

BALANCE SHEET AS AT 31ST MARCH 2016

(₹ in Lakh)

Particulars	Note	31.03.2016	31.03.2015
A. EQUITY AND LIABILITIES			
1. Shareholders funds			
a) Share capital	1	24805.00	24805.00
b) Reserves and surplus	2	35786.82	34085.02
Sub-total shareholders Funds		60591.82	58890.02
2. Non-current liabilities			
a) Long-term borrowings	3	171.00	223.60
b) Deffered tax liabilities		2516.55	184.77
c) Other long-term liabilities	4	698.06	382.28
d) Long-term provisions	5	24832.49	26956.86
Sub-total Non-current Liabilities		28218.10	27747.51
3. Current-liabilities			
a) Short-term Borrowings	6	19203.06	19419.84
b) Trade Payables	7	6326.93	5123.63
c) Other current Liabilities	8	220.64	220.45
d) Short-term provisions	9	5326.43	3670.55
Sub-total Current Liabilities		31077.06	28434.47
TOTAL-EQUITY AND LIABILITIES		119886.98	115072.00
B. ASSETS			
1. Non-current assets			
a) Fixed assets			
i) Tangible assets	10	45455.77	46730.23
ii) Intangible assets		0.02	0.02
b) Capital work in progress		2952.21	3286.34
c) Deferred tax assets (Net)		0.00	0.00
d) Long-term loans and advances	11	24661.88	25799.24
Sub-total-Non-current Assets		73069.88	75815.83
2. Current assets			
a) Inventories	12	9031.59	11474.39
b) Trade receivables	13	11242.78	12818.14
c) Cash and Bank Balances	14	16536.73	7889.68
d) Short-term loans and advances	15	9692.43	6715.42
e) Other current assets	16	313.57	358.54
Sub-total-Current Assets		46817.10	39256.17
TOTAL-ASSETS		119886.98	115072.00

SIGNIFICANT ACCOUNTING POLICIES

A-Q

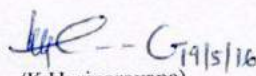
Other Notes to Financial Statements

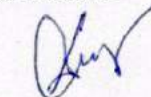
1-45

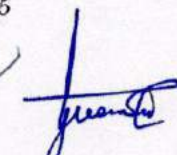
The Notes referred to above form integral part of these financial statements



(N.K. Mukhopadhyay)

Company Secretary &
HOD Finance & Accounts

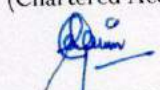

(K. Harinarayana)
Chief Executive Officer


(C.B. Dey)
Director


(Tej Veer Singh)
Director


(M. Biswas)
Chairman

In terms of our report of even date
for M.GOENKA&CO (FRN:309134E)
(Chartered Accountants)


CA S. GOENKA
Partner
Mem. No.064641

Date: 01/05/2016
Place: Bokaro



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


(₹ in Lakh)

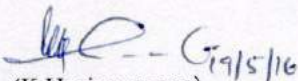
Partuculars	Note	31.03.2016	31.03.2015
Revenue from operation (gross)	17	94888.14	86399.43
Less: Electricity Duty		680.10	580.11
Revenue from operation (net)		94208.04	85819.32
Other Income	18	2703.14	1976.16
Total Revenue		96911.18	87795.48
Expenses			
Fuel	19	65301.61	61974.35
Employee Benefit Expenses	20	4004.24	3443.11
Finance costs	21	1924.11	1372.27
Depreciation & amortisation expenses		2046.83	1162.19
Generation / Administration & other expenses	22	17011.22	14524.25
Total Expenses		90288.01	82476.17
PROFIT BEFORE TAX		6623.17	5319.31
Tax Expenses:			
Current Tax		1484.49	1242.18
Earlier Year adjustment		126.60	0.00
MAT-Credit Entitlemnt		(1484.49)	(1242.18)
Deferred Tax		2331.76	1859.69
PROFIT FOR THE PERIOD		4164.81	3459.62
EARNINGS PER EQUITY SHARE			
Equity share of par value Rs. 10 each			
Basic		1.68	1.39
Diluted		1.68	1.39
No. Of shares used in computing earnings per share			
Basic		248050000	248050000
Diluted		248050000	248050000

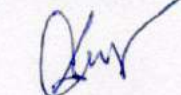
SIGNIFICANT ACCOUNTING POLICIES
Other Notes to Financial Statements

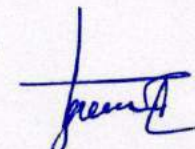
A-Q
1-45


The Notes referred to above form integral part of these financial statements


(N.K. Mukhopadhyay)
Company Secretary &
HOD Finance & Accounts


(K. Harinarayana)
Chief Executive Officer


(C.B. Dey)
Director


(Tej Veer Singh)
Director


(M. Biswas)
Chairman

In terms of our report of even date
for M.GOENKA&CO (FRN:309134E)
(Chartered Accountants)


CA S. GOENKA
Partner
Mem. No.064641

Date: 01/06/2016
Place: Bokaro




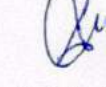
**बोकारो पावर सप्लाय कम्पनी लि.
B P S C L**

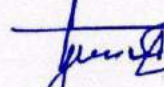
BOKARO POWER SUPPLY COMPANY (P) LIMITED
Cash Flow Statement for the year ended March 31, 2016


