

BIHAR STATE POWER GENERATION COMPANY LIMITED

FINANCIAL STATEMENT

FOR THE F.Y. 2014-15



2015



VIDYUT BHAWAN, BAILEY ROAD, PATNA

BIHAR STATE POWER GENERATION COMPANY LIMITED
BALANCE SHEET AS AT 31st MARCH 2015

Particulars	Note No.	As At 31st March 2015	As At 31st March 2014
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2	3,440,000,000	21,000,000
(b) Reserves & surplus	3	26,845,924,771	3,550,097,473
		30,285,924,771	3,571,097,473
(2) Share Application Money pending allotment			20,033,223,959
(3) Non-current liabilities			
(a) Long-term borrowings	4	6,347,821,281	20,537,894,281
(b) Other Long term liabilities		-	-
(c) Long term provisions		-	-
		6,347,821,281	20,537,894,281
(4) Current liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	5	24,804,529,674	(811,595,602)
(d) Short term provisions		-	-
		24,804,529,674	(811,595,602)
TOTAL		61,438,275,727	43,330,620,111
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	6	1,999,085,298	1,996,223,478
(i) Tangible assets			
(ii) Capital Work in Progress		45,771,193,891	31,469,953,532
(b) Non-Current Investment	7	8,679,356,985	7,624,656,985
(c) Long term loans and advances		-	-
(d) Other non current assets		-	-
		56,449,636,174	41,090,833,995
(2) Current assets			
(a) Current Investment		-	-
(b) Inventories	8	100,377,867	72,606,847
(c) Trade receivables		-	-
(d) Cash and bank balances	9	4,139,931,326	1,194,811,051
(e) Short-term loans and advances	10	696,268,676	701,507,213
(f) Other current assets	11	52,061,683	270,861,005
		4,988,639,552	2,239,786,116
TOTAL		61,438,275,727	43,330,620,111
Significant accounting policies	1	-	-
Notes to the financial statements	12	-	-

The accompanying notes form an integral part of these financial statements
This is the Balance Sheet referred to in our report of even date

For Sanjeeva Shanker Urmila & Co.
Chartered Accountants
FRN514612C

AM

Partner
M.No.092607

Place:- Patna
Date:- 29.09.2015

Arvind Kumar
29/9/15
Dy. General manager

For and on behalf of the Board of Directors

Manish K. Verma
Director
DIN:03132137

Pratayam Amrit
Chairman
DIN: 01192117



BIHAR STATE POWER GENERATION COMPANY LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2015

Particulars	Note No.	For the year ended 31st March 2015	For the period ended 31st March 2014
I. Revenue			
(a) Revenue from operations		-	-
Less:- Electricity Duty		-	-
(b) Other income		-	-
(c) Revenue Subsidies and Grants		-	-
Total Revenue		-	-
II. Expenses:			
(a) Power Purchase Cost		-	-
(b) Employee benefits expense		-	-
(c) Finance costs		-	-
(d) Depreciation & Amortisation expenses		-	-
(e) Other expenses		-	-
(f) Prior period items (net)		-	-
Total Expenses		-	-
III. Profit/(Loss) before exceptional and extraordinary items and tax (I-II)		-	-
IV. Exceptional items		-	-
V. Profit/(Loss) before extraordinary items and tax (III-IV)		-	-
VI. Extraordinary items		-	-
VII. Profit/(loss) before tax (V-VI)		-	-
VIII. Tax expense			
(a) Current Tax		-	-
(b) Deferred Tax		-	-
IX. Profit/(loss) for the year (VII-VIII)		-	-
X. Basic and Diluted Earnings per equity share (Face value of Rs. 10/- each):			
(1) Basic		-	-
(2) Diluted		-	-
Significant accounting policies	1		
Notes to the financial statements	18		

The accompanying notes form an integral part of these financial statements
This is the Balance Sheet referred to in our report of even date

For Sanjeeva Shanker Urmila & Co.

