

*ANNUAL REPORT*  
*2011-12*

*GODAWARI GREEN*  
*ENERGY LIMITED*

## **DIRECTORS' REPORT**

Dear Shareholders,

### **GODAWARI GREEN ENERGY LIMITED**

**Registered Office: - Hira Arcade, Near New Bus Stand, Pandri, Raipur, Chhattisgarh**

Your Directors have pleasure in presenting the Third Annual Report of the Company with the Audited Statement of Accounts and the Auditor's Report of your Company for the financial year ended 31<sup>st</sup> March, 2012.

### **OPERATIONS:**

Your Company is setting up a project of 50 MW Solar Thermal Power Plant at Naukh, Dist. Jaisalmer, Rajasthan which is under progress and the Solar Thermal Power Plant is expected to be commissioned by May 2013.

During the year under review, your Company earned an amount of Rs.544.69 lacs as Interest on Fixed Deposits and registered Profit after Tax of Rs.12.98 lacs during the year under review.

### **DIVIDEND:**

Your directors feel it prudent to plough back the profits with an intention to utilize the same for the growth of the Company. Since the Company has not started commercial production and keeping in view the requirement of funds in future, your Directors have not recommended any dividend for the year ended 31<sup>st</sup> March 2012.

### **INCREASE IN AUTHORISED SHARE CAPITAL:**

During the year under review, your Company increased its Authorized Share Capital from Rs. 25.00 crores to 141.00 crores by creation of additional 1,16,00,000 Preference shares of Rs. 100/- each. The Company is intending to issue & allot Optionally Convertible Cumulative Preference Shares to strategic investors on preferential basis at par in the near future to fund the Company's project.

## **FOREIGN EXCHANGE EARNINGS AND OUTGO:**

During the year under review, the Company had no foreign exchange earnings. However, the Company made expenditure in foreign Currency towards purchase of Capital goods & related travelling expenses to the tune of Rs. 16,56,44,423.

## **PARTICULARS OF EMPLOYEES:**

None of the employee of the Company was in receipt of remuneration in excess of limits prescribed under Section 217(2A) of the Companies Act, 1956. Hence, particulars as required under the Companies (Particulars of Employees) Rules, 1975 are not given.

## **DIRECTORS:**

During the year under review, Shri B.L. Agrawal and Shri Dinesh Kumar Agrawal resigned from the directorship of the Company due to their other pre occupations with effect from April 11, 2012. Your company places on record its deep sense of appreciation for the services rendered and guidance given by the outgoing directors from time to time during the tenure of their office.

Shri Siddharth Agrawal, a Whole Time Director on the Board of the Company, was appointed as the Managing Director of the Company with effect from November 09, 2011. His appointment was duly ratified by the Shareholders at an Extra- Ordinary General Meeting held on April 04, 2012.

In accordance with the provisions of the Companies Act, 1956 and the Company's Articles of Association, Shri Dinesh Kumar Gandhi and Shri Padam Chimanlal Singhee, Directors of the Company retire by rotation at the ensuing Annual General Meeting and being eligible offers themselves for reappointment.

## **DIRECTORS' RESPONSIBILITY STATEMENT:**

In accordance with the provisions of section 217(2AA) of the Companies Act, 1956, your Directors state:

- (i) That in the preparation of the annual accounts, all the applicable accounting standards have been followed.

- (ii) That your Directors have selected such accounting policies and applied them consistently and made judgment 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 of the company for that period;
- (iii) That your Directors have taken proper and sufficient care for the maintenance of adequate accounting record in accordance with the provisions of the Act for safeguarding the assets of your Company and for preventing and detecting fraud and other irregularities; and
- (iv) That your Directors have prepared the annual accounts on a going concern basis.

#### **CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:**

The provisions of section 217(1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of particulars in the report of the Board of Directors) Rules, 1988, are not applicable to the Company, since the Company has not yet started any manufacturing activity.

#### **AUDITORS REPORT:**

There is no qualifying remark in the Auditors Report and hence does not require any clarification in the Directors Report.

#### **AUDITORS:**

M/s. O.P. Singhanian & Co., Chartered Accountants, the Statutory Auditors of the Company hold office until the conclusion of the forthcoming Annual General Meeting and being eligible and have offered themselves for re-appointment. The Company has received a certificate from them to the effect that their re-appointment, if made, would be within the limits prescribed under Section 224(1B) of the Companies Act, 1956.