Particulars	(₹ in Lakh)	
	March 31, 2016	March 31, 2015
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before tax	6623.17	5319.33
Adjustments for :		
Depreciation and amortisation	2046.83	1162.19
Finance Cost	1924.11	1372.27
Interest Income	(376.08)	(218.80)
Operating Profit before working capital changes	10218.03	7634.99
Changes in Working Capital		
Adjustments for (increase)/decrease in operating assets :		
Inventories	2442.80	(3489.24)
Trade receivables	1575.36	(4234.26)
Short-term loans and advances	(2528.01)	350.24
Long -term loans and advances	(58.63)	(46.71)
other current assets	44.97	16.06
Adjustments for increase/(decrease) in operating liabilities :		
Trade payables	1203.30	(182.58)
Other current liabilities	0.19	(3559.62)
Short-term provisions	252.85	317.29
Long -term provisions	260.78	451.97
	3193.62	(10376.85)
Cash generated from operations	13411.65	(2741.86)
Taxes paid	1522.13	1066.88
Net cash flow from /(used in) operating activities (A)	11889.52	(3808.74)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(772.42)	(43567.74)
Advance against capital goods	334.13	42684.11
Interest received	376.08	218.80
Net cash flow from /(used in) investing activities (B)	(62.21)	(664.83)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Repayments of long term borrowings	(52.60)	(180.39)
Proceeds from/Repayment of short term borrowings	(216.78)	6055.12
Interest paid	(1924.11)	(1372.27)
dividend paid	(1082.24)	(541.12)
dividend tax	(220.32)	(108.19)
Increase in long term liabilities	315.78	86.70
Increase (-)/Decrease(+) in investment in term deposits with more than three months	(124.32)	567.26
Net cash flow from /(used in) financing activities (C)	(3304.59)	4507.11
Net increase/(decrease) in cash and cash equivalents(A+B+C)	8522.72	33.54
Cash and cash equivalents at the begining of the year	7164.44	7130.90
Cash and cash equivalents at the end of the year	15687.16	7164.44
	8522.72	33.54


(N.K. Mukhopadhyay)
Company Secretary &
HOD Finance & Accounts


(K. Harinarayana)
Chief Executive Officer


(C.B. Dey)
Director


(Tej Veer Singh)
Director


(M. Biswas)
Chairman

In terms of our report of even date
for M. GOENKA & CO (FRN:309134E)
(Chartered Accountants)


C.A.S. GOENKA
Partner
Mem. No. 064641
Date: 01/06/2016
Place: Bokaro



SIGNIFICANT ACCOUNTING POLICIES AND NOTES

TO FINANCIAL STATEMENTS

Corporate Information

Bokaro Power Supply Company Private Limited (BPSCL) came into existence on 18.09.2001 under Companies Act 1956 as a part of SAIL Business Reconstruction and Restructuring Plan and with intent to strengthen its core business activity (i.e steel manufacturing). SAIL has assigned its entire business as a going concern pertaining to the captive power plant of 302 MW Capacity with steam generation 1880 T/hr. of BSL by the Deed of transfer and Assignment of business. As per the Deeds of transfer and Assignment of business entered into with SAIL, the company has taken over the entire business and undertakings of SAIL's captive power plant(CPP) & Thermal power plant located at Bokaro for a total consideration of Rs. 560 crores w.e.f 18/09/2001 as compiled and agreed by both companies and parties. Company has further extended its capacity by capitalisation of Unit no 9 wef 02/09/2014 by 300 Tonne Steam and 36 MW power.

Significant Accounting Policies

A. Basis of Accounting

The financial statements are prepared under the historical cost convention on accrual basis of accounting, in accordance with the generally accepted accounting principles in india, and the provisions of the companies Act, 2013,including accounting standards notified thereunder.

B. Use of Estimates

In preparing the financial statements in conformity with accounting principles generally accepted in India, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities as at the date of financial statements and the amounts of revenue and expenses during the reported period. Actual results could differ from those estimates. Any revision to such estimates is recognised in the period in which the same is determined.

C. Fixed Assets

Fixed assets are stated at cost of acquisition less depreciation.

Cost includes all identifiable expenditure including trial-run expenses, net of revenue.

Intangible assets are stated at their cost of acquisition less accumulated Depreciation

In the case of assets put to use, where Final Settlement of bills with contractors is yet to be effected, capitalization is done on provisional basis subject to necessary adjustment in the year of final settlement.

D. Capital Work in Progress

Administration and general overhead expenses attributable to construction of fixed assets incurred till they are ready for their intended use are identified and allocated on a systematic basis to the cost of related assets.

Deposit works/ cost plus contracts are accounted for on the basis of statements of account received from the contractors.

Unsettled liabilities for price variation/ exchange rate variation in case of contracts are accounted for on estimated basis as per terms of the contracts

E. Borrowing Costs

Borrowing costs attributable to the acquisition or construction of a qualifying assets are capitalised as part of the cost of that asset. Other borrowing costs are recognised as expense in the period in which these are incurred.



F. Depreciation

Depreciation is provided on straight line method, considering residual value of 5% of the cost of the asset, over the useful lives of the assets, as specified in Schedule II to the Companies Act, 2013 except for Plant and Machineries whose estimated useful life are determined based on internal technical parameters/ assessment and supported by external technical advice. However, where the historical cost of a depreciable asset undergoes a change, the depreciation on the revised unamortised depreciable amount is provided over the residual useful life of the asset. Depreciation on addition, deletion during the year is provided on pro-rata basis (Ignoring 15 days for a month) with reference to the month of addition/ deletion. Assets costing up to Rs. 5000/- are fully depreciated in the year in which they are put to use.

G. Investments

Long Term investments are carried at cost.

H. Inventories

Raw materials, stores & spares and scrap are valued at lower of cost and net realisable value. In case of identified obsolete/ surplus/ non-moving items, necessary provision is made and charged to revenue.

The basis of determining cost is:

Raw materials - Periodical weighted average cost.

Stores & Spares - Moving weighted average cost.

Materials in transit - at cost

I. Foreign currency transactions

The Company had opted for accounting the exchange-differences are arising on reporting of long term foreign currency monetary items in line with Companies (Accounting Standards) Amendment Rules 2009 relating to Accounting Standard- 11 notified by Government of India on 31st March, 2009 (as amended on 29th December 2011). Accordingly, exchange differences (including arising out of forward exchange contracts) relating to long terms monetary items, arising during the year, in so far as they related to the acquisition of fixed assets, are adjusted in the carrying amount of such assets.

J. Employees' Benefit

Contributions towards Provident Funds are charged to the Statement of Profit and Loss of the period when the contributions to the Funds are due. The provisions/ liabilities towards gratuity, accrued leave, long term service awards, post-retirement medical and settlement benefits, future payments to the disabled employees/ legal heirs of deceased employees under the Employees' Family Benefit Scheme, are made based on the actuarial valuation as at the end of the year and charged to the statement of Profit and Loss after considering along with actuarial gains/ losses.

K. Adjustments pertaining to earlier years and prepaid expenses

Income / expenditure relating to prior period and prepaid expenses, which do not exceed Rs. 10 lakhs in each case, are treated as income/ expenditure of current year.

L. Revenue recognition

Sale of power and steam is accounted for as per power and steam purchase agreement entered into SAIL.

