

13th Annual Report 2015-2016



Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

Subsidiary of Gujarat Urja Vikas Nigam Limited

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UGVCL AT A GLANCE

Nov-2016

Area in Sq. KM	49950
Districts Covered	7+3 (Partly)
Talukas Covered	63+9 (Partly)
Towns	38
Villages	4689
Divisions	21
Sub Divisions	132+5 (REC)
Number of Employees	8011
Total Transformer Centers	237806
M.U.S. Sent out (Inclu.EHT) Upto SEPT. 16	10570.775
M.U.S. Sent out (Inclu.EHT) Upto SEPT. 16	9184.232
% At & C Losses	13.12
HT Line (Km.)	96708.40
LT Line (Km.)	70632.50
LT / HT Ration	0.73
No. of Sub Station	445
Feeders	4295



Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

13th Annual Report 2015-16



BOARD OF DIRECTORS

Shri Varun Nath Maira, IAS (Retd.)
Shri Pankaj Joshi, IAS
Smt. Shahmeena Husain, IAS
Shri H. P. Desai
Shri K. P. Patel
Prof. Ajay Pandey
Prof. (Dr.) B. A. Prajapati
Shri K. P. Jangid
Shri K. D. Suthar
Shri Anil Kumar Yadav
Shri M. B. Parikh
Shri S. B. Khyalia
Shri Hareet Shukla, IAS
Shri Anupam Anand, IAS
Shri B. A. Shah, IAS

Chairman
Director (From 18-Oct-2016)
Director
Independent Director
Independent Director
Independent Director
Independent Director
Director
Director (Up to 10-Jun-2015)
Director (From 10-Jun-2015)
Director (Up to 19-May-2016)
Director (From 19-May-2016)
Managing Director (Up to 18-Jun-2015)
Managing Director (From 18-Jun-2015 to 09-May-2016)
Managing Director (From 09-May-2016)

COMPANY SECRETARY

Shri Nitinkumar M. Joshi, FCS

CHIEF FINANCIAL OFFICER

Shri R. B. Kothari, ACMA

SENIOR EXECUTIVES

Shri A. K. Mangal
Shri N. C. Makwana
Shri P. J. Trivedi
Shri A. C. Prajapati

Chief Engineer (OP) & I/c. Chief Engineer (P&P)
Addl. Chief Engineer (Technical)
Addl. Chief Engineer (Civil)
Addl. General Manager (HR)

STATUTORY AUDITORS

FY 2015-16

M/s. Kochar & Associates
Chartered Accountants
Ahmedabad

FY 2016-17

M/s. Ramanlal G. Shah & Co.,
Chartered Accountants
Ahmedabad

COST AUDITORS

FY 2015-16

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

FY 2016-17

M/s. Priyank Patel & Associates,
Cost Accountants
Ahmedabad

SECRETARIAL AUDITORS

FY 2015-16 & 2016-17

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

BANKERS

State Bank of India
Bank of Baroda
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

NOTICE

NOTICE is hereby given that the Thirteenth 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 Thursday, the 24th day of November, 2016 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 31st March, 2016 together with the Board's Report and Report of Auditors thereon with comments of the Comptroller & Auditor General of India in terms of Section 143(6) of the Companies Act, 2013;
- 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 2016-17 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 139(5) read with 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 including reimbursement of out of pocket expenses payable to the Statutory Auditors appointed by the Comptroller and Auditor General of India, (C&AG), New Delhi, to audit the accounts of the Company for the Financial Year 2016-17."

SPECIAL BUSINESS

- 3 To consider and if thought fit, to pass, with or without modification/s, the following resolution as an Ordinary Resolution relating to ratification of remuneration of the Cost Auditor for the Financial Year 2016-17:

"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 re-enactment thereof, for the time being in force), the remuneration of M/s. Priyank Patel & Associates, Cost Accountants, Ahmedabad (Firm Registration No. 103676) 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 31st March, 2017 (i.e. Financial Year 2016-17) at the remuneration of Rs. 60,000/- (Rupees Sixty Thousand

only) plus Govt. levies / Taxes plus out of pocket expenses at actual subject to maximum limit of 5% of audit fees, be and is hereby ratified and approved."

"RESOLVED 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."

By Order of the Board
For **Uttar Gujarat Vij Company Limited**

Date : 15-Nov-2016
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.

ANNEXURE TO THE NOTICE

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

ITEM NO. 3 : Ratification of remuneration of the Cost Auditor for the Financial Year 2016-17

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. Priyank Patel & Associates, Cost Accountants, Ahmedabad (Firm Registration No. 103676) was placed before the 43rd 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 92nd Meeting held on 30-Sep-2016 considered the recommendation and approved the said proposal for appointment of M/s. Priyank Patel & Associates 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 31st March, 2017 (i.e. Financial Year 2016-17) at the remuneration of Rs. 60,000/- (Rupees Sixty Thousand only) plus Govt. levies / Taxes plus out of pocket expenses at actual subject to maximum limit of 5% of audit fees, 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.

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. 3.

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

By Order of the Board
For **Uttar Gujarat Vij Company Limited**

Date : 15-Nov-2016
Place: Ahmedabad

N. M. Joshi, FCS
Company Secretary

BOARD'S REPORT

To,
The Members of
UTTAR GUJARAT VIJ COMPANY LIMITED

Your Directors have pleasure in presenting the Thirteenth Annual Report of the Company together with the audited Financial Statements for the Financial Year ended 31st March, 2016.

FINANCIAL RESULTS :

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

(Rs. in Lakhs)

Particulars	Financial Year ended 31 st March	
	2016	2015
Total Income	8,97,189	8,28,761
Profit before Depreciation, Interest and Tax	51,886	44,932
Depreciation	24,973	22,517
Interest and Finance Charges	19,468	20,223
Profit before Tax	7,445	2,192
Provision for Tax	1,714	468
Profit after Tax	5,731	1,724
Profit brought forward from previous year	7,374	6,250
Balance carried to Balance Sheet	13,705	7,974

The figures of the Previous Year have been regrouped/recast/reclassified wherever necessary to correspond with the current year's figures.

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 05-Sep-2015, UGVCL was adjudged the winner in Best Performing Distribution Company category during the 16th Regulators and Policymakers Retreat 2015 of the IPPAI Power Awards 2015.

On 28-May-2016, UGVCL was adjudged the winner of "First Award under the Category of Public-Service Sector (Large)" during 13th National Award for Excellence in Cost Management.

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. 8,97,188.77 Lakhs. (P.Y. Rs. 8,28,761.40 Lakhs). The Company purchased 20,984.23 MUs (PY 20,339.44 MUs) of energy from Gujarat Urja Vikas Nigam Limited (GUVNL), Solar and Wind farm and sold 17,729.57 MUs (PY 17,609.25 MUs) of energy to all categories of consumers. The Company's overall transmission and distribution losses are reported to the extent of 3,254.66 MUs (PY 2,730.19 MUs) at 15.87% (PY 14.26%).

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 2,668 (PY 2,610) Nos. of rural feeders have been declared as Agricultural Dominated Feeders.
- Transformer failure rate is reduced to 4.87% from 5.60% 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 - 8,21,183 (PY 7,56,772) Nos.
 - Installations detected - 12,172 (PY 13,981) Nos.
 - Amount assessed - Rs. 3,089.93 (PY 2,662.51) Lakhs
 - Amount realized - Rs. 1,385.67 (PY 1,136.25) Lakhs
(out of assessed amount)
- For better system improvement and to give quality power supply of the over-loaded feeders, 160 (PY 218) Nos. of feeders are bifurcated and charged during the year.
- Automated Meter Reading (AMR) is installed on total 3,285 (PY 2,999) 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, 1,035(PY 1,993) Nos. of Amorphous/4 Star Transformers are installed in Urban, GIDC and JGY Feeders.
- Total 2,629 (PY 2,565) Nos. of Special Design Transformers (SDT) have been provided on Agricultural feeders, covering benefit to 1,23,052 (PY 1,13,560) Nos. of Farm House connections.
- Work progress - New release of connections:
 - HT New Connection - 369 Nos. (PY 333 Nos.)
 - HT additional load - 187 Nos. (PY 206 Nos.)
 - NRGP I - 3,214 Nos. (PY 2,916 Nos.)
 - NRGP c - 19,097 Nos. (PY 15,128 Nos.)
 - LT MD I - 542 Nos. (PY 370 Nos.)
 - LTMD c - 88 Nos. (PY 102 Nos.)
 - RGP - 76,272 Nos. (PY 59,720 Nos.)
 - Water Works - 1,521 Nos. (PY 848 Nos.)
 - Ag. Connections under:
 - SPA Well (Normal Scheme) - 3,271 Nos. (PY 5,703Nos.)
 - TASP Well - 2,320 Nos. (PY 2,501 Nos.)
 - Tatkal Scheme - 860 Nos. (PY 2,826 Nos.)
 - Dark Zone Well - 17,309 Nos. (PY 8,278 Nos.)
 - SCSP (Household) - 3,298 Nos. (PY 3,434 Nos.)
 - Zupad-patties Connections - 10,705 Nos. (PY 14,294 Nos.)
 - Kutirjyoti Connections - 1,542 Nos. (PY 1,512 Nos.)

▪ System Network added:

• HT Line	-	4,635 Kms. (PY 5,536Kms.)
• LT Line	-	1,263 Kms. (PY 621Kms.)
• Trans. Center	-	23,398 Nos. (PY 30,550 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-2016 is Rs. 600 Crores divided in to 60,00,00,000 Equity Shares of Rs. 10/- each. The Issued, Subscribed and Paid-up Share Capital as on 31-Mar-2016 stood at Rs. 387,41,44,140.

During the financial year, the Company has on 01-Jul-2015 allotted 3,31,01,954 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 respectively. Further, on 05-Feb-2016, the Company has allotted 3,77,81,539 Equity Shares of Rs. 10/- each as fully paid-up at premium of Rs. 55/- per Share on rights basis aggregating to Rs. 245,58,00,035 /- to GUVNL (holding Company) towards the release of Agriculture Connections, New Ag. Connections to SC farmers and for implementation of TASP-W&P and Shifting/Replacement of Poles & Lines of Municipal/Nagarपालikas.

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 Schemes to employees.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Changes among Directors and Key Managerial Personnel:

Since the last Financial Year 2014-15, the changes among the Directors and Key Managerial Personnel are as under:

- 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, IAS.
- Shri Anupam Anand, IAS (DIN-07018990) ceased to be Managing Director as also Director with effect from 09-May-2016.
- Shri B. A. Shah, IAS (DIN- 07514065) is appointed/nominated as Managing Director with effect from 09-May-2016 vice Shri Anupam Anand, IAS. He was also designated as Key Managerial Personnel under Section 203 of the Companies Act, 2013.