#### **AUDIT COMMITTEE:**

Due procedure in regard to the Audit Committee has been followed and necessary compliances have been made as per section 292A of the Companies Act, 1956 during the year under review.

The Board of Directors re-constituted the Audit Committee consisting of One Executive Director and Two Non-Executive Directors with effect from April 11, 2012.

Consequent upon resignation of Shri B.L. Agrawal and Shri Dinesh Kumar Agrawal from the Directorship of the company, Shri Siddharth Agrawal and Shri Rajnish Gupta, Directors of the Company have been inducted as Members of the Audit Committee w.e.f April 11, 2012. The composition of the Audit Committee is as follows:

<b>Name of Chairman / Member</b>	<b>Category</b>
1. Shri Siddharth Agrawal (w.e.f. April 11, 2012)	Chairman
2. Shri Rajnish Gupta (w.e.f. April 11, 2012)	Member
3. Shri Dinesh Kumar Gandhi	Member

#### **REMUNERATION COMMITTEE:**

The Remuneration Committee consists of Three Directors out of which two are Non- Executive Directors and One Executive Director. The Remuneration of Directors in all the cases is decided by the Board subject to necessary approval of Shareholders, Remuneration Committee and other applicable approvals, if any. The composition of the Remuneration Committee is as follows:

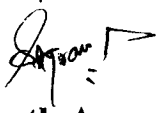
<b>Name of Chairman / Member</b>	<b>Category</b>
1. Shri Siddharth Agrawal (w.e.f. April 11, 2012)	Chairman
2. Shri Rajnish Gupta (w.e.f. April 11, 2012)	Member
3. Shri Dinesh Kumar Gandhi	Member

#### **ACKNOWLEDGEMENT:**

The Board expresses its sincere gratitude to the shareholders, bankers and Central Government Officials and clients for their continued support. The Board also wholeheartedly acknowledges with thanks the dedicated efforts of all the staff and employees of the Company.

**For and on behalf of the Board of Directors**

**Date: May 17, 2012**  
**Place: Raipur**

  
**Siddharth Agrawal**  
**(Managing Director)**

  
**Rajnish Gupta**  
**(Director)**

# OPSinghania & Co.

CHARTERED ACCOUNTANTS

"JDS Chambers, 1<sup>st</sup> Floor, 6-Central Avenue,  
Choubey Colony, RAIPUR --492001(C.G.)INDIA

PHONE: 0771-4041235, 4041236

E-mail : opsinghania.co@gmail.com

## AUDITORS' REPORT

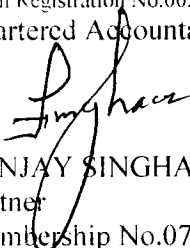
To  
The Members of  
GODAWARI GREEN ENERGY LIMITED

1. We have audited the attached Balance Sheet of GODAWARI GREEN ENERGY LIMITED as at 31st March,2012 and also the Statement of Profit and Loss for the year ended on that date, annexed thereto. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (As Amended) issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Companies Act, 1956, we enclose in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
  - (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (ii) 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;
  - (iii) The Balance sheet and Statement of Profit & Loss dealt with by this report is in agreement with the books of account;
  - (iv) In our opinion, the Balance Sheet and Statement of Profit & Loss dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;



- (v) On the basis of written representations received from the directors, as on 31st March, 2012 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2012 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;
- (vi) In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read together with the notes thereon, give the information required by the Companies Act, 1956, 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 March, 2012; and
- (b) in the case of the statement of profit and loss, of the Profit for the year ended on that date.

For O.P.Singhania & Co.  
(Firm Registration No.002172C)  
Chartered Accountants

  
SANJAY SINGHANIA  
Partner  
Membership No.076961



Raipur, 17<sup>th</sup> May, 2012

Re: GODAWARI GREEN ENERGY LIMITED  
Referred to in paragraph 3 of our report of even date,