M. Claims for Liquidated Damages/ Price Escalation

Claims for liquidated damages are accounted for as and when these are deducted and/ or considered recoverable by the Company. These are adjusted to the capital cost or recognised in Statement of Profit and Loss, as the case may be, on final settlement. Suppliers'/ Contractors' claims for price escalation are accounted for, to the extent such claims are accepted by the Company.



N. Income Taxes

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflects the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets, are recognised only to the extent that there is reasonably certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised if there is virtual certainty that sufficient future taxable income will be available to realise the same.

O. Deferred Tax

The deferred tax on timing differences between book profit and taxable profit for the year is accounted for applying the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is a reasonable certainty that the assets can be realised in future.

P. Contingent Liabilities

Contingent liability is a possible obligation arising from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events but is not recognised because it is not possible that an outflow of resources embodying economic benefit will be required to settle the obligation or reliable estimate of the amount of the obligations cannot be made. The Company discloses the existence of Contingent Liabilities in Financial Statements.

Q. Cash Flow Statement

Cash flow statement is prepared in accordance with the indirect method prescribed in Accounting Standard (AS) 3 on 'Cash Flow Statement'.

Notes (Forming Part of the Balance Sheet)

1. SHARE CAPITAL

Particulars	March 31,2016		March 31,2015	
	Number of shares	₹ in Lacs	Number of shares	₹ in Lacs
Authorised				
Equity Shares of Rs. 10 each	1200000000	120000.00	1200000000	120000.00
Issued ,subscribed and fully paid up				
Equity Shares of Rs. 10 each fully paid up	248050000	24805.00	248050000	24805.00
Total	248050000	24805.00	248050000	24805.00

16,80,50,000 equity shares of ₹10 each were allotted as fully paid up for consideration other than cash.

(a) Reconciliation of Number of equity shares

Particulars	March 31,2016		March 31,2015	
	Number of shares	₹ in Lacs	Number of shares	₹ in Lacs
At the beginning of the year	248050000	24805.00	248050000	24805.00
At the end of the year	248050000	24805.00	248050000	24805.00



(b) Rights, preference and restrictions attached to shares

Equity Shares: The company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amount, in proportion to their shareholding.

(c) Shares held by associates

Particulars	March 31,2016		March 31,2015	
	Number of shares	% of Holding	Number of shares	% of Holding
Steel Authority of India Limited	124025000	50.00	124025000	50.00
Damodar Valley Corporation	124025000	50.00	124025000	50.00

2. RESERVES AND SURPLUS

(₹ in Lakh)

Particulars	March 31,2016	March 31,2015
General reserve		
Balance as at the beginning of the year	34085.02	31934.10
Add: Transferred from surplus balance in the statement of Profit & Loss	4164.81	3459.62
Balance as at the end of the year	38249.83	35393.72
Less:		
Proposed Final dividend	2046.41	1082.24
Tax on dividends	416.60	226.46
TOTAL	35786.82	34085.02

3. LONG TERM BORROWINGS

(₹ in Lakh)

Particulars	March 31,2016	March 31,2015
Secured		
Term Loans From Banks	0.00	0.00
Unsecured		
Working capital loan from SAIL/BSL	171.00	223.60
TOTAL	171.00	223.60

a. Working capital loan from Steel Authority of India Limited in the form of stores & spares carrying interest @ 6.75% p.a.

4. OTHER LONG- TERM LIABILITIES

(₹ in Lakh)

Particulars	March 31,2016	March 31,2015
TRADE PAYABLES:		
Security Deposits	689.38	373.60
Gratuity & Provident fund of deceased employees	7.31	7.31
Contractors Account -ESI	1.37	1.37
TOTAL	698.06	382.28

5. LONG- TERM PROVISIONS

(₹ in Lakh)

Particulars	March 31,2016	March 31,2015
Provisions for employee benefits	3395.65	3202.16
Provisions for others	21436.84	23754.70
TOTAL	24832.49	26956.86



6. SHORT -TERM BORROWINGS		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Secured :			
Loans repayable on demand from banks			
Cash Credit with Canara (Secured against hypothecation of Stocks and book debts.)	12195.03	14419.84	
Cash Credit with SBI (Secured against hypothecation of Stocks and book debts.)	2008.03	0.00	
Other short term borrowings from bank	5000.00	5000.00	
TOTAL	19203.06	19419.84	
7. TRADE PAYABLES		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Payable to contractors & suppliers	5273.25	3941.43	
Security Deposit	147.64	345.38	
Payable to others	0.19	12.01	
Accrued Salary	905.85	824.81	
TOTAL	6326.93	5123.63	
8. OTHER CURRENT LIABILITIES		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Interest accrued but not due on borrowings	39.49	42.47	
Statutory deduction including withholding Tax	101.31	97.14	
Other deductions	79.84	80.84	
TOTAL	220.64	220.45	
9. Short Term Provisions		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Provisions for Employee Benefits			
LTSA & RG	0.63	0.30	
Gratuity	138.61	71.87	
Leave Salary	86.96	77.27	
PRMB	28.55	21.76	
Settlement cost	<u>2.78</u>	<u>1.59</u>	
	257.53	172.79	
Provision for Income tax	1484.79	1242.19	
Provision for others	1112.36	944.28	
Provision for proposed dividend	2046.41	1082.24	
Provision for dividend tax	<u>425.34</u>	<u>229.06</u>	
	5068.90	3497.76	
TOTAL	5326.43	3670.55	



10.(A) TANGIBLE FIXED ASSETS:

(₹ in Lakh)