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- Shri M. B. Parikh (DIN-07086891) ceased to be Director with effect from 19-May-2016.
 - Shri S. B. Khyalia (DIN- 02470485) is appointed/nominated as Director with effect from 19-May-2016 vice Shri M. B. Parikh.

The Board places on record its appreciation for the valuable contributions made by Shri K. D. Suthar, Shri Hareet Shukla, Shri Anupam Anand and Shri M. B. Parikh 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.

Pursuant to the provisions of Section 203 of the Companies Act, 2013, the Managing Director, Chief Financial Officer and Company Secretary have been designated as Key Managerial Personnel of the Company.

B. 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 2015-16 confirming that they meet the criteria of independence as prescribed under the Act.

C. 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.

The Board reviewed the performance of the individual Directors and Independent Directors on the basis of the criteria such as the contribution of the individual Director to the Board and Committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in 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 that followed the Meeting of Independent Directors, at which the performance of the Board, its Committees and individual Directors was also discussed.

D. 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.

E. Meetings of the Board and Committees thereof :

During the Financial Year 2015-16 :

- Seven Meetings of the Board of Directors of the Company were held on 08-May-2015, 10-Jun-2015, 26-Aug-2015, 22-Sep-2015, 15-Dec-2015, 12-Jan-2016 and 26-Feb-2016.
- Six Meetings of the Audit Committee were held on 07-May-2015, 10-Jun-2015, 17-Aug-2015, 19-Sep-2015, 12-Dec-2015 and 26-Feb-2016.
- Two Meetings of the Corporate Social Responsibility Committee were held on 12-Dec-2015 and 26-Feb-2016.
- One Meeting of the Nomination And Remuneration Committee was held on 26-Aug-2015.

As required under Clause-9 of the Secretarial Standard-1 (SS-1) the details of the number and date of Meetings of Board and Committees held during the Financial Year indicating the number of Meetings attended by each Director are as under:

Meetings	Meetings of Board	Meetings of Audit Committee	Meeting of NRC Committee	Meeting of ID	Meeting of CSR Committee
	80 th 08/05/2015 81 st 10/06/2015 82 nd 26/08/2015 83 rd 22/09/2015 84 th 15/12/2015 85 th 12/01/2016 86 th 26/02/2016	36 th 07/05/15 37 th 10/06/15 38 th 17/08/15 39 th 19/09/15 40 th 12/12/15 41 st 26/02/16	1 st 26/08/15	2 nd 19/03/16	3 rd 12/12/2015 4 th 26/02/2016
No. of Meetings held during tenure and attended					
Name of Director/ Member	Held / Attended	Held / Attended	Held / Attended	Held / Attended	Held / Attended
Shri. V. N. Maira, IAS (Retd)	7/7	-	-	-	-
Smt. Shahmeena Husain, IAS	7/5	-	-	-	-
Shri Hareet Shukla, IAS	2/1	-	-	-	-
Shri Anupam Anand, IAS	5/5	-	-	-	2/2
Shri H.P.Desai	7/6	-	-	1/1	-
Shri K. P. Patel	7/7	-	-	1/1	-
Prof. Ajay Pandey	7/4	6/6	1/1	1/1	2/2
Prof. (Dr.) B. A. Prajapati	7/5	6/5	1/1	1/0	2/1
Shri M. B. Parikh	7/6	-	-	-	-
Shri K.P. Jangid	7/4	-	-	-	-
Shri K. D. Suthar	1/0	2/0	-	-	-
Shri Anil Kumar Yadav	6/5	4/3	1/0	-	2/2

DIRECTORS' RESPONSIBILITY STATEMENT :

To the best of knowledge, belief and according to the information received, the Directors confirm as under for the Financial Year 2015-16 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;
- (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. 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-2016 is as under:

1. Prof. Ajay Pandey (DIN-01292877) Independent Director;
2. Prof. (Dr.) B. A. Prajapati (DIN-01431661) Independent Director; and
3. Shri A. K. Yadav (DIN-07205558) Director.

CORPORATE SOCIAL RESPONSIBILITY (CSR) :

The Company has constituted a 'Corporate Social Responsibility' (CSR) Committee in accordance with Section 135 of the Companies Act, 2013. The Annual Report on Corporate Social Responsibility activities is attached as **Annexure-2** which forms part of this Report. The CSR Policy adopted by the Company is posted on the Company's website at www.ugvcl.com

VIGIL MECHANISM (WHISTLE BLOWER POLICY):

As required under the provisions of Section 177(9) of the Companies Act, 2013, the Company has framed 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 has been established for employees to report genuine concerns and provides adequate safeguards against victimization of employees who avail of the Mechanism. It also allows direct access to the Chairman of the Audit Committee in exceptional cases 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

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, mitigation, 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
- Operational 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 in the ordinary course of business. Further, there were no material related party transactions during the year. The Company has adopted a Related Party Transactions Policy and Procedure.

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 two complaints which have 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.

1. Under section 62 of the Electricity Act, 2003 and relevant GERC Regulations, the Company has filed the Tariff Petition on 7th December 2015 vide Case No. 1547/2015 for Truing-up for Financial Year 2014-15 and Determination of Tariff for Financial Year 2016-17 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 12th February 2016, GERC has declared its Award/Order on 31st March 2016 and determined retail tariff rate effective from 1st April, 2016. Tariff for residential consumers reduced by 10 Paise/unit and for LTMD and HT Category consumers reduced by 10 Paise/unit and 14 Paise/unit respectively after rationalization. Cross subsidy surcharge to be recovered from HT consumer is increased to 1.45 Rs./Kwh from 0.59 Rs./Kwh.
2. GERC vide Order dated 30-Mar-2015 and 28-Oct-2015 has determined Additional Surcharge to be recovered by Distribution Companies from the Consumers opting to purchase power from other than the Company (UGVCL) in order to mitigate the Company's fixed cost burden.
3. New Supply Code has been issued by GERC vide Notification No. 4 of 2015 on dated 22-Sep-2015.
4. New MYT Regulations 2016 for the Control Period from FY 2016-17 to FY 2020-21 were declared by GERC vide Notification No. 4 of 2016 on dated 28-Mar-2016.

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 there under, within its jurisdiction for quick disposal of consumers' grievances. During the year under review 2015-16, 134 Nos. of cases were disposed of.

HUMAN RESOURCE DEVELOPMENT :

The Company lays great emphasis on upgrading the skills of its human resources. Numbers of need-based training and development programs were organized to develop competency of employees with special emphasis on fostering the culture of innovation thereby enhancing organizational effectiveness and productivity.

Due to regular interaction with the Employees' Representatives, the industrial relations continued to be cordial, resulting into positive work culture in the organization during the year under review.

AUDITORS :

A. Statutory Auditors :

M/s. Kochar & Associates, Ahmedabad were appointed as Statutory Auditors of the Company for the Financial Year 2015-16 by the Comptroller and Auditor General of India (C&AG). They have audited the Financial Statements for the year ended 31-Mar-2016 and submitted their Report which contains qualification remark. As required by the provisions of Section 134(3)(f), the explanation by the Board is furnished as **Annexure-4** and attached to and forming part of this Report.

The C&AG have vide its Letter No. CA.V/COY/GUJARAT,GJUVCL(1)/95 dated 11-Jul-2016 appointed M/s. Ramanlal G. Shah & Co., Chartered Accountants, Ahmedabad, as the Statutory Auditors of the Company for the Financial Year 2016-17 under Section 139(5) of the Companies Act, 2013.

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-2016, and has issued Nil Comment vide their Letter No. ES-I/A/cs/UGVCL/2015-16/1524 dated 28-Oct-2016, 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 2015-16 for auditing the cost accounting records relating to Electricity Industry product. The Cost Audit Report for the Financial Year 2015-16 was filled / uploaded on the MCA Portal on 03-Sep-2016 within stipulated time.

The Board, up on recommendation of the Audit Committee, has appointed M/s. Priyank Patel & Associates, Ahmedabad (Firm Regn. No. 103676) as Cost Auditors for the Financial Year 2016-17. As required under the provisions of the Companies Act, 2013, the Directors recommend their remuneration for the Financial Year 2016-17 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 (CP No. 8195) for conducting annual Secretarial Audit for the Financial Year 2015-16. M/s. Hitesh Buch & Associates have issued Secretarial Audit Report (Form MR-3) for the Financial Year 2015-16 which is attached as **Annexure-5** 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.
- 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.

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-Nov-2016

Place : Ahmedabad

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

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

(A) Conservation of energy –	
i). The steps taken or impact on conservation of energy;	• DSM Plan for providing LED Bulbs & Energy efficient fans at Govt. Schools, colleges, Anganwadis, Health centers etc approved by GERC and tenderization process initiated for purchase of LEDs and implementing agency • For awareness of energy conservation, the pamphlets showing importance of subject matter is distributed to each consumer with electricity bill. • During safety week celebration, consumers are also educated for energy conservation tips
ii). The steps taken by the company for utilizing alternate sources of energy;	• 3000 Nos of Solar home light system provided in Year 2015-16 • 140 Nos of solar AG pump sets are provided
iii). The capital investment on energy conservation equipments;	---- Nil -----
(B) Technology absorption –	
i). The efforts made towards technology absorption;	• OFF Load AB switch with Earth switch • Utilization of Load break AB Switch • Development of HT metering Cubic • Spot Billing in 21 subdivision using android mobile application(GPRS) • Development of Compact Transformer Cubical (CTC) • Stoneless DO Fuse • In house developed project progress monitoring application & SCADA portal. • All required IS licensed copy purchased and put up on intranet. • Solar smart power generator(SSPG) • Adoption of U/G Cable PVC-bond tape • Adoption of U/G Cable ferrules • RMU design modification with visible FPI • Flexible glands for SMC meter boxes.

ii). The benefits derived like product improvement, cost reduction, product development or import substitution;	• Safety of Working Staff • Reduction in Power Interruptions • Esthetic looks & safety at HT consumer premises • Consumer satisfaction on correct billing
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; (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	---- Nil-----
iv). The expenditure incurred on Research and Development.	----- Nil-----
(C) Foreign exchange earnings and outgo –	
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-Nov-2016
Place: Ahmedabad

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

ANNEXURE-2**Annual Report on Corporate Social Responsibility (CSR) activities for the Financial Year 2015-16**