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals, which, in our opinion, is reasonable, looking to the size of the company and the nature of its business. According to the information and explanations given to us, no material discrepancies were noticed on such verification
- (c) The company has not disposed off any substantial part of its fixed assets during the year so as to affect its going concern status.
- (ii) As there is no inventory during the year, therefore the provisions of clause 4(ii)(a),(b) and (c) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (iii) (a) The company has granted unsecured loans to two companies covered in the register maintained under section 301 of the companies Act, 1956 during the year. The maximum amount involved during the year was Rs.61.45 Crores and the year-end balance was Rs 53.50 Crores.
- (b) In our opinion, the terms & conditions on which loans have been granted to the companies listed in the register maintained under section 301 of the Companies Act, 1956 are not prima facie prejudicial to the interest of the company except the above loans are interest free.
- (c) The receipt of the principal amount and interest wherever applicable was regular.
- (d) There was no overdue amount of loans granted to a company listed in the register maintained under section 301 of the Companies Act, 1956.
- (e) The company has not taken any secured or unsecured loans from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956, therefore, the provisions of clause 4(ii)(e) to (g) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (iv) In our opinion and according to the information & explanations given to us, there are adequate internal control procedures commensurate with the size of the company and nature of its business for the purchase of fixed assets. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal controls.
- (v) According to the information & explanations given to us, during the year no transactions took place which required to be entered in the register maintained under section 301 of the Companies Act, 1956, therefore the provisions of clause 4(v) (a) & (b) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.



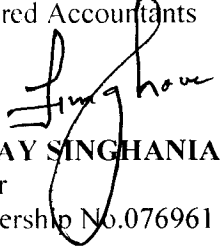


- (vi) In our opinion and according to the information and explanations given to us, the company has not taken any deposits from public, therefore the provisions of clause 4(vi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (vii) In our opinion the company has an internal audit system commensurate with the size and nature of its business.
- (viii) As there is no any manufacturing activity during the year, therefore the provisions of clause 4(viii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (ix) According to the information & explanations given to us, during the year the company is not having any statutory liabilities whether undisputed or disputed as regard to the Provident Fund, Investor Education Protection Fund, Employees' State Insurance, Wealth Tax, Service Tax, Income Tax, Sales Tax, Custom Duty, Excise Duty, Cess and other material statutory dues, therefore, the provisions of clause 4(ix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (x) The company does not have any accumulated losses and has not incurred cash losses during the financial year covered by our audit and also in the preceding financial year.
- (xi) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to the banks.
- (xii) In our opinion and according to the information and explanations given to us, the company has not granted any loans & advances on the basis of security by way of pledge of shares, debentures and other securities, therefore, the provisions of clause 4(xii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiii) In our opinion, the company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xiv) As there are no investments held by the company during the year, therefore the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xv) According to the information and explanations given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly the provisions of clause 4(xv) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xvi) In our opinion, the term loans have been applied progressively for the purpose for which the loans were obtained.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we are of the opinion that, prima facie short-term funds have not been used for long term investment.



- (xviii) According to the information and explanations given to us the company has not made any preferential allotment of shares during the year covered in the register maintained u/s.301 of the Companies Act,1956. Therefore, the provisions of clause 4(xviii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xix) The company has not issued any debentures during the year. Therefore, the provisions of clause 4(xix) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company.
- (xx) The company has not raised any money by public issue during the year. therefore, the provisions of clause 4(xx) of the Companies (Auditor's Report) Order,2003 are not applicable to the company.
- (xxi) In our opinion and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year. Therefore, the provisions of clause 4(xxi) of the Companies (Auditor's Report) Order, 2003 are not applicable to the company

For OPSinghania & Co.  
(Firm Registration No.002172C)  
Chartered Accountants

  
SANJAY SINGHANIA  
Partner  
Membership No.076961



Raipur, 17<sup>th</sup> May, 2012

**Godawari Green Energy Limited**  
**Balance Sheet as at 31st March, 2012**

Particulars	Notes	2012 ₹	2011 ₹
<b>ASSETS AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share capital	3	121,500,000	121,500,000
Reserves and surplus	4	1,090,440,543	1,089,142,437
		<u>1,211,940,543</u>	<u>1,210,642,437</u>
<b>Non-current liabilities</b>			
Long-term borrowings	5	459,942,427	-
		<u>459,942,427</u>	<u>-</u>
<b>Current liabilities</b>			
Short-term borrowings	6	618,399,595	610,000,000
Other current liabilities	7	12,188,899	8,831,048
		<u>630,588,494</u>	<u>618,831,048</u>
<b>TOTAL</b>		<u><b>2,302,471,464</b></u>	<u><b>1,829,473,485</b></u>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed Assets			
- Tangible assets	8	510,142,875	36,746
- Capital work-in-progress including pre-operative ex		865,826,177	19,903,233
Long-term loans and advances	9	446,000	-
		<u>1,376,415,051</u>	<u>19,939,979</u>
<b>Current assets</b>			
Cash & bank balances	10	377,799,024	1,173,534,491
Short-term loans and advances	9	544,876,702	617,267,252
Other current assets	11	3,380,687	18,731,763
		<u>926,056,413</u>	<u>1,809,533,506</u>
<b>TOTAL</b>		<u><b>2,302,471,464</b></u>	<u><b>1,829,473,485</b></u>
<b>Summary of significant accounting policies</b>	2.1		

The accompanying notes are integral part of the financial statements.