Sl.No.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Opening Balance 01.04.15	Addition during the period	Adjustments	Closing Balance on 31.03.16	Opening Balance 01.04.15	Depreciation during period	Adjustments	Closing Balance on 31.03.16	as on 31.03.16	as on 31.03.15
1	LAND:										
	Leasehold										
	Road (RCC)	84.24	(0.00)		84.24	33.41	4.95		38.36	45.88	50.83
	Road(Carpeted)	16.60	(0.00)		16.60	1.84	3.15		4.99	11.61	14.76
2	BUILDING:										
	Main Plant	9,345.88	-		9,345.88	8,878.57	0.00		8,878.57	467.31	467.31
	Factory Building	8,820.35	46.03		8,866.38	148.58	280.16		428.74	8,437.64	8,671.77
	Office (Corporate Office)	10.00			10.00	3.97	0.35		4.32	5.68	6.03
3	PLANT & MACHINERY:										
	Main Plant & Machinery	83,376.73	705.99		84,082.72	46,007.83	1,729.49		47,737.36	36,345.36	37,368.90
	Fire Fighting Equipment	41.32			41.32	39.40	(0.00)		39.40	1.93	1.92
	Lab. Equipment	98.37			98.37	55.21	7.64		62.85	35.52	43.16
4	OFFICE FURNITURE & FITTINGS	204.65	6.25	(0.45)	210.45	131.20	11.37	(0.02)	142.55	67.90	73.45
5	COMPUTER:	55.78	8.44	(0.60)	63.62	42.03	3.96	(0.11)	45.88	17.74	13.75
6	OFFICE EQUIPMENT:	40.73	1.42		42.15	26.55	4.65		31.20	10.94	14.18
	FURNITURE & FIXTURE (H.P.)	8.58	2.50	(1.48)	9.59	5.39	0.58	(1.32)	4.64	4.95	3.19
	PERSONAL COMPUTER (H.P)	1.98	2.98	(0.88)	4.08	1.66	0.46	(0.86)	1.26	2.82	0.32
	CARPET, CURTAIN, CLOTH (H.P)	1.70		(0.37)	1.33	1.04	0.07	(0.28)	0.84	0.49	0.66
	TOTAL	102106.91	773.59	-3.78	102876.72	55376.68	2046.83	-2.59	57420.95	45455.77	46730.21
	Previous Year	58230.18	43567.65		102106.91	54214.81	1162.19	-0.11	55376.68	46730.23	4324.65
	Capital work in progress									2952.21	3286.34

(E) INTANGIBLE FIXED ASSETS :

Sl.No.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Opening Balance 01.04.15	Addition during the period	Adjustments	Closing Balance on 31.03.16	Opening Balance 01.04.15	Depreciation during period	Adjustments	Closing Balance on 31.03.16	As on 31.03.16	As on 31.03.15
	COMPUTER SOFTWARE	0.41			0.41	0.38			0.38	0.02	0.02
	Previous Year	0.41			0.41	0.38			0.38	0.02	0.02

Capital Work in Progress includes Rs. 1235 Lakh of BG invoked for 2x250 MW project in 2010-11.



11. Long-Term Loans and Advances		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Capital Advances-Secured, considered good	0.00	0.00	
Security Deposits-Unsecured	36.55	36.55	
ADVANCE TO BPSCL ESBF ACCOUNT	0.10	0.10	
Other Loans and Advances			
Advance Income Tax	20331.95	22752.31	
Advance Fringe Benefit Tax	43.28	43.28	
MAT-Credit Entitlement	2726.67	1242.18	
Claims recoverable from IT Deptt.	583.56	583.56	
TDS on interest on Investment	517.79	777.90	
Loan and Advances to employees	421.98	363.36	
	24661.88	25799.24	
TOTAL	24661.88	25799.24	

12. Inventories *		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Raw Materials:			
Coal	3435.53	2606.61	
Coal Freight	0.00	235.02	
Coal In Transit	160.14	1009.71	
Furnace Oil	603.35	1221.84	
	4199.02	5073.18	
Stores & Spares :			
Stores & spares (Imported)	1309.41	2627.16	
Stores & Spares	3042.19	3250.85	
Stores & spares -Transit	344.53	314.68	
Stock at site	136.44	208.52	
	4832.57	6401.21	
TOTAL	9031.59	11474.39	

* Valued as per accounting policy c (i) & (ii)

13. Trade Receivables		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Receivables outstanding for a period exceeding six months	0.00	1293.67	
Others			
(Unsecured , considered good)	11242.78	11524.47	
TOTAL	11242.78	12818.14	

14. Cash and Bank Balances		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
CASH AND CASH EQUIVALENTS:			
Balances with banks:			
On Current Accounts	13275.09	4938.66	
On Deposit Accounts	2412.02	2225.78	
(Maturity less than 3 months)	15687.11	7164.44	
Cash on hand (IMPREST ACCOUNT)	0.05	0.00	
OTHER BANK BALANCES :			
Balances with banks on Deposits accounts	63.00	611.61	
(Maturity more than 3 months but less than one year)			
Balances with banks on Deposits accounts	786.57	113.63	
(Maturity more than one years)	849.57	725.24	
TOTAL	16536.73	7889.68	



15. Short Term Loans and Advances		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Loans and Advances to Related parties Others- Unsecured,considered good unless otherwise stated			
Loans and advances to employees	97.14	90.98	
Prepaid Expenses	175.26	163.41	
Advance to contractors	5.87	0.17	
Advances to suppliers	5787.35	2882.96	
Employees P.F. Contribution	0.00	0.00	
Balances with Govt. Authorities :			
Advance Income Tax	1484.79	1033.00	
TDS on interest on Investment	31.11	33.88	
Vat credit receivable	1305.37	1710.03	
Service Tax	5.54	0.99	
Advance Sales Tax	<u>800.00</u>	<u>800.00</u>	
	9692.43	6715.42	
TOTAL	9692.43	6715.42	

16. Other Current Assets		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Interest Accrued but not due on Fixed Deposit	195.59	240.90	
Interest Accrued but not due on CLTD	19.42	19.08	
Electricity Duty-Reimbursable	<u>98.56</u>	<u>98.56</u>	
	313.57	358.54	
TOTAL	313.57	358.54	

Notes (Forming Part of the Statement of Profit & Loss)

17. Revenue from Operation		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Energy sales (including electricity duty)	94888.14	86399.43	
TOTAL	94888.14	86399.43	

18. Other Income		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Interest from employees	28.85	26.96	
Interest on Normative working capital	2283.62	1677.60	
Misc. Income	8.76	52.80	
Liability written back	5.83	0.00	
Interest from Banks	<u>376.08</u>	<u>218.80</u>	
	2703.14	1976.16	
Deduct: capitalised	<u>0.00</u>	<u>0.00</u>	
	2703.14	1976.16	
TOTAL	2703.14	1976.16	

19. Fuel		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Coal	64024.15	58281.80	
Furnace Oil	<u>1277.46</u>	<u>3692.55</u>	
	65301.61	61974.35	
TOTAL	65301.61	61974.35	