1.	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. '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. 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. 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. 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. The CSR Policy may be accessed on the Company's website: http://www.ugvcl.com										
2.	The Composition of the CSR Committee <table border="0"> <tr> <td>1. Prof. Ajay Pandey, Independent Director</td><td>.... Chairman</td></tr> <tr> <td>2. Prof. (Dr.) B. A. Prajapati, Independent Director</td><td>.... Member</td></tr> <tr> <td>3. Shri K. D. Suthar, Director</td><td>.... Member (Up to 10-Jun-2015)</td></tr> <tr> <td>4. Shri Anil Kumar Yadav, Director</td><td>.... Member (From 10-Jun-2015)</td></tr> <tr> <td>5. Managing Director</td><td>.... Member</td></tr> </table>	1. Prof. Ajay Pandey, Independent Director	 Chairman	2. Prof. (Dr.) B. A. Prajapati, Independent Director	 Member	3. Shri K. D. Suthar, Director	 Member (Up to 10-Jun-2015)	4. Shri Anil Kumar Yadav, Director	 Member (From 10-Jun-2015)	5. Managing Director	 Member
1. Prof. Ajay Pandey, Independent Director	 Chairman										
2. Prof. (Dr.) B. A. Prajapati, Independent Director	 Member										
3. Shri K. D. Suthar, Director	 Member (Up to 10-Jun-2015)										
4. Shri Anil Kumar Yadav, Director	 Member (From 10-Jun-2015)										
5. Managing Director	 Member										
3.	Average net profit of the Company for last three financial years Average Net Profit (2012-13 to 2014-15) Rs.1892.81 Lakhs										
4.	Prescribed CSR Expenditure (two percent of the amount as in item 3 above) Rs. 37.86 Lakhs										
5.	Details of CSR spent during the financial year:- a) Total amount to be spent for the financial year ... Rs. 70.83 Lakhs (includes unspent amount of previous Financial Year of Rs. 32.97 Lakhs) b) Amount unspent, if any ... Rs. 70.83 Lakhs 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 (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.	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: 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. 37.86 Lakhs. (The total amount including carried forward unspent amount of FY 2014-15 of Rs. 32.97 Lakhs comes to Rs. 70.83 Lakhs) The CSR Policy was approved and adopted by the Board of Directors, on recommendation of the CSR Committee on 18-Dec-2014. The Company is in the process of exploring various options for CSR activities that can deliver the maximum impact to the society and hence, the Company could not spend the money before finalizing this Report.						
7.	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. 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.						
(B. A. Shah, IAS) Managing Director (Prof. Ajay Pandey) Chairman, CSR Committee							

FORM NO. MGT-9
EXTRACT OF ANNUAL RETURN
as on the Financial Year ended on 31-Mar-2016

[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 –

S. 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	U40109GJ2004SGC045195	Holding	100%	2(46)

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-2015)				No. of Shares held at the end of the year (31-Mar-2016)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
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	316530921	316530921	100	0	387414414	387414414	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
Sub-total (A) (1):-	0	316530921	316530921	100	0	387414414	387414414	100	0
(2) Foreign	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
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total Shareholding of Promoter (A) = (A)(1)+(A)(2)	0	316530921	316530921	100	-	387414414	387414414	100	0
B. Public Shareholding									
1. Institutions	0	0	0	0	0	0	0	0	0
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
Sub-total (B)(1):-	0	0	0	0	0	0	0	0	0
2. Non- Institutions									
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 share capital in excess of Rs. 1.lakhs	0	0	0	0	0	0	0	0	0

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
Sub-total (B)(2):-	0	0	0	0	0	0	0	0	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	316530921	316530921	100	-	387414414	387414414	100	0

(ii) Shareholding of Promoters:

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (01/04/2015)			Shareholding at the end of the year (31/03/2016)			% 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	316530921	100	0	387414414	100	0	0
	Total	316530921			387414414			

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

Sr. No.		Shareholding at the beginning of the year (01/04/2015)		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	At the beginning of the year Gujarat Urja Vikas Nigam Limited and its nominees	316530921	100	316530921	100
	Date-wise <u>Increase</u> / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease, e.g. allotment/transfer/	33101954 (01-Jul-2015) 37781539 (05-Feb-2016) ----- 70883493	100	387414414	100

	bonus/sweat equity etc.: Increase by way of allotment on Rights Basis				
	At the End of the year (31/03/2016)	387414414	100	387414414	100

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

Sr. No.		Shareholding at the beginning of the year (01/04/2015)		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	For Each of the top 10 Shareholders				
	At the beginning of the year	Not Applicable			
	Date-wise Increase/Decrease in Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.)				
	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-2015)		Date	Increase / Decrease	Reason	Cumulative Shareholding during the year and As on 31-Mar-2016	
		No. of Shares	% of total shares of the Company				No. of Shares	% of total shares of the Company
	DIRECTORS							
1	Smt. Shahmeena Husain, IAS	10	0.00	-	-	-	10	0.00
2	Shri Kamlesh P. Jangid	10	0.00	-	-	-	10	0.00
3	Shri Mitesh B. Parikh	10	0.00	-	-	-	10	0.00
	KEY MANAGERIAL PERSONNEL							
	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.							

V. INDEBTEDNESS (AS ON 31-MAR-2016):

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year (01-Apr-15)				
i) Principal Amount	4099.85	48289.71	0.00	52389.56
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	1250.65	787.67	0.00	2038.32
Total (i+ii+iii)	5350.50	49077.38	0.00	54427.88
Change in Indebtedness during the financial year				
• Addition	118.00	22.63	0.00	140.63
• Reduction	1120.78	24274.34	0.00	25395.12
Net Change	-1002.78	-24251.71	0.00	-25254.49
Indebtedness at the end of the Financial Year (31-Mar-16)				
i) Principal Amount	3097.07	24038.00	0.00	27135.07
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	1101.22	603.13	0.00	1704.35
Total (i+ii+iii)	4198.29	24641.13	0.00	28839.42

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 Lakhs
		Shri Hareet Shukla, IAS Managing Director (Up to 18-Jun-15)	Shri Anupam Anand, IAS Managing Director (From 18-Jun-15)	
1.	Gross salary a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 b) Value of perquisites u/s 17(2) Income-tax Act, 1961 c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	Rs. 3,02,387/- (Up to 17/06/2016)	Rs. 11,12,991/- (From 18/06/2016)	Rs.14,15,378/-
2.	Stock Option	0	0	
3.	Sweat Equity	0	0	
4.	Commission - as % of profit - others, specify...	0	0	

5.	Others, please specify	0	0	
	Total (A)	3,02,387	11,12,991	14,15,378
	Ceiling as per the Act	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	Prof. (Dr.) BA Prajapati	Shri V. N. Maira, IAS (Retd.)	
1	Independent Directors						
	• Fee for attending board/ committee meetings	43000	53000	66000	62000	0	224000
	• Commission	0	0	0	0	0	0
	• Others, please specify	0	0	0	0	0	0
	Total (1)	43,000	53,000	66,000	62,000		2,24,000
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	18,07,680.00	18,07,680.00
	Total (2)	0	0	0	0	18,07,680.00	18,07,680.00
	Total (B)=(1+2)	43,000	53,000	66,000	62,000	18,07,680.00	20,31,680.00
	Total Managerial Remuneration	0	0	0	0	0	0
	Overall Ceiling as per the Act	Not applicable as Section 197 of Companies Act, 2013 shall not apply to Government Companies.					

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

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	18.53	20.32	38.85
	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
	Total	0	18.53	20.32	38.85

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)
A. COMPANY					
Penalty	NIL				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	NIL				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NIL				
Punishment					
Compounding					

For and on behalf of the Board

ANNEXURE-4

Board's explanation on qualification made by the Statutory Auditors in their Audit Report for the FY 2015-16, pursuant to Section 134(3)(f) of the Companies Act, 2013:

Qualification	Board's Reply
Interest on Income Tax Refund amounting to ₹ 2,54,82,632 as reflected in Income Tax Records, have not been accounted as income of the Company. The profit of the Company is understated to that extent.	UGVCL has received the Income Tax refund amounting to ₹ 33,14,71,591 for the AY 2011-12 after adjusting demand for the A.Y. 2007-08, 2008-09 & 2010-11 on 14-Nov-2014. In the intimation for adjustment of refund u/s 245 of the Income Tax Act, 1961 for A.Y. 2011-12, the interest amount on refund of Income Tax was not mentioned. To get the details of amount of Interest on Income Tax refund, the Income Tax Department as well as the Tax Consultants of the Company were requested frequently. However, the same were not made available. Finally, on 01-Sep-16, the Letter was sent to ITO Ward 2(1)(1), Baroda through the Tax Consultants of the Company. The Deputy Commissioner of Income Tax, Circle 2(1)(1), Baroda vide Letter No. BRD/DCIT/Cir.2(1)(1)/Uttar Guj/Refund/2016-17 dated 16-Sep-2016 provided the amount of Interest. The said Letter mentioned the amount of Interest on Refund ₹ 2,89,41,396. The same amount is not matching with the amount of Interest on refund shown in the Form 26AS. So again, the Tax Consultants have been requested vide e-mails and personal visits to provide the details. But, the same is still not available. However, the Company has passed and incorporated necessary entry in the books of account for the Financial Year 2016-17.

For and on behalf of the Board

Date: 15-Nov-2016
Place: Ahmedabad

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

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016

[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 31st March 2016 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 31st March 2016 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

4. We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India applicable from 01-Jul-2016 during the period under audit

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. Allotment of 33101954 Equity Shares of Rs. 10 each on 01-Jul-2015 and 37781539 Equity Shares of Rs. 10 each on 05-Feb-2016 (both allotments were made at a premium of Rs. 55/- per share on rights basis) u/s 62 of the Companies Act, 2013 and the Rules made thereunder.
2. Adoption of Articles of Association in substitution and to the entire exclusion of the existing Articles, by Special Resolution passed at the Annual General Meeting held on 21-Dec-2015.

Place: Ahmedabad
Date: 29th September 2016

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

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: 29th September 2016

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

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b)
OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF UTTAR GUJARAT VJ COMPANY
LIMITED FOR THE YEAR ENDED 31 MARCH 2016**

The preparation of financial statements of **Uttar Gujarat Vj Company Limited** for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) 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 the Standard on Auditing Prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 31 August 2016.

I, on 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 Vj Company Limited** for the year ended 31 March 2016. 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

(B. Basantia)
Accountant General (E&RSA), Gujarat

Place : Ahmedabad
Date : 18-10-2016

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 GUJARATVIJ COMPANY LIMITED ('the Company'), which comprise the Balance Sheet as at March 31, 2016, 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.

1. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated 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 cashflows 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.

2. 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, and the order under section 143 (11) of the Act.

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.

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.

Basis for Qualified Opinion.

Interest on income tax refund amounting to Rs 2,54,82,632 as reflected in Income Tax records, have not been accounted as income of the Company. The profit of the Company is understated to that extent.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the basis for qualified opinion paragraph, 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, 2016
- b) In the case of the Profit and Loss Account, 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.

3. Emphasis of Matter

We draw attention to :

Note no. 4: In respect of government grant & Subsidies, we have not been provided with the scheme sanction and disbursement documents. Further Company has policy of transferring 10% of the year end balance to profit and loss account on reducing balance method, which is not in accordance with mandatory requirements of Accounting Standard 12 on accounting for Government Grant.

