particulars	Year 2014-2015	Year 2013-2014
Audit Fee	0.48	0.48
Other Services	-	-
Total (Excluding Service Tax)	0.48	0.48

### 37. EPS: Earning Per Share is calculated as under:

Particulars	Year 2014-2015	Year 2013-2014
Net Profit after tax (₹ in Lacs)	1724.04	1351.41
Weighted average No. of Equity Shares	316530921	266710126
Face value per share (₹)	10	10
EPS(₹)-(Basic)	0.74	0.51
EPS(₹)-(diluted)	0.74	0.51

### 38. Deferred Tax Asset/Liability:

Based on the expert opinion sought for by GUVNL and adopted by the Company, and in accordance with the AS 22 "Accounting for Taxes on Income" issued by ICAI, the Company has recognized Deferred Tax on the basis of 'Income Approach'.

Further, on account of huge carry forward losses and unabsorbed depreciation as per the income tax, there is no virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized and hence as a matter of prudence the deferred tax assets have not been recognized in the books of accounts.

Deferred Tax on the depreciation on the opening balances of the assets vested by the Government of Gujarat under various notifications and Restructuring Plan have not been recognized considering the permanent difference. Further consequential difference between the amount of depreciation for accounting purpose and tax purpose in respect of such assets in subsequent years would also be considered as permanent difference.

### 39. MAT Credit Entitlement:

During the year, the Company is liable to pay Minimum Alternate Tax as per the provisions of Income Tax Act for which the Company is entitled to claim credit against future income tax liability. However, in view of substantial amount of losses and unabsorbed depreciation under the Income Tax Act, possibility for utilizing MAT credit by the Company seems to be remote and resultantly MAT Credit entitlement is not recognised in the books of accounts of the Company.



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



### 40. OTHER DISCLOSURES

#### (i) Category wise units sold & Average realization per unit.

Consumer Category	F.Y. 2014-15			F.Y. 2013-14		
	Mus	Revenue (₹ in lacs)	Average Rate ₹/unit	Mus	Revenue (₹ in lacs)	Average Rate ₹/unit
Residential General Purpose (Domestic or Residential)	1763.51	83805.95	4.75	1573.34	72692.49	4.62
General Lighting Purpose (Commercial)	37.18	2021.88	5.44	33.59	1789.18	5.33
Low Tension Maximum Demand and Non Residential General Purpose (Industrial low & medium voltage)	1431.95	94025.42	6.57	1336.99	86989.64	6.51
Industrial high voltage	4469.10	287560.53	6.43	3465.44	231379.52	6.68
Public Lighting	48.31	2563.89	5.31	46.24	2348.08	5.08
Traction railways	15.98	1075.30	6.73	15.34	1008.89	6.58
Irrigation agricultural	8070.14	212699.71	2.64	7496.62	182448.18	2.43
Public water works and sew.pumps	571.56	27242.93	4.77	517.98	22316.49	4.31
Other	4.03	16543.69	0.00	3.41	16161.88	0.00
Deviation Settlement Mechanism Charges (UI)	332.95	8294.07	2.49	620.37	10484.77	1.69
Sale to GUVNL(STOA)	864.55	24375.03	2.82	2374.70	70038.29	2.95
<b>Total</b>	<b>17609.25</b>	<b>760208.40</b>	<b>4.32</b>	<b>17484.01</b>	<b>697657.42</b>	<b>3.99</b>

#### (ii) Units purchased and T&D Losses

Particulars	2014-15	2013-14
	Unit in Mus	
Units Purchased from GUVNL	20265.03	19408.03
Units Purchased from Wind Turbine Generator	30.88	24.44
Units Purchased from Solar Generator	17.52	17.26
Deviation Settlement Mechanism Charges (UI import)	26.00	8.64
<b>Sub Total</b>	<b>20339.44</b>	<b>19458.37</b>
Less: Deviation Settlement Mechanism Charges (UI export)	332.95	620.37
Less: Unit sold to GUVNL	864.55	2374.70
<b>Net Power Purchase Units</b>	<b>19141.94</b>	<b>16463.29</b>
Less: Units sold to consumer	16411.75	14488.94
<b>T &amp; D loss in Mus</b>	<b>2730.19</b>	<b>1974.36</b>
<b>T &amp; D loss in %</b>	<b>14.26%</b>	<b>11.99%</b>



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906  
12<sup>th</sup> Annual Report 2014-15



41. The previous year's figures have been regrouped / reclassified, wherever necessary to correspond with the current year's classification/ disclosures.

### SIGNATURES TO THE NOTES ON THE FINANCIAL STATEMENTS 1 to 41

As per our report of even date attached

For and on behalf of the Board of Directors of

UTTAR GUJARAT VIJ COMPANY LIMITED

FOR KOCHAR & ASSOCIATES  
CHARTERED ACCOUNTANTS  
F. R. No. 105256W

YAGNESH DALAL  
PARTNER  
M. No. 035619

V. N. MAIRA, IAS (Retd.)  
CHAIRMAN

ANUPAM ANAND, IAS  
MANAGING DIRECTOR

R. B. KOTHARI, ACMA  
CHIEF FINANCIAL OFFICER

N. M. JOSHI, FCS  
COMPANY SECRETARY

PLACE: MUMBAI  
DATE: 23/09/15

PLACE: AHMEDABAD  
DATE: 22-SEP-2015

UNCLASSIFIED

UNITED STATES GOVERNMENT  
OFFICE OF THE ATTORNEY GENERAL  
WASHINGTON, D.C. 20530

CONFIDENTIAL

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCEPT WHERE SHOWN OTHERWISE

DATE OF DECLASSIFICATION: 01/01/2000

BY: 60322 UCBAW/STP

REASON: 25X(1)

EXEMPTION: NONE

DATE OF REVIEW: 01/01/2000

REVIEWER: 60322 UCBAW/STP

APPROVED: 60322 UCBAW/STP

DATE OF APPROVAL: 01/01/2000

REVIEWER: 60322 UCBAW/STP

APPROVED: 60322 UCBAW/STP

UNCLASSIFIED





# Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

સ્વપ્ન

Vision

- સર્વોત્તમ સેવા થકી ગ્રાહકને સંતોષ
- Customer satisfaction through service excellence

લક્ષ્ય

Mission

- સ્પર્ધાત્મક દરે વિશ્વસનીય તેમજ ગુણવત્તાસભર વીજ પુરવઠો પૂરો પાડવો વિતરણ ખોટ વૈશ્વિક ધોરણ સુધી ઘટાડવી
- To provide reliable and quality power at competitive cost
- To reach global standards in reducing distribution losses

મૂળભૂત મૂલ્યો

Core values

- ગ્રાહકનો સંતોષ
- સહભાગી કાર્ય સંસ્કૃતિ
- Customer satisfaction
- Participative work culture
- સંસ્થા માટે સ્વત્વ અને સન્માન
- શ્રેષ્ઠતા
- Pride of belongingness
- Excellence
- નૈતિક અને સામાજિક જવાબદારી પ્રત્યે સભાનતા
- Being ethically and socially responsive



## Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

Regd. & Corporate Office:  
Visnagar Road, Mehsana -384001  
Website: [www.ugvcl.com](http://www.ugvcl.com)