Chartered Accountants
FRN514612C

SH

Partner
M.No.092607

Place:- Patna

Date:- 29.09.2015

For and on behalf of the Board of Directors

(Arvind Kumar)
29/9/15

Dy. General manager

42

(Manish K. Verma)
Director
DIN:03132137

(Pratyay Amrit)

(Pratyay Amrit)
Chairman
DIN: 01192117





BIHAR STATE POWER GENERATION COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AS ON 31st MARCH 2015

NOTE 1: Significant Accounting Policies

A. Basis of Preparation of Financial Statements:

The Financial Statements of the Company have been prepared in accordance with generally accepted accounting principles in India. The Company has prepared these Financial Statements to comply in all material respects, with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year except for the change in accounting policy, if any explained below.

B. Change in Accounting Policies:

During the year ended 31 March 2015, the Schedule III notified under the Companies Act 2013, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of Schedule III has significant impact on presentation and disclosures made in the financial statements. The company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

C. Use of Estimates:

The preparation of the Financial Statements in conformity with Indian GAAP requires Management to make Judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosures relating to contingent assets and liabilities at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in material or immaterial adjustments to the carrying amounts of assets or liabilities in future periods.

D. Revenue Recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

Rental Income is recognized on time proportionate basis over the period of the rent.

Interest is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

E. Expenditure:

Adjustments arising due to errors or omission in the Financial Statements of earlier years are accounted for under "Prior Period".



F. Tangible Fixed Assets:

Fixed Assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs, if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any subsidy/ reimbursement/ contribution received for installation and acquisition of any fixed assets is shown as deduction in the year of receipt.

Subsequent expenditure related to an item of fixed assets is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day-to-day repairs and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.

G. Depreciation:

Depreciation on assets is provided on straight line method using the rates notified by the CERC.

Depreciation on fixed assets added/disposed off during the year/period is provided on pro-rata basis with reference to the date of addition/disposal. Individual assets costing upto Rs. 5000 are depreciated in full in the year of purchase.

H. Borrowing Cost:

Borrowing cost includes interest. Such costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

I. Investments:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments. On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in values is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

J. Contingent Liabilities:

A Contingent liability is a possible obligation that arises from the past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.



BIHAR STATE POWER GENERATION COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015

Note 2 Share Capital

Particulars	31st March 2015		31st March 2014	
	No. of shares	Amount	No. of shares	Amount
(a) Authorised	500,000,000	5,000,000,000	500,000,000	5,000,000,000
(b) Issued, subscribed and fully paid up	344,000,000	3,440,000,000	2,100,000	21,000,000
Total	344,000,000	3,440,000,000	2,100,000	21,000,000

2.1 The Company has only one class of equity share, having par value of ₹ 10/- per share. The holders of equity shares are entitled to voting rights proportionate to their shareholding at the meeting of shareholders.

2.2 Reconciliation of number of shares outstanding: -

Particulars	As at 31 March 2015		As at 31 March 2014	
	No. of shares	Amount	No. of shares	Amount
Equity Shares at the beginning of the year	2,100,000	21,000,000	2,100,000	21,000,000
Add:- Shares issued during the year	341,900,000	3,419,000,000		
Equity Shares at the end of the year	344,000,000	3,440,000,000	2,100,000	21,000,000

2.3 Details of Shareholders holding more than 5% shares in the Company:

Particulars	As at 31 March 2015		As at 31 March 2014	
	No. of shares	% held	No. of shares	Amount
Bihar State Power (Holding) Company Limited	344,000,000	100.00%	2,100,000	100.00%

Note 3 Reserves & Surplus

Particulars	31st March 2015	31st March 2014
Capital Reserves (Grant for capital assets and consumer contribution)		
Opening Balance	3,550,097,473	3,476,790,929
Add: Addition during the Year	20,799,227,298	73,306,544
Add: Fund From State Govt.	2,496,600,000	
Closing Balance	Total (A)	3,550,097,473
	26,845,924,771	
Revaluation Reserve		
Opening Balance	-	-
Add: Addition during the Year	-	-
Closing Balance	Total (B)	-
	-	
	Total (A+B)	3,550,097,473
	26,845,924,771	



BIHAR STATE POWER GENERATION COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015

Note 4 Long Term Borrowings

Particulars	31st March 2015	31st March 2014
I. Secured		
Loan from Central Bank of India	-	500,000,000
Loan from Canara Bank	3,000,000,000	
Loan from HUDCO	533,289,130	4,070,000,008
Total (A)	3,533,289,130	4,570,000,008
Unsecured		
(a) PFC Loans	2,814,532,151	13,471,294,273
(b) State Government Loans	-	2,496,600,000
Total (B)	2,814,532,151	15,967,894,273
Total (A+B)	6,347,821,281	20,537,894,281