Note no. 31: In relation to non-availability of confirmations from Sundry Debtors, loans and advances.

Note no. 33: 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.

4. 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.

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2. As required by the Companies (Auditor's Report) Order, 2016 ("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 sought and 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, the 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) As per notification no. G.S.R. 463(E) dated 05.06.2015, provisions of section 164(2) does not apply to the Company, being a Government Company.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C". Our report expresses an unmodified opinion on the adequacy and the operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) 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 32 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 : AHMEDABAD
Date : 31-AUG-2016

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 2015-16.)

Directions		
1	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.	According to the information and explanation given to us, there is no leasehold land with the Company. The freehold land prior to unbundling of Gujarat Electricity Board ('GEB') is in the name of Gujarat Electricity Board, however post such unbundling scheme; the purchase of freehold land is in the name of the Company i.e. UGVCL. The freehold land received by the Company from erstwhile GEB under unbundling scheme continues in the name of GEB. In respect of land purchased/acquired by the Company, allotment letter is available in few cases; the details of freehold land is annexed in statement "A1".
2	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. 69,97,888.44 being dues from consumers, Waiver of DPC charges amounting to Rs. 5,35,439.61 from consumers and Rs. 9,23,47,162.48 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 6 th January, 2015.

3	Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from Government or other authorities.	Proper records are maintained for the inventories lying with third parties and confirmations for material lying with them as on 31-03-2016 have been taken on record by the Company. The Company has not received any assets as gift from Government or other authorities during the year 2015-16. The Company has received grant of Rs 5942.22 lakhs during the year, however we have not been provided with the grant sanction letters and schemes under which grant is disbursed.
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Sub-Directions :

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 franchisees for distribution of electricity.
2	Report on the efficacy of the system of billing and collection of revenue in the company.	The consumer base comprises of two categories i.e. HT and LT Consumers: In HT Billing, billing (meter reading, bill preparation and serving the bill) is done from 15th to 18th of the month for normal consumers. In case of Open access consumers, billing is done on 1st of the next 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 15th to 20th of the month & in bi-monthly billing cycle, meter reading is carried out from every 21st of month to 10th 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 11.07%.

		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, 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	The Company is having total 34,61,351 nos. of Consumers as on 31-03-2016. Out of the same 33,07,169 nos. of Consumers are metered and 1,54,182 nos. of Consumers are un-metered. For all the metered consumers as stated above the Company has installed the static meters and electro mechanical meters. For remaining 1,54,182 nos. of consumers tariff is charged on the base of contract load and which is approved by GERC.
4	Whether the Company recovers and accounts, the State Electricity Regulatory Commission (SERC) approved Fuel and Power Purchase Adjustment Cost (FPPAC)	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 company. The confirmations are also sought 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.	The Company has raised FPPPA and tariff compensation claim of Rs. 1818.24 crores during FY 2015-16 and same has been received from GUVNL.
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**Statement "A1" to ANNEXURE "A" TO THE INDEPENDENT
AUDITOR'S REPORT**

Sr No	Name of offices	Gross Block (as at balance sheet date) [Rs. in lakhs]	Details of land of which the account balances have been transferred as per GOG notification no. GHU-2006-91-GUV-1106- 590-K dated 03-10-2006 to Company and are held in the name of the erstwhile GEB. [Rs. in lakhs]	Details of land where title deeds are not available [Rs. in lakhs]
1	SABARMATI O & M DIVISION	61.75	8.01	53.74
2	BAVALA O & M DIVISION	79.75	4.89	74.86
3	GANDHINAGAR O & M DIVISION	2.11	2.11	0.00
4	KALOL (O & M) DIVISION	3.28	0.49	2.79
5	BOPAL (U & I) DIVISION	8040.29	0.00	528.69
6	MODASA O & M DIVISION	52.03	0.54	0.00
7	IDAR O & M DIVISION	2.01	2.01	0.00
8	TALOD O & M DIVISION	17.76	0.36	17.40
9	HIMATNAGAR O & M DIVISION	0.27	0.27	0.00
10	MEHSANA O & M CIRCLE	0.24	0.24	0.00
11	KADI O & M DIVISION	8.01	0.51	7.50
12	MEHSANA O & M DIVISION	40.66	0.32	0.00
13	PATAN O & M DIVISION	9.95	0.93	9.02
14	VIJAPUR O & M DIVISION	1.47	1.47	0.00
15	VISNAGAR O & M DIVISION	0.53	0.53	0.00
16	PALANPUR O & M DIVISION	0.48	0.00	0.48
17	DEESA O & M DIVISION	11.63	0.81	10.82
18	SIDHPUR O & M DIVISION	4.64	0.00	4.64
19	RADHANPUR O & M DIVISON	10.80	0.39	10.42
20	DEESA-II DIVISION	191.49	0.00	0.81
21	PALANPUR-II DIVISION	4.73	0.84	3.89

For, Kochar & Associates
Chartered Accountants
FRN. 105256W

CA Yagnesh Dalal
Partner
Membership No. 035619

Place: AHMEDABAD
Date: 31-AUG-2016

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, 2016 (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, 2016).

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) According to the information and explanation given to us and the records examined by us and based on the examination of the registered sale deed/transfer deed/conveyance deed/land allotment letter provided to us. We report that the title deeds comprising all the immovable properties of land and buildings, which are freehold, are held in the name of the Company as at the balance sheet date, except the following.

SR NO	Name of offices	Gross Block of immovable property (as at balance sheet date) [Rs. in lakhs]	The immoveable property in respect of which the account balances have been transferred as per GOG notification no. GHU-2006-91-GUV-1106-590-K dated 03-10-2006 to the Company are held in the name of the erstwhile GEB. [Rs in lakhs]	Documents /title deeds/records not available [Rs in Lakhs]
1	SABARMATI O & M CIRCLE	23.77	0.00	23.77
2	SABARMATI O & M DIVISION	332.58	53.59	278.99
3	BAVALA O & M DIVISION	393.02	29.11	363.91
4	GANDHINAGAR O & M DIVISION	483.12	47.84	435.28
5	KALOL (O & M) DIVISION	215.62	39.24	176.38
6	BOPAL (U & I) DIVISION	8058.21	0.00	546.61
7	HIMATNAGAR O & M CIRCLE	45.41	16.16	29.25
8	MODASA O & M DIVISION	142.26	31.57	59.20
9	IDAR O & M DIVISION	203.55	40.39	163.15
10	TALOD O & M DIVISION	116.32	15.96	100.36
11	HIMATNAGAR O & M DIVISION	30.81	24.33	6.48

12	BHILODA O&M DIVISION	177.79	0.00	177.79
13	MEHSANA O & M CIRCLE	20.42	1.36	19.07
14	KADI O & M DIVISION	264.20	21.75	242.45
15	MEHSANA O & M DIVISION	695.73	55.18	599.89
16	PATAN O & M DIVISION	169.90	44.99	124.91
17	VIJAPUR O & M DIVISION	240.05	30.93	209.12
18	VISNAGAR O & M DIVISION	214.63	44.31	170.32
19	PALANPUR O & M CIRCLE	0.48	0.00	0.48
20	PALANPUR O & M DIVISION	299.57	44.69	254.88
21	DEESA O & M DIVISION	117.10	30.08	87.02
22	SIDHPUR O & M DIVISION	253.07	21.16	231.91
23	RADHANPUR O & M DIVISION	448.80	46.20	402.60
24	DEESA-II DIVISION	425.32	0.00	234.64
25	PALANPUR-II DIVISION	336.32	0.00	336.32

Out of the above gross block, title deeds amounting to Rs.7794.11 Lakhs are in the name of the Company.

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 needs to be strengthened considering the size of the company and nature of its business.
- (c) In our opinion and according to the information and explanation 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, Limited Liability Partnerships 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) and iii (c) paragraph 3 of the Order are not applicable to the Company.
4. According to information and explanation given to us, the provision of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security are not applicable to the Company.
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, Employees state insurance, Income tax, Sales tax, Service tax, duty of customs, duty of excise, value added tax, 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 2016 for a period more than six months from the date of becoming payable.

(b) As at 31st March, 2016, 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 Lakhs)	Forum where pending
Income Tax Act, 1961	Income tax	AY 2011-12	6987.04	ITAT
		AY 2012-13	0.27	DCIT

8 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, Government or dues to debenture holders.

9 According to the information and explanations given to us and based on records of the company, there are no moneys raised by way of initial public offer or further public offer (including debt instruments). The Term loan amounting to Rs. 8,66,86,151/- obtained during construction period was invested in FD to reduce cost of capital.

10 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. 0.42 lakhs is noticed during the year under review.

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- 11 According to the information and explanations given to us the clause relating to managerial remuneration is not applicable to the Company, being a Government Company.
 - 12 According to the information and explanations given to us the clause relating to Nidhi Company is not applicable to the Company.
 - 13 The Company has complied with the provisions of Section 177 of the Companies Act, 2013. Section 188 of Companies Act, 2013 is not applicable to the Company, being a Government Company.
 - 14 The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
 - 15 According to the information and explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with them.
 - 16 According to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For, Kochar & Associates
Chartered Accountants
FRN. 105256W

CA Yagnesh Dalal
Partner
Membership No. 035619

Place : AHMEDABAD
Date : 31-AUG-2016

ANNEXURE "C" TO THE INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of UTTAR GUJARAT VIJ COMPANY LIMITED ("the Company") as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial control over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. Internal controls in relation to inventory verification by trained personnel and reconciliation with book of account at regular intervals based on detailed checklist would help the company to identify non moving/obsolete items.