20. Employee Benefit Expenses		(₹ in Lakh)	
Particulars	March 31,2016	March 31,2015	
Salaries & wages	2734.53	2344.30	
Contribution to provident and other funds	383.43	304.66	
Staff Welfare Expenses	<u>886.28</u>	<u>794.15</u>	
	4004.24	3443.11	
TOTAL	4004.24	3443.11	



		(₹ in Lakh)	
21. Finance Cost		March 31,2016	March 31,2015
	Particulars		
Interest Expenses			
	On short Term Working Capital Loan-SAIL	15.09	56.81
	On Short Term Loan-HDFC BANK	472.44	290.68
	On working Capital Loan-CC A/C	1436.59	1024.78
		1924.12	1372.27
	TOTAL	1924.12	1372.27

		(₹ in Lakh)	
22. Generation/Administration & other expenses		March 31,2016	March 31,2015
	Particulars		
	Repair & Maintenance	5938.38	4821.20
	Administrative Expenses	450.82	379.24
	Corporate social responsibility	54.17	84.92
	Stores & Spares Consumption	6700.68	5922.47
	Water charges	1886.80	1784.30
	Ash Pond charges	1161.95	898.47
	Insurance	161.13	104.88
	Rates & Taxes	22.31	15.15
	Prior Period Adjustment	0.00	0.00
	Provision for stock non-moving	67.25	3.26
	Miscellaneous Expenses	567.72	510.36
		17011.21	14524.25
	TOTAL	17011.21	14524.25

Other Notes to Financial statements

23. Contingent Liabilities :

(a) Claims against the Company not acknowledged as debt

(i) Claims against the Company by M/S Ramakant Singh of ₹ 9.47 Crore including interest ₹4.53 Crore.

(BPSCL has raised claim of ₹6.63 crore on M/s Ramakant Singh vide Risk Purchase Clause for violating in terms of contract.M/s Rama Kant singh lodged counter claim of ₹4.94 crore plus interest @18% p.a. Previously dispute was referred to the High Court and Judgement was given in our favour.Now arbitration is in process.

(ii) Demand raised by Sales Tax Deptt. for

Financial Year	Amount (₹ in lakh)
2012-13	429.25
2010-11	264.09
2009-10	86.04
2008-09	65.01

*Company has filed appeals against these demands before Joint Commissioner (Appeal).

(iii) Demad raised by IT department for

Assessment Year	Amount (₹ in lakh)	Forum where disputes are pending
2012-13	21.74	Appeal lying in before CIT(A) Delhi
2011-12	129.96	Appeal lying in before CIT(A) Delhi
2010-11	41.53	ITAT Delhi

(iv) Demand raised by Service Tax Authority of Rs. 6.91 Lakhs.Representation has been filed to the Department.

(v) Demand raised by ESI of Rs. 61.03 Lakhs

(vi) Legal Case filed by Jharkhand Krantikari Mazdoor Union for demand of AWA Payment to contract Labours. Approx Liability is around Rs. 4 Crore.

(vii) Contractors have lodged extra claim due to delay in commissioning of 9th boiler project and for re-furbishment which at this stage is not quantifiable,hence not included in contingent liability.

(b) Guarantees: Nil

(c) Other money for which the company in contingently liable: Nil



24. Capital and other commitments

Estimated amount of contract remaining to be executed on capital account Unit No. 9 (net of advances) ₹ 173.03 Lakhs (PY- ₹ 264.60 Lakhs) & 2x250 (net of advances) ₹2916.36 lakhs (PY- ₹ 2916.36 lakh).

25. Procurement of Coal/ Oil

Particulars	2015-16		2014-15	
	Qty.(MT)	Amount (₹ in lakh)	Qty.(MT)	Amount (₹ in lakh)
Coal (BPSCL)	1748544.27	58457.67	1811476.49	56780.38
Coal (BSL)	149760.00	5896.77	141440.00	4983.21
	2014-15		2014-15	
	Qty.(KL)	Amount (₹ in lakh)	Qty.(KL)	Amount (₹ in lakh)
Furnace Oil (BPSCL)	2933.87	664.66		
Furnace Oil (BSL)			14538.7	5842.81

26. Fixed Deposit of ₹ 2243.63 Lakhs (Prev. Yr. ₹ 2134.94 Lakhs) earmarked for Gratuity and Leave Salary are not used by the company for operational purpose. During the F.Y. 2014-15 interest accrued on this Fixed Deposit was adjusted with provision for Gratuity & Leave Salary, but during F.Y. 2015-16 the same accounting policy was discontinued and entire provision of current year for Gratuity & Leave Salary is Debited to P&L Accounts as per actuarial report & corresponding interest income was booked in P&L Accounts.

The net effect of change of Accounting Policy are:-

- Expenses on account of Gratuity & Leave Salary increase by 175.00 Lakhs.
- Other Income increases by Rs. 175.00 Lakhs

27. In the opinion of the Mangement, the realizable value of the current assets, loan and advances shall not be less than the values at which these are stated in the account.

28. Licensed Capacity, Installed capacity, generation

	2015-16	2014-15
i) Licensed Capacity	Not applicable	Not applicable
ii) Installed capacity	338 MW/H	338 MW/H
iii) Generation of power	1716.66 MU	1512.56 MU
iv) Sales of power	1401.75 MU	1195.65 MU

29. Expenditure incurred in foreign currency

	2015-16	2015-16	2014-15	2014-15
Foreign Travel Expenses	\$7,900	₹ 5,29224	\$9,200	₹ 5,11,494

30. Particulars of Directors remuneration : NIL

31. Segment Reporting

- The company's principal Business is generation of Power/Steam and sale of bulk Power and Steam to SAIL.Hence there is no other business segment.
- The company has only one power station located within the country and therefore geographical segments are not applicable.