Note 5 Other Current Liabilities

Particulars	31st March 2015	31st March 2014
Liability to Railways for Coal Receipts	72,499,065	72,499,065
Advance against Sale of Scrap	168,118,920	167,858,210
Liability for BTPS Ext. Project	3,793,150	3,793,150
Liability Capital Supplies/Works	173,814,557	628,052,282
Liabilities for O & M Supplies/Works	245,393	260,652
Interest Accrued & Due on long term borrowings		
On State Government loan	-	-
On PFC Loan	404,351,214	350,806,121
On Loan from other Financial Institutions	310,000,000	-
Deposits and Retentions from Suppliers and Contractors	423,517,320	1,017,657,828
Other Liabilities and Provisions.	89,718,250	82,179,217
Staff related liabilities & provisions	22,762,423	12,129,637
Other Deposit & Reserve	89,948	39,948
Liability for Expenses	25,749,961	5,086,995
Inter Company Accounts (Note 5A)	23,109,869,474	(3,151,958,706)
Total	24,804,529,674	(811,595,602)

Note 5 A Inter Company Accounts

Particulars	31st March 2015	31st March 2014
NBPDCL	91,517,862	51,517,862
BSPTCL	(25,291,847)	(25,291,847)
Inter Unit Account	22,846,723,062	158,574,749
Master Trust	(88,297,758)	(52,868,724)
BSPHCL	285,218,156	(3,283,890,746)
Total	23,109,869,474	(3,151,958,706)



**BIHAR STATE POWER GENERATION COMPANY LIMITED
SCHEDULE OF FIXED ASSETS AS AT 31 Mar 2015**

FIXED ASSETS	Rate	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		As on 01.04.14	Additions during the year/Transfer	Sales/Transfer	TOTAL	UPTO 01.04.14	During the year	Adjustment on Sale	Total As on 31.03.14	As on 31.03.15	As on 31.03.14
Land and land rights		1,356,644,600			1,356,644,600				220,368,738	1,356,644,600	1,356,644,600
Buildings	3.44%	308,819,549			308,819,549	220,368,738			82,290,351	88,450,811	88,450,811
Hydraulic Works	6.33%	94,623,576			94,623,576	82,290,351			62,808,139	12,333,225	12,333,225
Others Civil Works	3.44%	90,366,089			90,366,089	62,808,139			27,557,950	27,557,950	27,557,950
Plant and Machinery	5.28%	1,996,308,449		35,401,970	1,960,906,479	1,499,434,365		31,861,773	1,467,572,592	493,333,887	496,874,084
Lines and Cable Network	5.28%	92,890,750			92,890,750	83,601,675			83,601,675	9,289,075	9,289,075
Vehicles	6.33%	29,063,859			29,063,859	26,157,473			26,157,473	2,906,386	2,906,386
Furniture and Fixtures	6.33%	4,675,168	6,786,345		11,461,513	3,470,078	340,810		3,810,888	7,650,625	1,205,090
Office Equipment	6.33%	2,649,482	7,500		2,656,982	1,687,225	51,018		1,738,243	918,739	962,257
TOTAL :		3,976,041,522	6,793,845	35,401,970	3,947,433,397	1,979,818,044	391,828	31,861,773	1,948,348,099	1,999,085,298	1,996,223,478
Capital Work In Progress:											
Capital WIP (Extention Project)		23,565,135,277	11,384,933,720		34,950,068,997					34,950,068,997	
Capital WIP (Existing Project)		6,046,361,289	1,510,937,481		7,557,298,770					7,557,298,770	
Capital WIP (Development Expenses) (Annexure WIP)		1,852,304,007	1,319,296,639		3,171,600,646					3,171,600,646	
Capital WIP (Office Building)		6,152,959			6,152,959					6,152,959	
Capital WIP (L&P)			86,072,519		86,072,519					86,072,519	
TOTAL :		31,469,953,532	14,301,240,359		45,771,193,891					45,771,193,891	19,051,323,170
GRAND TOTAL :		35,445,995,054	14,308,034,204	35,401,970	49,718,627,268	1,979,818,044	391,828	31,861,773	1,948,348,099	47,770,279,189	21,047,545,648