For, Kochar & Associates
Chartered Accountants
FRN. 105256W

CA Yagnesh Dalal
Partner
Membership No. 035619

Place: AHMEDABAD
Date: 31-AUG-2016



Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

13th Annual Report 2015-16



BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note No.	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
<u>EQUITY AND LIABILITIES</u>			
(1) Share Holders' Fund			
(a) Share Capital	2	38741.44	31653.0
(b) Reserves and Surplus	3	123269.95	78552.0
		162011.39	110205.7
(2) Deferred Government Grants, Subsidies & Contributions	4	103547.87	92334.6
(3) Share Application Money Pending Allotment	5	2981.30	0.0
(4) Non Current Liabilities			
(a) Long Term Borrowings	6	10467.97	27501.7
(b) Other Long Term Liabilities	7	106340.15	95434.4
(c) Long Term Provisions	8	11581.04	10314.3
		128389.15	133250.5
(5) Current Liabilities			
(a) Trade Payables	9	708.94	275.0
(b) Other Current Liabilities	10	91243.87	109452.5
(c) Short-Term Provisions	11	2972.16	1864.3
		94924.97	111592.0
TOTAL		491854.68	447383.00
<u>ASSETS</u>			
(1) Non-Current Assets			
(a) Fixed Assets:			
Tangible Assets	12	349918.84	310273.62
Capital Work-in progress	13	11713.29	15645.69
(b) Long Term Loans and Advances	14	798.29	686.53
(c) Other Non-current Assets	15	670.35	1436.60
		363100.78	328042.44
(2) Current Assets			
(a) Inventories	16	35007.60	38250.79
(b) Trade Receivables	17	55002.95	59177.45
(c) Cash and Cash Equivalents	18	7918.30	9769.95
(d) Short-Term Loans and Advances	19	547.75	722.90
(e) Other Current Assets	20	30277.29	11419.46
		128753.90	119340.56
TOTAL		491854.68	447383.00
Significant Accounting Policies and Notes to the Financial Statements			
	1 to 42		

AS PER OUR REPORT OF EVEN
DATE ATTACHED
FOR, KOCHAR & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.No. 105256W

YAGNESH DALAL
PARTNER
M. NO. 035619

PLACE: AHMEDABAD
DATE: 31-AUG-2016

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

V. N. MAIRA, IAS (Retd.)
CHAIRMAN
DIN-05101566

R.B.KOTHARI, ACMA
CHIEF FINANCIAL OFFICER

PLACE: AHMEDABAD
DATE: 31-AUG-2016

AJAY PANDEY
DIRECTOR
DIN-01292877

N. M. JOSHI, FCS
COMPANY SECRETARY



Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906

13th Annual Report 2015-16



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

Particulars	Note No.	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
INCOME			
Revenue from Operations	21	882379.55	815799.77
Other Income	22	14809.22	12961.64
Total Revenue (1)		897188.77	828761.40
EXPENSES			
Purchase of Power	23	797794.80	729175.76
Employee Benefit Expenses	24	33647.16	25301.09
Finance Costs	25	19467.99	20223.35
Depreciation and Amortization Expenses	26	24972.96	22517.05
Other Expenses	27	12420.11	22166.08
Total Expenses (2)		888303.03	819383.34
Profit/(Loss) before extraordinary items, prior period adjustments and tax	(1)-(2)	8885.74	9378.07
Less:- Extraordinary Items	28	1475.20	115.47
Profit/(Loss) before prior period adjustments and tax		7410.54	9262.59
Less:- Prior Period Adjustments (Credit)/Charges	29	-34.83	7070.48
Profit/(Loss) before tax		7445.37	2192.11
Tax Expenses	30		
Current Tax		1714.03	468.07
Profit After Tax for the Year		5731.34	1724.04
Earning Per Share (Basic) ₹		1.65	0.74
Earning Per Share (Diluted) ₹		1.65	0.74
Significant Accounting Policies and Notes to the Financial Statements	1 to 42		

AS PER OUR REPORT OF EVEN
DATE ATTACHED

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

FOR AND ON BEHALF OF THE BOARD
OF DIRECTORS

UTTAR GUJARAT VIJ COMPANY LIMITED

YAGNESH DALAL
PARTNER
M. NO. 035619

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PLACE: AHMEDABAD
DATE: 31-AUG-2016



Uttar Gujarat Vij Company Limited

CIN - U40102GJ2003SGC042906
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CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2016

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
Cash Flow from Operating Activities		
Net Profit before Tax and Extra ordinary items	8920.57	2307.58
Adjustments for: Add/(Less)		
Depreciation	24972.96	22517.05
Interest and Financial Charges	19467.99	20686.18
Prior Periods Adjustments -Depreciation	15.62	5481.32
Gain on Sale of Fixed Assets	(32.30)	(56.83)
Loss on Sale of Fixed Assets	50.72	47.39
Provisions no longer required	(94.37)	(268.04)
Interest Income from Fixed Deposit	(13.52)	(89.03)
Govt Grants & Consumer contribution (Deferred amount 10% written back)	(11505.32)	(10259.41)
Leave Encashment Provision	1406.48	704.95
Gratuity Provision	6369.75	1906.20
Waiver of DPC and other Misc Written off	371.21	8684.86
Provision for Doubtful Debts	545.01	278.32
Operating Profit before Working Capital Changes	50474.80	51940.55
Adjustments for Changes in Working Capital:-		
(Increase)/Decrease in Current Assets, Loans and Advances	(10755.51)	(651.20)
Increase/(Decrease) in Current Liabilities and Provisions	(5898.58)	(17471.31)
Cash Generated from Operations before Taxes and Extra Ordinary items	33820.71	33818.03
Less: Direct Taxes Paid	400.00	200.00
Cash Generated from Operations before Extra Ordinary items	33420.71	33618.03
Less: R & M for restoration of damages due to flood,Cyclone	(1475.20)	(115.47)
A. NET CASH FLOW FROM OPERATING ACTIVITIES	31945.51	33502.56
Cash Flow from Investing Activities		
Purchases/Adjustments of Fixed Assets	(68107.81)	(76598.77)
(Increase)/Decrease in Capital Work in Progress	3932.40	(10621.22)
Sale/Adjustments on Fixed Assets	3471.20	21696.82
Interest Income from Fixed Deposit	13.52	72.49
B. NET CASH FLOW FROM INVESTING ACTIVITIES	(60690.69)	(65450.69)
Cash Flow from Financing Activities		
Share Application Money Received during the year	49055.57	28397.85
(Repayments)/Proceeds from Borrowings	(25189.48)	8211.31
Proceeds from Govt. Grants, Subsidies and Contributions	22718.52	18527.23
Interest and Financial Charges Paid	(19691.09)	(20834.16)
C. NET CASH FLOW FROM FINANCING ACTIVITIES	26893.52	34302.23
Net Cash Inflow/(Outflow)[A+B+C]	(1851.65)	2354.10
Add:- Cash and Cash Equivalents as at 01-4-15 (Opening Balance)	9769.95	7415.85
Cash and Cash Equivalents as on 31-3-16 (Closing Balance)	7918.30	9769.95
Note:		
(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 31-03-16 is as per note no. 18 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: AHMEDABAD
DATE: 31-AUG-2016

FOR AND ON BEHALF OF THE BOARD
OF DIRECTORS

UTTAR GUJARAT VIJ COMPANY LIMITED

V. N. MAIRA, IAS (Retd.)
CHAIRMAN
DIN-05101566

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N. M. JOSHI, FCS
COMPANY SECRETARY

PLACE: AHMEDABAD
DATE: 31-AUG-2016



Uttar Gujarat Viji Company Limited

CIN - U40102GJ2003SGC042906

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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 inconsistent 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 at 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 depreciation has been written back up to 70% of the value of assets as per the scheme of transfer which in the 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.



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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



Uttar Gujarat Vij Company Limited

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obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.

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, Stael 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

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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 Vija Company Limited

CIN - U40102GJ2003SGC042906

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2. SHARE CAPITAL

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Authorised Share Capital 60,00,00,000 Equity Shares each of ₹ 10 each (Previous year 60,00,00,000 Equity Shares)	60000.00	60000.00
Issued Share Capital 38,74,14,414 Equity Shares of ₹ 10 each (Previous year 31,73,85,050 Equity Shares)	38741.44	31738.51
Subscribed and Fully Paid-up Capital 38,74,14,414 Equity Shares of ₹ 10 each fully paid-up (Previous year 31,65,30,921 Equity Shares)	38741.44	31653.09
TOTAL	38741.44	31653.09

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 lakhs)
Shares Outstanding at the beginning of the year	31,65,30,921	31653.09
Add: Shares Subscribed during the year	7,08,83,493	7088.35
Sub Total	38,74,14,414	38741.4414
Less: Buy Back during the year	0.00	0.00
Shares Outstanding at the end of the year	38,74,14,414	38741.44

2.2. Details of Shares Held by the Holding Company:

Name of the Share Holders	AS AT 31 ST MARCH 2016 Nos.	AS AT 31 ST MARCH 2015 Nos.
Equity Shares Gujarat Urja Vikas Nigam Ltd, the holding Company and its nominees	38,74,14,414	31,65,30,921

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

Name of the Share Holders	AS AT 31 ST MARCH 2016 Nos.	AS AT 31 ST MARCH 2015 Nos.
Equity Shares Gujarat Urja Vikas Nigam Ltd, the holding Company (99.99% held)	38,74,14,344	31,65,30,851



Uttar Gujarat Vij Company Limited

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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 Rs. 1108964800/- (i.e. 110896480 fully paid Equity Shares of Rs. 10/- each) and Share Premium of Rs. 3326894.430/- 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 Rs. 10/- each (fully paid up) aggregating to Rs. 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 Rs. 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 Rs. 16850.00 lakhs from its Holding Company, GUVNL towards Capital Contribution release of agricultural Connections. In the FY 2013-14, Company had allotted 2956.1404 Equity Shares of Rs. 10/- each at a premium of Rs. 47/- per share as Right shares.

(e) During the year 2014-15, the Company has received Share Application Money of Rs. 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 Rs. 10/- each at a premium of Rs. 47/- per share as Right shares.

(f) During the year 2015-16, the Company has received Share Application Money of Rs. 46074.27 lakhs from its Holding Company, GUVNL towards Capital Contribution release of agricultural Connections, Electrification of Wells and Petapara in Tribal Area, Shifting/Replacement of Poles & Lines of Municipal/Nagarpalikas area and Issuing New Ag. Connections to SC farmers. During the year, Company has allotted 70883493 Equity Shares of Rs. 10/- each at a premium of Rs. 55/- per share as Rightshares.



Uttar Gujarat Vij Company Limited

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3. RESERVES & SURPLUS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
(a) Equity Share Premium Account		
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
Closing Balance	33268.94	33268.94
Share Premium Account (Refer note no. 2.4 (d,e & f) above.)		
Opening Balance	37309.63	13893.86
Add:- Addition during the year	38985.92	23415.77
Closing Balance	76295.55	37309.63
Total Equity Share Premium Account	109564.50	70578.58
(b) Surplus (Profit & Loss Account):		
Balance brought forward from previous year	7974.11	6250.06
Add:- Profit for the Year	5731.34	1724.04
Total Surplus	13705.45	7974.11
TOTAL	123269.95	78552.68

4. DEFERRED GOVERNMENT GRANTS, SUBSIDIES & CONTRIBUTIONS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Govt.Grants & Subsidies towards cost of Capital Assets		
Opening Balance	35462.12	35670.98
Add: Received during the year	5942.22	3731.38
Less: Transfer to the P&L A/c (Refer note no. 1(C))	(4140.43)	(3940.24)
Closing Balance	37263.90	35462.12
Consumer Contribution towards Capital Assets		
Opening Balance	56872.55	48674.65
Add: Received during the year	16776.30	14517.08
Less: Transfer to the P&L A/c (Refer note no. 1(C))	(7364.89)	(6319.17)
Closing Balance	66283.97	56872.55
TOTAL	103547.87	92334.67

5. SHARE APPLICATION MONEY PENDING ALLOTMENT

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Share Application Money Pending Allotment	2981.30	0.00
TOTAL	2981.30	0.00
During the year 2015-16, ₹ 2981.30 lakhs has been received from GUVNL, the holding Company, as Share Application Money for capital contribution for release of Ag. Connections, Electrification of Wells and Petapara in Tribal Area, and Issuing New Ag. Connections to SC farmersthe terms and conditions of issuance of shares, nos. of shares proposed to be issued, price etc. against the same will be decided by the Board.		