32. Value of stores/spares consumed

Particulars	(₹ in Lakh)		(₹ in Lakh)	
	(₹ in Lakh)	(%)	(₹ in Lakh)	(%)
		2015-16		2014-15
Indigenous	4890.02		5454.14	
Imported	1810.67		468.33	
Percentage of indigenous items		72.98		92.09
Percentage of Imported items		27.02		7.91
TOTAL		100.00		100.00

33. Value of Imports during period (Calculated on CIF Basis)

Particulars	(₹ in Lakh)		(₹ in Lakh)	
	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)	(₹ in Lakh)
		2015-16		2014-15
Components & spare parts		254.42		697.77
Raw materials		NIL		NIL
Capital Goods		NIL		NIL
TOTAL		254.42		697.77

34. Land measuring 382 acres (apprx.) at Bokaro Jharkhand state is on 33 years lease from SAIL renewable at a non refundable premium of Rs. 1 per annum.Title/Lease deeds in respect of this land are pending for registration.In addition, 836 acres (Approx.) land was given to BPSCL as 'right to use ' for use in 2x250 MW Projects.



35. As per requirement of section 22 of the Micro Small, Medium Enterprises Development Act 2006 the company has normally made payments in the due time and there are no claims from parties for the interest on overdue payments during the financial year 2014-15. There are no parties whose outstanding are for more than 45 days.

36. Related Party disclosure

(i) Steel Authority of India Limited (SAIL)-50% voting right in the Board. As per Power Purchase agreement entered with SAIL, entire power and steam generated by the company is sold to SAIL/Boakro Steel Plant on the basis of Cost Plus Contract.

SALE OF STEAM & POWER (₹ in Lakh)	2015-16	2014-15
	94888.14	86399.43
Purchase From SAIL/Bokaro Steel Plant (₹ in Lakh)		
	2015-16	2014-15
Purchase of coal	5,896.77	4,983.21
Purchase of Furnace Oil	-	5,842.81
Purchase of Water	1,886.80	1,784.30
Sulphuric acid	445.53	341.97
Stores and spares on loan basis	1,829.75	1,200.03
Stores and spares	171.00	223.60

(ii) Damodar Valley Corporation (DVC)-50% voting right in the Board as well as control of the Management .

(iii) Dividend paid during the year of ₹ 541.12 Lakhs each to Steel Authority of India Limited and Damodar Valley Corporation.

(iv) Information relating to remuneration paid to Chief Executive Officer	2015-16	2014-15
i) Salary	29.86	21.92
ii) Leave Salary	1.86	1.80
iii) Gratuity	2.15	2.08

37. Employee Benefits :

(i) The Company has adopted Accounting Standard 15 (revised 2005) on "Employee Benefits" notified under the companies Act 2013.

(ii) Contribution to provident Funds and Gratuity Funds Amount of ₹ 383.43 Lakh (Prev. Year: ₹ 304.66 Lakh) is recognised as an expenses and included in "Employees Remuneration & Benefits"(Refer Note No. 20) in the statement of profit & loss .

(iii) Defined benefit plans:

	(₹ in Lakh)					
A. Net Assets /(Liability) Recognised Balance Sheet - 31st March 2015	Gratuity	Leave	PRMB	Settlement	LTSA & RG	Total
1 Present value of defined benefit obligation	1014.49	1181.73	225.71	20.11	5.54	2447.58
2 Fair Value of Plan Assets	0.00	0.00	0.00	0.00	0.00	0.00
3 Funded Status (surplus/deficit)	(1014.49)	(1181.73)	(225.71)	(20.11)	(5.54)	(2447.58)
4 Unrecognised past service costs	0.00	0.00	0.00	0.00	0.00	0.00
5 Net Asset/Liability recognised in the Balance sheet	(1014.49)	(1181.73)	(225.71)	(20.11)	(5.54)	(2447.58)
B. Current/Non Current Liability-31 st March 2015						
1 Current Liability	(71.87)	(77.27)	(21.76)	(1.59)	(0.30)	(172.79)
2 Non Current Asset/(Liability)	(942.62)	(1104.46)	(203.95)	(18.52)	(5.24)	(2274.79)
3 Net Asset/(Liability) as at 31 st March 2015	(1014.49)	(1181.73)	(225.71)	(20.11)	(5.54)	(2447.58)
Assumptions at 31 st March 2015						
Discount Rate	7.80%	7.80%	7.80%	7.80%	7.80%	7.80%



Disclosure of employer expenses for the year ended 31 st March 2016

(₹ in Lakh)

Components of Employer Expenses	Gratuity	Leave	PRMB	Settlement	LTSA & RG	Total
1 Current Service Costs(including risk premiums for fully insured benefits)	38.37	107.08	3.47	1.18	0.42	150.52
2 Interest Cost	74.99	89.06	16.5	1.47	0.40	182.42
3 Expected Return on Plan Assets	0.00	0.00	0.00	0.00	0.00	0.00
4 Curtailment Cost/(Credit)	0.00	0.00	0.00	0.00	0.00	0.00
5 Settlement Cost/(Credit)	0.00	0.00	0.00	0.00	0.00	0.00
6 Past Service Cost	0.00	0.00	0.00	0.00	0.00	0.00
7 Actuarial Losses /(Gains)	9.01	(39.61)	8.77	0.19	0.80	(20.84)
8 Total employer expense recognised in P&L	122.37	156.53	28.74	2.84	1.62	312.1

Assuptions at 31st March 2015

Discount Rate	7.80%	7.80%	7.80%	7.80%	7.80%	7.80%
---------------	-------	-------	-------	-------	-------	-------

A Net Assets/(Liability) Recognised in Balance Sheet 31 st March 2016

(₹ in Lakh)

Net Assets/(Liability) Recognised in Balance Sheet 31 st March 2016	Gratuity	Leave	PRMB	Settlement	LTSA & RG	Total
1 Present Value of Defined Benefit Obligation	1030.65	1258.46	226.2	20.44	6.31	2542.06
2 Fair value of Plan Assets	0.00	0.00	0.00	0.00	0.00	0.00
3 Funded Status(Surplus/Deficit)	(1030.65)	(1258.46)	(226.20)	(20.44)	(6.31)	(2542.06)
4 Unrecognised Past service cost	0.00	0.00	0.00	0.00	0.00	0.00
5 Net Assets /(Liability) recognised in Balance Sheet	(1030.65)	(1258.46)	(226.20)	(20.44)	(6.31)	(2542.06)

B Current/Non-Current Liability-31st March 2016

1 Current Liability	(138.61)	(86.96)	(28.55)	(2.78)	(0.63)	(257.53)
2 Non-Current Asset/(Liability)	(892.04)	(1171.50)	(197.65)	(17.66)	(5.68)	(2284.53)
3 Net Asset/(Liability) as at 31 st March 2016	(1030.65)	(1258.46)	(226.20)	(20.44)	(6.31)	(2542.06)