BIHAR STATE POWER GENERATION COMPANY LIMITED
STATEMENT OF INCOME/EXPENDITURE RELATING TO CAPITAL WIP FOR THE YEAR ENDED 31st
MARCH 2015

Particulars		For the year ended 31st March 2015
1	Income:	
	Other income	283,314,493
	Total (A)	283,314,493
2	Expenses:	
	Employee benefits expense	236,854,674
	Finance costs	1,248,479,482
	Depreciation & Amortisation expenses	391,828
	Other expenses	96,378,978
	Prior period items (net)	20,506,170
	Total (B)	1,602,611,132
	Transferred to Capital Work in Progress	Total (B-A)
		1,319,296,639



BIHAR STATE POWER GENERATION COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015

Note 7 Non-Current Investment

Particulars	31st March 2015	31st March 2014
Investment in Subsidiaries	200,000	200,000
Investment in Partnership & Joint Venture	8,679,156,985	7,624,456,985
Total	8,679,356,985	7,624,656,985

Note 8 Inventories

Particulars	31st March 2015	31st March 2014
Coal	35,427,619	35,427,619
Oil	28,890,679	28,890,679
Stock of Material at Other Stores	6,989,046	6,989,046
Material in Transit	712,580	712,580
Electric fittings & Others	28,357,943	586,923
Total	100,377,867	72,606,847

Note 9 Cash & Bank Balances

Particulars	31st March 2015	31st March 2014
Cash & Cash Equivalents		
Cash in Hand	59,586	46,951
Cash Imprests with Staff	1,655,374	1,540,084
Balance with Banks		
(i) In Savings Accounts	3,204,414,766	316,118,134
(ii) In Deposit Accounts	897,065,415	821,139,341
(iii) In Current Account	31,262,046	50,492,402
Cash in Transit	5,474,139	5,474,139
Total	4,139,931,326	1,194,811,051

Note 10 Short term Loans & Advances

Particulars	31st March 2015	31st March 2014
<i>Unsecured, considered good</i>		
Advances for O & M Supplies/Works	690,393,700	690,916,716
Loans and Advances to Staff	5,874,976	10,590,497
Total	696,268,676	701,507,213



BIHAR STATE POWER GENERATION COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015

Note 11 Other current assets

Particulars	31st March 2015	31st March 2014
Other Claims and Receivables	(5,194,594)	221,190,037
Security Deposit	11,803,840	11,838,840
Advance Income Tax / deductions at source	37,738,236	10,504,690
Advance Entry tax	-	-
Advance VAT	885,856	-
Central Sales tax	7,428	-
Other Fuel Related Receivables	-	-
Amount recoverable from Employees/Ex-Employees	6,820,918	6,820,918
Income accrued but not due	-	-
Preliminary Expenses	-	20,506,520
Total	52,061,684	270,861,005





BIHAR STATE POWER GENERATION COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AS ON 31ST MARCH
2015

Note: 13 Notes to Financial Statement

1. **Corporate Information:** - Bihar State Power Generation Company Limited is a subsidiary of Bihar State Power (Holding) Company registered under the Companies Act, 1956, created under Bihar State Electricity Reforms Transfer Scheme, 2012 vide notification no. 17 dated 30.10.2012.
2. The Annual Accounts of the Company for the year 2014-15 has been prepared as per the format prescribed under the revised Schedule III of the Companies Act 2013.
3. The State Govt. vide notification no. 17 dated 30-10-2012 has notified opening balance sheet on provisional basis, based on balance sheet of erstwhile BSEB as on 31st March 2011, stating that the amount under various heads are subject to validation, verification, up-dation and truing up and these shall be completed during the provisional period i.e. a period of one year from the effective date i.e. 01-11-2012. M/s PFC Consulting Ltd., New Delhi which was appointed as consultant for restructuring of the erstwhile BSEB, was also assigned the work related to hand holding phase of the successor companies including BSPGCL. As the provisional balance sheet notified by the State Government was related to 31st March 2011 and the effective date for operation of the BSPGCL was 1st November, 2012, M/s PFC Consulting Ltd. New Delhi revised the opening balance sheet of BSPGCL based on Annual Accounts of the erstwhile BSEB as on 31st October, 2012.
4. The Net Operating Expenses namely Administrative & General Expenses, Legal & Consultancy Fees etc incurred by BSPGCL have been taken under the Capital Work in Progress (Note No. 6, Forming part of Financial Statements) as Generating units of BSPGCL are either in Renovation & Modernization or in Construction Stage.
5. The balances of Receivables, Payables, Loans & advances including Inter Company transactions are in confirmation with the books of accounts and are subject to confirmation and reconciliation, if any.
6. In terms of the transfer scheme dated 30.10.2012 all the employees of the board were transferred to the respective successor companies on as is where is basis. The staff related liabilities including terminal benefits upto the effective date of transfer i.e. 31st October 2012 are to be borne by the Govt. of Bihar and to be paid through the Employees Master Trust administered by the Holding Company. The liabilities after the effective date is to be borne by the respective successor companies. The liabilities relating to PF, gratuity, leave encashment etc. has been provided on the basis of allocation given by the holding company based on the actuarial valuation and the same has been paid/payable to the master trust.
8. Related party disclosures:

Particulars	31st March 2015	31st March 2014
NBPDCL	91,517,862	51,517,862
BSPTCL	(25,291,847)	(25,291,847)
Inter Unit Account	22,846,723,062	158,574,749
Master Trust	(88,297,758)	(52,868,724)
BSPHCL	285,218,156	(3,283,890,746)
	23,109,869,474	(3,151,958,706)

9. Amounts stated in the financial statements are in Indian Rupees and have been rounded off to the nearest rupee.
10. Previous year's figures have been regrouped/ reclassified, wherever necessary to correspond with the current year's classification.
11. Applying the principle laid down under accounting standard 22 on taxes on income, differed tax asset has emerged due to timing difference, however in the absence of reasonable and virtual certainty of future taxable profits and the same has not been recognized in the accounts.



12. The amount shown in Share Application Pending Allotment, arising by the virtue of the final transfer scheme submitted by M/s PFC Consulting Ltd., has been transferred to Capital Reserve due to the guidelines laid down in the Part II of Chapter III of the 2013 Act in current year.

As per our report of even date attached

For and on behalf of the Board of Directors


Arvind Kumar
Dy. General Manager (Finance)


Manish K. Verma, IAS
Managing Director


Pratyaya Amrit, IAS
Chairman

Place: - Patna

Date: - 29.09.2015



BIHAR STATE POWER GENERATION COMPANY LIMITED
STATEMENT OF CASH FLOW (PURSUANT TO AS-3 ISSUED BY ICAI)

(Amt in Lac)

		2014-15
(A) Cash flow from operating activities:	Net Profit before tax as per Profit & Loss Account	-
	Adjusted for:	
	Depreciation	-
	Interest & Other income	-
	Capitalization of Interest	
	Capitalization of Revoked BG	
	Finance Charge	
	Operating Profit before Working Capital Changes	-
	Adjusted for:	
	Change in Working Capital	258,124
Cash Generated from operations	258,124	
Appropriation of Profit		
Deferred Income	-	
Net Cash from Operating Activities		258,124
(B) Cash Flow from Investing Activities	Purchase of Fixed Assets	(68)
	Sale of Scrap	35
	Increase in Capital WIP	(143,008)
	Increase in Investments	(10,547)
	Other Income	-
	Net Cash used in Investing Activities	(153,588)
(C) Cash flow from Financing Activities	Capital Grants from Government	66,816
	Proceeds from Long Term Borrowings with Others	(141,901)
	Interest Paid	-
	Net Cash from Financing Activities	(75,085)
Total Cash generated/(lost) (A+B+C)	29,451	
Add: Opening Balance as on 01.04.2014	11,948	
Closing Balance as on 31.3.2015	41,399	



Schedule Change in Working Capital

Particulars	2015	2014	Change
			Amount
Current Assets:			
Inventories	1,004	726	278
Short Term Loans & Advances	6,963	7,015	(52)
Other Current Assets	520.62	2,708.61	(2,187.99)
Total	8,487	10,450	(1,963)
Current Liabilities:			
Other Current Liabilities	248,045	(8,116)	(256,161)
Total	248,045	(8,116)	(256,161)
Change In Working Capital (Increase in Working Capital)			(258,124)