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6. LONG TERM BORROWINGS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]		AS AT 31 ST MARCH 2015 [₹ In Lakhs]	
	Non-current	Current	Non-current	Current
(a) SECURED LOANS				
Loan from Banks & Fin. Institutions (raised by UGVCL)				
Loans from REC (Serviced by UGVCL)	22.16	22.16	44.32	553.82
Loan from Power Finance Corporation	2539.23	513.51	3441.10	60.60
Total (a)	2561.39	535.67	3485.42	614.42
(b) UNSECURED LOANS				
Loan from Banks & Fin. Institutions				
Loan from GSFS (Allocated by GUVNL)	3000.00	12000.00	15000.00	21000.00
REC Scheme Loan (Serviced by UGVCL)	0.00	0.00	0.00	6.62
Loan From REC for RGGVY project (Raised by UGVCL)	577.39	82.48	638.21	79.78
Public Bonds (Allocated by GUVNL):				
8.00% Series-X	0.00	953.68	953.68	715.26
8.00% Series-IX	0.00	342.07	342.07	256.56
8.95% Series-VIII	0.00	2152.14	2152.14	1614.10
State Government Loans (Allocated by GUVNL)				
Loan under APDRP	1309.15	221.02	1530.17	221.02
ADB Prog. & Proj. Loan	3020.04	380.03	3400.07	380.03
Total (b)	7906.58	16131.43	24016.35	24273.37
TOTAL	10467.97	16667.10	27501.77	24887.79
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. Loan from PFC is secured against 1st hypothecation of assets constructed or under construction, under the new financed assets under this project.				



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Maturity Profile and Rate of Interest of Secured and Un-Secured Loans Outstanding as on 31-03-2016

Sr. No.	Particulars	Rate of Interest (%)	Outstanding as on 31.03.2016 (₹ in lakhs)	Amount Due for Payment (₹ in lakhs)			
				Secured Loan			
				FY 2016-17	FY 2017-18	After FY 2017-18	Total
1	Loan From REC	8.50	21.66	10.83	10.83	-	21.66
		9.25	14.88	7.44	7.44	-	14.88
		10.50	7.78	3.89	3.89	-	7.78
			44.32	22.16	22.16	-	44.32
2	Loan From PFC (RAPDRP-A)	9.00	1715.84	502.35	549.44	664.05	1715.84
	Loan From PFC (RAPDRP-B)	9.00	298.20	11.16	12.20	274.84	298.20
	Loan From PFC (SCADA-A)	9.00	965.69	-	-	-	-
	Loan From PFC (SCADA-B)	9.00	73.00	-	-	-	-
	Total Loan From PFC		3052.74	513.51	561.64	938.89	2014.05
	Total Secured Loan		3097.06	535.67	583.80	938.89	2058.37
Un-Secured Loan							
3	Bonds-Series-X	8.00	953.68	953.68	-	-	953.68
	Bonds-Series-IX	8.00	342.07	342.07	-	-	342.07
	Bonds-Series-VIII	8.95	2152.15	2152.15	-	-	2152.15
	Total Bonds		3447.90	3447.90	0.00	0.00	3447.90
4	Loan from GSFS	9.50	15000.00	12000.00	3000.00	-	15000.00
	Total Loan from GSFS		15000.00	12000.00	3000.00	0.00	15000.00
5	Loan From REC (RGGVY)	10.75	139.55	17.44	17.44	104.66	139.55
		11.25	72.30	9.04	9.04	54.22	72.30
		11.50	439.96	54.99	54.99	329.97	439.96
		11.75	8.07	1.01	1.01	6.05	8.07
	Total Loan From REC (RGGVY)		659.87	82.48	82.48	494.90	659.87
6	Government Loans-ADB	10.69	3400.07	380.03	380.03	2640.01	3400.07
	Government Loans-APDRP	12.18	1530.17	221.02	221.02	1088.13	1530.17
	Total Loan From Government		4930.24	601.05	601.05	3728.14	4930.24
	Total Un-Secured Loan		24038.01	16131.43	3683.53	4223.04	24038.01
	Total Loan (Secured + Un-Secured)		27135.07	16667.10	4267.34	5161.94	26096.38

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.

Loan Received for SCADA-A the time limit of project is extended up to 30-June-2017 vide PFC letter no. 039050 dated 30-05-2016 so the Loan for SCADA-A is still in moratorium period hence no repayment schedule is available.

The Loan for SCADA-B was sanctioned vide PFC letter no. 026498 dated 27.01.2015 and this project will be completed in Five Years (from the date of sanction) so the Loan for SCADA-B is still in moratorium period hence no repayment schedule is available.

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 3 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 subject to charge 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.



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7. OTHER LONG TERM LIABILITIES

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Security Deposit from Consumers	104267.06	93344.63
Staff Related Liabilities (SVDRB)	1762.64	1672.61
Consumers Contribution (Refundable)	310.44	417.17
TOTAL	106340.15	95434.41

8. LONG TERM PROVISIONS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Provision for Leave encashment	11581.04	10314.36
TOTAL	11581.04	10314.36

9. TRADE PAYABLES

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Trade Payable for Purchases of Power	708.94	275.06
TOTAL	708.94	275.06

10. OTHER CURRENT LIABILITIES

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Current Maturities of Long Term Borrowings (Ref. note no. 6)	16667.10	24887.79
CURRENT LIABILITIES		
Liability for O & M Supplies / Works.	5640.22	7372.07
Staff related Liabilities.	152.73	43.90
Staff Welfare Fund	77.22	65.81
Deposits & Retentions from Suppliers & Contractors.	5016.27	4430.97
Compounding offence	7.89	15.82
Outstanding liability for expenses	4295.35	2575.80
Interest Accrued but not due	1863.55	2323.39
Liability for Payment of Various Tax	461.80	457.23
Other Liabilities	39876.93	46405.53
Interest payable on Security Deposit from Consumers	7135.62	6688.99
Deposits for Electrification & Service Conn. etc.	9691.40	12725.35
Liabilities for SVRDB (Payment due within one year)	195.63	183.50
Liabilities for Consumers Contribution-Refundable (Payment due within one year)	162.16	84.55
Other payables to Associates		
- Gujarat Urja Vikas Nigam Ltd. (Holding Company)	0.00	1191.87
TOTAL	91243.87	109452.57

11. SHORT TERM PROVISIONS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Provision for Income Tax	4064.49	0.00
Less: Advance Income Tax / Tax deducted at source	3094.92	0.00
Sub-Total	969.57	0.00
Provision for Wealth Tax	0.00	1.59
Provision for Leave encashment (Payment due within one year)	2002.59	1862.78
TOTAL	2972.16	1864.37



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12. FIXED ASSETS

Particulars	Gross Block			Depreciation			Net Block		(₹ In Lakhs)
	AS at 01/04/2015	Addition during the year	Deduction/ Adjustment	AS at 31/03/2016	AS at 01/04/2015	During the year	Deduction/ Adjustment	AS at 31/03/2016	
Land & Land rights	3624.06	5110.50	190.67	8543.89	0.00	0.00	0.00	8543.89	3624.06
Buildings	4446.16	731.89	13.92	5164.14	600.95	161.33	8.50	4410.36	3845.21
Hydraulic works	65.93	1.59	0.33	67.19	41.44	3.48	0.00	22.27	24.49
Other Civil works	666.15	8252.96	12.45	8906.65	98.07	139.49	0.09	8669.20	568.08
Plant & Machinery	128658.17	16705.06	2689.08	142674.14	38497.95	7009.96	1140.11	98306.34	90160.22
Lines & Cable Net Works	315963.18	36255.64	1767.00	350451.81	106004.01	17202.84	147.89	227392.85	209959.16
Vehicles	423.01	93.27	81.94	434.34	233.68	29.21	48.12	219.58	189.33
Furniture & Fixtures & Electrical Lightings	832.75	351.24	27.36	1156.63	312.73	67.25	11.52	788.17	520.02
Office Equipments	3134.85	605.65	572.02	3168.48	1751.80	359.41	508.92	1566.19	1383.05
Total	457814.25	68107.81	5354.78	520567.27	147540.63	24972.96	1865.16	349918.84	310273.62
Previous Year	405065.19	76598.77	23849.72	457814.25	121626.70	28087.78	2173.85	310273.62	283438.50

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.



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13. CAPITAL EXPENDITURE IN PROGRESS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Capital Work-in-progress	11190.88	15112.99
Provision for completed works	522.41	532.70
TOTAL	11713.29	15645.69

14. LONG TERM LOANS AND ADVANCES

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Loans & Advances to staff -Interest Bearing. (Secured, Considered Good)	798.29	686.53
TOTAL	798.29	686.53

15. OTHER NON-CURRENT ASSETS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Income accrued but not due on Staff Loans & Advances	611.00	1387.81
Interest Accrued & Due on Staff Loans & Advances	59.35	48.79
Dues from Permanent Disconnected Consumers (Net of SD forfeited).	6873.66	6593.55
Provision for Doubtful Dues from Consumers.	(6873.66)	(6593.55)
TOTAL	670.35	1436.60

16. INVENTORIES

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Stock of materials at Stores.	17441.53	19786.39
Materials at Site (O&M).	1259.05	2541.68
Materials in Transit.	46.00	0.00
Other Materials Accounts.	16261.02	15922.72
Mat.Stock Excess / Shortage Pending Investigation	280.45	279.51
Less: Provision for Loss pending Investigation	(280.45)	(279.51)
TOTAL	35007.60	38250.79

17. TRADE RECEIVABLES

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Trade Receivables for Sale of Power (Including Provision for Unbilled Revenue for which bills are issued up to 31.03.16)	56427.40	60583.91
Trade Receivable for Misc.Receipts from Cons.	1489.54	1338.53
Sub-Total	57916.94	61922.44
Less : Unposted Receipts.	0.00	1.30
Sub-Total	57916.94	61921.14
Less: Provision for Doubtful Dues from Consumers.	1613.84	1443.32
Sub-Total	56303.10	60477.83
Less : Deferred ED & TSE from Consumers.	1300.15	1300.37
TOTAL	55002.95	59177.45
Out of the above -		
- Outstanding for a period exceeding six months.	5835.22	3862.14
- Others	52081.72	58060.30
TOTAL	57916.94	61922.44