Assuptions at 31 st March 2016

Discount Rate	7.90%	7.90%	7.90%	7.90%	7.90%	7.90%
---------------	-------	-------	-------	-------	-------	-------

Change in obligation and assets over the year ended 31 st March 2016

(₹ in Lakh)

A Change in defined Benefit Obligation	Gratuity	Leave	PRMB	Settlement	LTSA & RG	Total
1 DBO at beginning of the period	1014.49	1181.73	225.71	20.11	5.54	2447.58
2 Service Cost	38.37	107.08	3.47	1.18	0.42	150.52
3 Interest cost	74.99	89.06	16.5	1.47	0.40	182.42
4 Curtailment Cost/(Credit)	0.00	0.00	0.00	0.00	0.00	0.00
5 Settlement cost/(Credit)	0.00	0.00	0.00	0.00	0.00	0.00
6 Plan Amenments cost/ (Credit)	0.00	0.00	0.00	0.00	0.00	0.00
7 Acquisitions Cost/(credit)	0.00	0.00	0.00	0.00	0.00	0.00
8 Actuarial Losses/(Gains)	9.01	(39.61)	8.77	0.19	0.80	(20.84)
9 Benefit Payments	(106.21)	(79.80)	(28.25)	(2.51)	(0.85)	(217.62)
10 DBO at the end of the period	1030.65	1258.46	226.2	20.44	6.31	2542.06
B Change in Fair Value of Assets						
1 Fair Value of Plan Assets at the beginning of the period	0.00	0.00	0.00	0.00	0.00	0.00
2 Acquisition adjustment	0.00	0.00	0.00	0.00	0.00	0.00
3 Expected return on plan assets	0.00	0.00	0.00	0.00	0.00	0.00
4 Actual company contributions	106.21	79.80	28.25	2.51	0.85	217.62
5 Actuarial Gain /(Loss)	0.00	0.00	0.00	0.00	0.00	0.00
6 Benefit Payments	(106.21)	(79.80)	(28.25)	(2.51)	(0.85)	(217.62)
7 Fair Value of plan assets at the end of the period	0.00	0.00	0.00	0.00	0.00	0.00

Assuptions at 31 st March 2016

Discount Rate	7.90%	7.90%	7.90%	7.90%	7.90%	7.90%
---------------	-------	-------	-------	-------	-------	-------

Reconciliation of Net Assets/Liability recognised in Balance Sheet for the year ended 31 st March 2016

(₹ in Lakh)

	Gratuity	Leave	PRMB	Settlement	LTSA & RG	Total
1 Net Asset/(Liability) at beginning of period	(1014.49)	(1181.73)	(225.71)	(20.11)	(5.54)	(2447.58)
2 Employer (Expense)/Credit	(122.37)	(156.53)	(28.74)	(2.84)	(1.62)	(312.10)
3 Employer Contributions	106.21	79.80	28.25	2.51	0.85	217.62
4 Acquisitions/Business Combinations	0.00	0.00	0.00	0.00	0.00	0.00
5 Net Asset/(Liability) at end of period	(1030.65)	(1258.46)	(226.20)	(20.44)	(6.31)	(2542.06)



Experience History

	31-Mar-12	31-Mar-13	31-Mar-14	31-Mar-15	31-Mar-16
Gratuity					
1 Defined Benefit Obligation at end of the period	(1035.26)	(1044.74)	(929.86)	(1014.49)	(1030.65)
2 Plan Assets at end of the period	0.00	0.00	0.00	0.00	0.00
3 Funded Status	(1035.26)	(1044.74)	(929.86)	(1014.49)	(1030.65)
4 Experience Gain/(Loss) adjustments on plan liabilities	(36.32)	(78.62)	(9.05)	13.26	(16.08)
5 Experience Gain/(Loss) adjustments on plan assets	N/A	N/A	N/A	0.00	0.00
6 Actuarial Gain/(Loss) due to change on assumptions	33.55	(34.54)	63.41	(88.37)	7.07
Leave salary					
1 Defined Benefit Obligation at end of the period	(839.94)	(954.52)	(988.89)	(1181.73)	(1258.46)
2 Plan Assets at end of the period	0.00	0.00	0.00	0.00	0.00
3 Funded Status	(839.94)	(954.52)	(988.89)	(1181.73)	(1258.46)
4 Experience Gain/(Loss) adjustments on plan liabilities	(41.16)	(76.32)	(16.24)	50.60	26.60
5 Experience Gain/(Loss) adjustments on plan assets	0.00	0.00	0.00	0.00	0.00
6 Actuarial Gain/(Loss) due to change on assumptions	37.77	(44.54)	39.51	(146.47)	13.01
Post Retirement Medical Benefit					
1 Defined Benefit Obligation at end of the period	(129.79)	(227.62)	(147.75)	(225.71)	(226.20)
2 Plan Assets at end of the period	0.00	0.00	0.00	0.00	0.00
3 Funded Status	(129.79)	(227.62)	(147.75)	(225.71)	(226.20)
4 Experience Gain/(Loss) adjustments on plan liabilities	(39.72)	(86.23)	61.65	(48.23)	(11.72)
5 Experience Gain/(Loss) adjustments on plan assets	N/A	N/A	0.00	0.00	0.00
6 Actuarial Gain/(Loss) due to change on assumptions	10.83	(16.95)	24.34	(36.83)	2.95
Settlement Cost					
1 Defined Benefit Obligation at end of the period	(22.25)	(20.74)	(18.47)	(20.11)	(20.44)
2 Plan Assets at end of the period	0.00	0.00	0.00	0.00	0.00
3 Funded Status	(22.25)	(20.74)	(18.47)	(20.11)	(20.44)
4 Experience Gain/(Loss) adjustments on plan liabilities	3.08	0.05	0.26	(1.14)	(0.31)
5 Experience Gain/(Loss) adjustments on plan assets	N/A	N/A	0.00	0.00	0.00
6 Actuarial Gain/(Loss) due to change on assumptions	0.64	(0.58)	1.23	(1.45)	0.12
Long Term Service Award & Retirement Gift					
1 Defined Benefit Obligation at end of the period	(4.88)	(5.73)	(5.01)	(5.54)	(6.31)
2 Plan Assets at end of the period	0.00	0.00	0.00	0.00	0.00
3 Funded Status	(4.88)	(5.73)	(5.01)	(5.54)	(6.31)
4 Experience Gain/(Loss) adjustments on plan liabilities	(0.41)	(1.76)	(0.06)	(0.19)	(0.84)
5 Experience Gain/(Loss) adjustments on plan assets	N/A	N/A	N/A	N/A	N/A
6 Actuarial Gain/(Loss) due to change on assumptions	0.17	0.22	0.39	(0.47)	0.04