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



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18. CASH AND CASH EQUIVALENTS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Cash on hand	1.14	0.97
Cheques/Drafts on hand (Cheques/Drafts to be deposited in collection bank account)	790.53	2625.88
Balance with scheduled Banks in current accounts	6028.21	6321.92
Remittance in Transit.	231.56	37.01
Fixed deposits with Banks	866.86	784.17
TOTAL	7918.30	9769.95

19. SHORT TERM LOANS AND ADVANCES

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Advances to Suppliers / Contractors (Capital).	0.00	0.00
Advances for O&M Supplies / Works.	23.50	5.98
Loans & Advances to staff -Interest Bearing- Current Maturities (Secured, Considered Good)	283.85	390.47
Loans & Advances to staff -Interest free. (Un-secured Considered Good)	136.12	116.49
Loans & Advances - Others. (Un-secured Considered Good)	1.73	2.01
Prepaid Expenses	102.55	103.57
sub-total	547.75	618.53
Advance Income Tax / Tax deducted at source.	0.00	2454.84
Less:- Provision for Minimum Alternate Tax (MAT)	0.00	2350.46
	0.00	104.37
TOTAL	547.75	722.90

20. OTHER CURRENT ASSETS

Particulars	AS AT 31 ST MARCH 2016 [₹ In Lakhs]	AS AT 31 ST MARCH 2015 [₹ In Lakhs]
Income accrued but not due on Staff Loans & Advances	136.52	148.55
Amt. recoverable from employees/ ex-employees.	7.54	4.48
Interest Accrued & Due on Staff Loans & Advances	84.39	77.39
Interest Accrued & Due on Other Loans and Advances	11.32	17.32
Other Misc. Receivable	199.72	165.14
Deposits with various authorities	418.72	460.29
Postage Stamps & Agreement Stamps on hand	15.07	15.92
Provision for Un-billed Revenue (for which bills issued after 31.03.16)	18056.52	10352.56
Other receivables from Associates		
- Gujarat Energy Training & Research Institute	53.84	46.37
- Gujarat Urja Vikas Nigam Ltd. (Holding Company)	11142.88	0.00
Sub-total (1)	30126.52	11288.02
ASSETS NOT IN USE		
Plant & Machinery	67.62	50.05
Lines & Cable Net Works	71.82	71.82
Vehicles	4.19	0.58
Furniture & Fixtures	1.26	0.01
Office Equipments	5.87	8.98
Sub-total (2)	150.77	131.44
TOTAL	30277.29	11419.46



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21. REVENUE FROM OPERATIONS

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
(a) Revenue from Sale of Power		
Residential General Purpose (Domestic or Residential)	95226.72	83805.95
General Lighting Purpose (Commercial)	2370.01	2021.88
Low Tension Maximum Demand and Non Residential General Purpose (Industrial low & medium voltage)	108896.48	94025.42
Industrial high voltage	321545.56	287560.53
Public lighting	2882.42	2563.89
Traction railways	941.58	1075.30
Irrigation agricultural	230278.11	212699.71
Public water works and sew.pumps	30514.38	27242.93
Sale of Power to GUVNL	4001.57	24375.03
Deviation Settlement Mechanism Charges (UI)	4905.31	8294.07
Sub-Total	801562.14	743664.71
Electricity Duty & Tax on Sale of Electricity		
Ele. Duty - assessed	71489.90	65012.97
Sub-Total	873052.04	808677.68
Less: Ele. Duty assessed (contra)	71489.90	65012.97
Total (a)	801562.14	743664.71
(b) Other Operating Revenues		
Meter Rent / Service Line Rental	4835.19	4530.28
Recoveries for Theft of Power / Malpractices Non-Consumers	1291.10	1094.77
Wheeling charges Recoveries	432.17	273.44
Misc. charges from consumers	18645.28	10645.19
Delayed Payment Charges from Consumers (Net)	1976.00	1448.37
Rebate for Prompt Payment of Purchases of Power	31.27	32.30
Total (b)	27211.01	18024.35
(c) Revenue Subsidies		
Agricultural Subsidy	53606.40	54110.70
TOTAL (a+b+c)	882379.55	815799.77

During the FY 15-16, 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 ₹ 923.47 Lakhs (P.Y. ₹ 1396.84 Lakhs)

22. OTHER INCOME

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
Interest on Staff Loans and Advances	133.23	136.43
Interest Income from Others Loans/Advances	14.32	89.97
Provision no longer required	94.37	268.04
Miscellaneous Receipts	3018.46	2150.96
Govt. Grants/Consumers contribution (Deferred amount 10% Written Back)	11505.32	10259.41
Grants for Energy Conservation	11.21	0.00
Gain on Sale of Fixed Assets	32.30	56.83
TOTAL	14809.22	12961.64



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23. PURCHASE OF POWER

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
From Gujarat Urja Vikas Nigam Ltd	792752.42	725023.42
From Wind Turbine Generators/CPP	1513.94	1381.20
From Solar Generators	2353.49	2446.06
Deviation Settlement Mechanism Charges (UI)	1174.95	325.07
TOTAL	797794.80	729175.76
Power Purchase from GUVNL is accounted as billed by GUVNL considering the mechanism/formula approved by Gujarat Energy Regulatory Commission (GERC)		

24. EMPLOYEE BENEFIT EXPENSE

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
Salaries & Allowances	32188.25	28420.01
Bonus	142.57	33.71
Other Staff Related Expenses	1190.10	977.91
Staff Welfare Expenses.	920.33	391.15
Terminal Benefits	8940.93	6605.11
Gross Total	43382.19	36427.90
Less: Employees Cost Capitalised	(9735.03)	(11126.81)
TOTAL	33647.16	25301.09

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:

- 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 Rs. 3098.57 Lakhs (P.YR 2929.41 lakhs) as expense towards contribution to these plans.
- 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.



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Gratuity

(₹ in Lakhs)

The amounts recognised in the Balance Sheet of GUVNL	Gratuity Plan	Gratuity Plan
	2015-16	2014-15
Present Value of Obligations	20299.55	18850.48
Fair value of plan assets	10542.54	10043.35
Present value of unfunded obligations	9757.01	8807.12
Unrecognised past service cost	Nil	Nil
Net liability	9757.01	8807.12
Amount in the balance Sheet		
Liabilities (Present Value of Obligation)	20299.55	18850.48
Assets (Fair Value of Plan Assets)	10542.54	10043.35
Net liabilities (In Balance Sheet)	9757.01	8807.12

(₹ in Lakhs)

Expenses recognised in Income Statement	Gratuity Plan	Gratuity Plan
	2015-16	2014-15
Current service cost	664.70	614.39
Interest on obligation	1508.04	1460.14
Expected return on plan assets	(937.75)	(885.86)
Net actuarial losses / (gains) recognised in the year	1826.90	716.55
Past service cost	Nil	Nil
Losses (gains) on curtailments and settlements	Nil	Nil
Expense recognised in the statement of Profit & Loss	3061.89	1905.22

(₹ in Lakhs)

Change in Benefit Obligations	Gratuity Plan	Gratuity Plan
	2015-16	2014-15
Opening defined benefit obligation	18850.48	18251.79
Service cost for the year	664.70	614.39
Past Service Cost	Nil	Nil
Interest Cost for the year	1508.04	1460.14
Actuarial losses / (gains)	1734.89	643.13
Benefits paid	(2458.56)	(2118.97)
Closing defined benefit obligation	20299.55	18850.48

(₹ in Lakhs)

Fair Value of Plan Assets	Gratuity Plan	Gratuity Plan
	2015-16	2014-15
Opening fair value of plan Assets	10043.35	9405.93
Expected return on plan Assets	937.75	885.86
Actuarial gains / (losses)	(93.88)	(86.28)
Assets Distributed on settlements	Nil	Nil
Contributions by employer	2113.88	1956.81
Assets acquired in an amalgamation in the nature of purchase	Nil	Nil
Exchange differences on foreign plans	Nil	Nil
Benefits paid	(2458.56)	(2118.97)
Closing fair value of plan assets	10542.54	10043.35



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Category of Plan Assets	Gratuity Plan	Gratuity Plan
	2015-16	2014-15
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
	2015-16	2014-15
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 Lakhs)

Surplus/(Deficit)	Gratuity Plan	Gratuity Plan
	2015-16	2014-15
Defined Benefit Obligation	20299.55	18850.48
Plan assets	10542.54	10043.35
Surplus / (deficit)	(9757.01)	(8807.13)

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 Lakhs)

Amounts to be recognised in Balance Sheet	Leave Encashment	Leave Encashment
	2015-16	2014-15
Present value of funded obligations	Nil	Nil
Fair value of plan assets	Nil	Nil
Present value of unfunded obligations	13583.63	12177.15
Unrecognised past service cost	Nil	Nil
Net Liability in the balance sheet	13583.63	12177.15
Amount in the balance sheet : Liabilities	13583.63	12177.15
Assets	-	-
Net liabilities	13583.63	12177.15

(₹ in Lakhs)

Expenses recognised in Income Statement	Leave Encashment	Leave Encashment
	2015-16	2014-15
Current service cost	786.05	221.05
Interest on obligation	974.17	917.78
Expected return on plan assets	-	-
Net actuarial losses / (gains) recognised in the year	1228.95	674.27
Past service cost	0.00	0.00
Losses (gains) on curtailments and settlements	0.00	0.00
Expense recognised in Profit & Loss	2989.17	1813.08

(₹ in Lakhs)

Change in Benefit Obligations	Leave Encashment	Leave Encashment
	2015-16	2014-15
Opening defined benefit obligation	12177.15	11472.19
Service cost for the year	786.05	221.05
Interest cost for the year	974.17	917.78
Actuarial losses (gains)	1228.95	674.27
Losses (gains) on curtailments	-	-
Benefits paid	(1582.70)	(1108.13)
Closing defined benefit obligation	13583.63	12177.15



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(₹ in Lakhs)

Fair Value of Plan Assets	Leave Encashment	Leave Encashment
	2015-16	2014-15
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 Lakhs)

Category of Plan Assets	Leave Encashment	Leave Encashment
	2015-16	2014-15
Government of India Securities	-	-
High quality Corporate bonds	-	-
Equity shares of listed Companies	-	-
Property	-	-
Funds managed by Insurer	-	-
Bank Balance	-	-

Principal actuarial Valuation Assumptions	Leave Encashment	Leave Encashment
	2015-16	2014-15
Discount rate as at 31 st March 2016	8.00%	8.00%
Expected return on plan assets at 31 st March 2016	-	-
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 Lakhs)

Surplus/(Deficit)	Leave Encashment	Leave Encashment
	2015-16	2014-15
Defined Benefit Obligation	13583.63	12177.15
Plan assets	-	-
Surplus / (deficit)	(13583.63)	(12177.15)



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25. FINANCE COST

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
(a) Interest Expense		
Interest on State Government Loans	543.64	607.04
Interest on Bonds	352.24	633.35
Interest on other loans/Deferred Credit	0.00	0.61
Interest on REC Loans	207.59	178.02
Interest to Consumers on advance Payment	71.13	73.50
Interest on Loans from PFC	386.75	0.00
Interest to Consumers on Security Deposit	7593.98	7139.12
Interest on Borrowing for Working Capital.	10024.56	11267.95
Interest Charges(Bill Collection Agencies)	17.51	18.65
Interest on Income Tax (MAT)	135.39	24.70
Other Interest	154.81	143.88
Total (a)	19487.61	20086.81
(B) Other Borrowing Costs		
Other Charges	22.76	39.90
Guarantee Fees	60.40	96.64
Total (b)	83.16	136.54
Gross Total	19570.77	20223.35
Less: Interest Costs capitalised	(102.78)	0.00
TOTAL	19467.99	20223.35

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.

During the year, interest expenses on loans taken for -SCADA A & B amounting to Rs. 102.78 Lakhs have been charged to CWIP as per AS-16 "Borrowing Cost" issued by ICAI.

26. DEPRECIATION AND AMORTIZATION EXPENSES

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
Buildings	161.33	138.75
Hydraulic Works	3.48	3.31
Other Civil Works	139.49	21.68
Plant & Machineries	7009.96	6378.87
Lines & Cable Net Works	17202.84	15665.97
Vehicles	29.21	25.10
Furniture & Fixtures	67.25	40.44
Office Equipments	359.41	242.95
TOTAL	24972.96	22517.05

Note: During the FY 2014-15, 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 Rs. 5570.91 Lakhs is considered as prior period expense in the FY 201415 and an amount of Rs. 89.59 Lakhs is considered as prior period income in the FY 2014-15.



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27. OTHER EXPENSES

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
(a) Repairs and Maintenance Expenses		
Plant and Machinery	2107.86	1993.10
Buildings and Civil Works	46.68	55.96
Lines, Cable Network etc.	3178.39	5722.90
Vehicles	19.82	16.65
Furniture, Fixtures and Office Equipments	619.28	412.08
Sub-total (a)	5972.03	8200.70
(b) Administrative and General Expenses		
Rent (including Lease rentals), Rates and Taxes	167.75	177.01
Insurance Expenses	34.14	19.73
Other Property Related Expenses	93.86	134.23
Communication Expenses	210.97	200.94
Professional Charges	174.14	153.05
Audit Fees	5.73	5.62
Conveyance & Travelling Expenses	2675.75	2535.49
Expenses on Computer Billing & EDP Charges	74.30	93.68
Electricity Charges	205.57	179.86
Security Expenses	414.58	399.31
Other Expenses	1505.03	1577.25
Materials Related Expenses	861.30	895.29
Rev.Stamps on Receipts issued	9.41	6.85
Expenditure on Training to Staff	98.85	98.92
Remuneration to collection agencies	421.76	462.83
Less: Administrative & General Expenses Capitalised	(1483.21)	(1985.24)
Sub-total (b)	5469.93	4954.82
(c) Bad Debts and other Debits		
Expenses for Energy Conservation	11.21	0.00
Bad & Doubtful Debts Written off / Provided for	614.99	506.15
Miscellaneous Losses & Write-off	301.23	8457.03
Loss on Sale of Fixed Assets and other Cost	50.72	47.39
Sub-Total (c)	978.14	9010.57
TOTAL (a+b+c)	12420.11	22166.08

During the last year i.e. FY 14-15, 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 Rs. 8391.58 Lakhs charged under Miscellaneous Losses & Write-off shown above.

28. EXTRAORDINARY ITEMS

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
Losses on account of Flood, Cyclone, Fire etc.	1475.20	115.47
TOTAL	1475.20	115.47



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29. NET PRIOR PERIOD ADJUSTMENTS

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
Prior period expenses / losses		
Employee costs	2.61	3.73
Depreciation under provided	48.30	5570.91
Interest & Other Finance Costs	18.53	30.01
Other charges	98.51	1849.72
	167.96	7454.36
Prior period income/Gains		
Consumers Related Income	0.77	47.75
Interest Income	0.00	1.21
Depreciation	32.68	89.59
Interest & Other Finance Costs	18.69	10.29
Other Excess Provision	127.36	31.96
Other Income	23.28	203.08
	202.79	383.88
TOTAL	(34.83)	7070.48

30. TAX EXPENSES

Particulars	For the Year ended 31 ST March, 2016 [₹ In Lakhs]	For the Year ended 31 ST March, 2015 [₹ In Lakhs]
Income Tax (MAT)	1714.03	466.47
Wealth Tax	0.00	1.59
TOTAL	1714.03	468.07

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

32. Contingent Liabilities:

Claims against the Company not acknowledged as debt is Rs. 2214.39 Lakhs (P.Y. R. 2610.93 Lakhs). Taxes matters for which liability is disputed by the Company and provision is not made (computed on the basis of assessment remaining to be completed) Rs. 6987.32 Lakhs (P.Y.R 7249.47 Lakhs). Future cash flows in respect of above matters are determinable only on receipt of judgement/decisions pending at various authorities.

33. 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 :

- Principal Amount remaining unpaid to any Suppliers as at the year end: **NIL** Interest due thereon: **NIL**
- 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**
- 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**
- Amount of interest Accrued and remaining Unpaid at the end of the accounting year : **NIL**

34. Value of imports Calculated on C.I.F. basis is R Nil.

35. Expenditure in Foreign currency R. Nil, earning in foreign currency R 0.00 lakhs (P.Y. R. 0.00 lakhs) & remittance in foreign currency is R. Nil.

36. 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:



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36.1 Key Management Personnel

NAME	DESIGNATION	DURATION
Shri Hareet Shukla, IAS	Managing Director	01.04.2015 to 18.06.2015
Shri Anupam Anand, IAS	Managing Director	19.06.2015 to 31.03.2016
Shri R.B. Kothari	CFO	01.04.2015 to 31.03.16
Shri N.M. Joshi	CS	01.04.2015 to 31.03.16

36.2 Particulars of remuneration paid

Particulars	Year 2015-2016	Year 2014-2015
Shri Hareet Shukla, IAS, Managing Director	4.15	1.09
Shri Anupam Anand, IAS, Managing Director	14.06	-
Shri R.B. Kothari, CFO	20.32	14.93
Shri N.M. Joshi, CS	18.53	16.12

37. Auditors' Remuneration:

(A) Statutory Auditors:

Particulars	Year 2015-2016	Year 2014-2015
Audit Fee	5.00	5.00
Certifications fees	-	-
Other Services	-	-
Others	-	-
Total (Excluding Service Tax)	5.00	5.00

(B) Cost Auditors:

Particulars	Year 2015-2016	Year 2014-2015
Audit Fee	0.48	0.48
Other Services	-	-
Total (Excluding Service Tax)	0.48	0.48

38. EPS: Earning Per Share is calculated as under:

Particulars	Year 2015-2016	Year 2014-2015
Net Profit after tax (₹ in Lakhs)	5731.34	1724.04
Weighted average No. of Equity Shares (For Basic EPS)	347654310	316530921
Weighted average No. of Equity Shares (For Diluted EPS)	348036528	316530921
Face value per share (₹)	10	10
EPS(₹)-(Basic)	1.65	0.74
EPS(₹)-(diluted)	1.65	0.74

39. 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.

40. 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.



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41. OTHER DISCLOSURES

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

Consumer Category	F.Y. 2015-16			F.Y. 2014-15		
	Mus	Revenue (₹ in lakhs)	Average Rate ₹/unit	Mus	Revenue (₹ in lakhs)	Average Rate ₹/unit
Residential General Purpose (Domestic or Residential)	1878.93	95226.72	5.07	1763.51	83805.95	4.75
General Lighting Purpose (Commercial)	41.02	2370.01	5.78	37.18	2021.88	5.44
Low Tension Maximum Demand and Non Residential General Purpose (Industrial low & medium voltage)	1556.65	108896.48	7.00	1431.95	94025.42	6.57
Industrial high voltage	4549.98	321545.56	7.07	4469.10	287560.53	6.43
Public Lighting	52.11	2882.42	5.53	48.31	2563.89	5.31
Traction railways	13.96	941.58	6.75	15.98	1075.30	6.73
Irrigation agricultural	8547.61	230278.11	2.69	8070.14	212699.71	2.64
Public water works and sew.pumps	609.97	30514.38	5.00	571.56	27242.93	4.77
Other	4.02	25203.74	0.00	4.03	16543.69	0.00
Deviation Settlement Mechanism Charges (UI)	315.24	4905.31	1.56	332.95	8294.07	2.49
Sale to GUVNL(STOA)	160.11	4001.57	2.50	864.55	24375.03	2.82
Total	17729.57	826765.88	4.66	17609.25	760208.40	4.32

(ii) Units purchased and T&D Losses

Particulars	2015-16	2014-15
	Unit in Mus	
Units Purchased from GUVNL	20880.59	20265.03
Units Purchased from Wind Turbine Generator	51.28	30.88
Units Purchased from Solar Generator	17.01	17.52
Deviation Settlement Mechanism Charges (UI import)	35.35	26.00
Sub Total	20984.23	20339.44
Less: Deviation Settlement Mechanism Charges (UI export)	315.24	332.95
Less: Unit sold to GUVNL	160.11	864.55
Net Power Purchase Units	20508.88	19141.94
Less: Units sold to consumer	17254.22	16411.75
T & D loss in MUs	3254.66	2730.19
T & D loss in %	15.87%	14.26%



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42. 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 42

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
DIN-05101566

AJAY PANDEY
DIRECTOR
DIN-01292877

R. B. KOTHARI, ACMA
CHIEF FINANCIAL OFFICER

N. M. JOSHI, FCS
COMPANY SECRETARY

PLACE: AHMEDABAD
DATE: 31-AUG-2016

PLACE: AHMEDABAD
DATE: 31-AUG-2016



Uttar Gujarat Vij Company Limited

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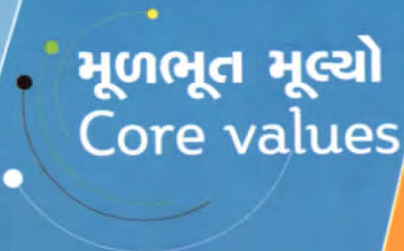
સ્વપ્ન Vision

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



લક્ષ્ય Mission

- ❖ સ્પર્ધાત્મક દરે વિશ્વસનીય તેમજ ગુણવત્તાસભર વીજ પુરવઠો પૂરો પાડવો વિતરણ ખોટ યેશ્વિક 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