Actuarial Assumptions

SL.NO.	Descriptions	As on 31 st March,2016	As on 31 st March,2015
1)	Discount Rate (Per annum)	7.90%	7.80%
2)	Expected Return on Assets	N/A	N/A
3)	Salary Escalation	Executive 7% & Non-Executives-6% p.a. Additional 7.5% step up every 10 years starting from 2017 to all employees	Executive 7% & Non-Executives-6% p.a. Additional 7.5% step up every 10 years starting from 2017 to all employees
4)	Mortality Rate	Indian Assured Lives Mortality (2006-08) ultimate	Indian Assured Lives Mortality (2006-08) ultimate
5)	Withdrawal Rate	Executive and Non-Executives- 0.10% to 0.50% depending upon the age	Executive and Non-Executives- 0.10% to 0.50% depending upon the age

38. Payment to auditors comprises of:

(₹ in Lakh)

	2015-16	2014-15
Statutory Auditors :		
Audit Fees	1.03	0.78
Tax Audit Fees	0.23	0.20
Out of pocket expenses	0.25	0.25
TOTAL	1.51	1.23



39. Disclosure as per Accounting standard-20 on "Earnings per share "

Particulars	2015-16	2014-15
Profit after tax, prior period adjustment & tax adjust as per Statement of Profit & Loss A/cs (Rs. in Lakhs) (a)	4164.81	3459.62
No. Of Equity share of Rs. 10 each outstanding (b)	2480,50,000.00	2480,50,000.00
Effect of potential Equity Shares on Advance for shares outstanding (C)	0.00	0.00
Weighted average number of equity shares in computing diluted earnings per share (b+c)=(d)	2480,50,000.00	2480,50,000.00
Earnings per share:		
Basic [(a)/(b)] (in Rs.)	1.68	1.39
Diluted[(a)/(d)](in Rs.)	1.68	1.39

40. Deferred Tax(Assets)/Liability (Net)

	2015-16	2014-15
(₹ in Lakh)		
Deferred Tax Assets/ Liability included in the Balance Sheet comprises of		
Deferred Tax Assets :		
Gratuity	(356.69)	(351.09)
Leave Salary	(435.53)	(408.97)
Post Retirement Medical & Settlement Benefits	(78.28)	(78.11)
Settlement Benefit	(7.07)	(6.96)
Long Term service Award	(2.18)	(1.92)
Un-Absorped Depreciation	(873.32)	(2143.75)
	(1753.07)	(2990.80)
Deferred Tax Asset/Liability :		
Depreciation	4269.62	3175.57
Net Deferred Tax Assets/Liabilities	2516.55	184.77

41. 50 % & 70% provision is made on stores and spares belonging to BPSCL which have not been moved since last 5 years & 10 years respectively , however no provision is made on stores and spares of erstwhile depot no.58 of BSL which have been transferred to BPSCL on Loan basis. A committee consisting of members from SAIL & BPSCL was formed to review the status of material lying in the above mentioned depot.

42. Since the inception of power plant, ash from ash pond has been excavated and stacked around the ash pond, which has been given rise to mounds over a vast area. These heaps of ash which have been resulted for more than 35 years have developed vegetation over them and no pollution is caused by these ashes. Still there are some mounds of ash which are causing environmental pollution as no greenary has developed in these part. It has been planned to cover these mounds with clay, so that these ash do not get eroded and cause airpollution. For claying of these existina non-greenary ash heaps. expected expenditure of Rs. 15 lakh have been provided in the accounts .

43. CORPORATE SOCIAL RESPONSIBILITY :

As per section 135 of the companies Act, 2013 effective from 1st April'2014 the company is required to spend, in every financial year, at least two percent of the average net profits of the company made during the three immediately preceding financial years in accordance with its CSR policy. the amount of two percent of average net profits of previous three years ending 31st march 2015 comes out to Rs. 53.92 lakh for the FY 2015-16. The company has spent an amount of Rs. 54.17 lakh on CSR during the year which included in Generation administration & other expenses as detailed below.

Perticulars	Amount
A. Amount required to be spend during 2015-16	53.92
B. Amount spend on CSR	54.17
C. Shortfall Amount	Nil

44. During the year company changed its accounting policies with respect to valuation of inventries. The company applies peridical weighted average cost for valuation of fuels like Coal and Furnace Oil as earlier it was done on First In First Out basis and for stores & spares Company now applies moving weighted average cost, whereas earlier it was value on weighted average cost.

The Company believes that the new policy is preferable as it more closely aligns the Accounting for these transaction with the present cost of inventories.

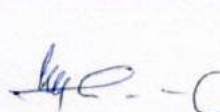
The impact of these voluntary change in Accounting Policy on financial statement are as follows:


- (a) Inventories: increase in value of inventories as on 31.03.2016 by Rs. 110.73 lakhs.
- (b) Fuel and Other cost: Decrease in value of cost during 2015-16 by Rs. 110.73 lakhs.



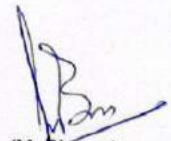
45. Consequent to the notification under the Companies Act, 2013, the financial statements for the year ended 31 st March, 2016 have been prepared under the revised Schedule III . Accordingly, the previous years figures have been re-arranged/re-grouped/re-cast, wherever necessary.


(N.K. Mukhopadhyay)
Company Secretary & HOD
Finance & Accounts

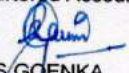

(K. Harinarayana)
Chief Executive Officer


29/5/16 (C.B. Dey)
Director


(Tej Veer Singh)
Director


(M. Biswas)
Chairman

In terms of our report of even date
for M.GOENKA&CO (FRN:309134E)
(Chartered Accountants)


CA.S.GOENKA
Partner
Mem. No.064641

Date: 01/06/2016
Place: Bokaro