As per our report of even date

**For OPSinghania & CO.**

(Firm Reg. No.002172C)

Chartered Accountants

per Sanjay Singhania

Partner

Membership No.076961


Place : Raipur

Date : 17.05.2012



For and on behalf of the Board of Directors of  
 Godawari Green Energy Limited

  
 Siddharth Agrawal  
 Managing Director

  
 J.P. Tiwari  
 Director

  
 Rajnish Gupta  
 Director

  
 Rishi Dave

Company Secretary

**Godawari Green Energy Limited**

Statement of Profit &amp; Loss for the year ended 31st March, 2012

	Notes	2012 ₹	2011 ₹
<b>REVENUE</b>			
Revenue from operations		-	-
Other Income	12	54,468,570	26,378,822
<b>TOTAL REVENUE (I)</b>		<b>54,468,570</b>	<b>26,378,822</b>
<b>EXPENDITURE</b>			
Employees benefits expenses	13	9,828,692	150,000
Other Expenses	14	35,415,099	6,653,614
<b>TOTAL REVENUE (II)</b>		<b>45,243,791</b>	<b>6,803,614</b>
<b>Earnings before interest, tax, depreciation and amortization (EBITDA) (I)-(II)</b>		<b>9,224,779</b>	<b>19,575,208</b>
Depreciation expenses	15	517,890	6,154
Finance costs	16	7,087,048	19,386,617
<b>Profit/(loss) before tax</b>		<b>1,619,840</b>	<b>182,437</b>
<b>Tax expenses</b>			
Current tax		308,660	40,000
Income tax related to earlier year		13,074	-
<b>Total tax expenses</b>		<b>321,734</b>	<b>40,000</b>
<b>Profit/(loss) for the year</b>		<b>1,298,106</b>	<b>142,437</b>
<b>Earnings per equity share [nominal value of share @ Rs.10/- (31st March,2011" Rs.10]</b>	17		
<b>Basic</b>		<b>0.11</b>	<b>0.05</b>
<b>Diluted</b>		<b>0.11</b>	<b>0.05</b>
<b>Summary of significant accounting policies</b>	2.1		

The accompanying notes are integral part of the financial statements.

As per our report of even date

For OPSinghania &amp; CO.

(Firm Reg. No.002172C)

Chartered Accountants

per Sanjay Singhania

Partner

Membership No.076961

Place : Raipur


Date : 17.05.2012

For and on behalf of the Board of Directors of

Godawari Green Energy Limited

  
 Siddharth Agrawal  
 Managing Director

  
 J.P. Tiwari  
 Director

  
 Rajnish Gupta  
 Director

  
 Rishi Dave  
 Company Secretary

# Godawari Green Energy Limited

## Notes to financial statements for the year ended 31st March, 2012

### 1. Corporate information

Godawari Green Energy Ltd. (the company) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is in the process of setting up 50 MW Solar Energy power plant at Nokh, Dist. Jaisalmer, Rajasthan.

### 2. Basis of preparation

- i) The financial statements are prepared under the historical cost convention, on going concern concept and in compliance with the accounting standards as notified by Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 1956.
- ii) The Company follows mercantile system of accounting and recognizes income and expenditure on an accrual basis except those with significant uncertainties.
- iii) The accounting policies have been consistently applied by the Company and except for the changes in accounting policies discussed below, are consistent with those used in the previous

### 2.1 Summary of significant accounting policies

#### a) Change in accounting policy

##### **Presentation and disclosure of financial statements**

During the year ended 31 March, 2012, the revised Schedule VI notified under the Companies Act, 1956, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it 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.

##### **Change in charging of Depreciation from written down value method to straight line**

During the year the company has changed the method of providing depreciation on fixed assets from Written Down Value Method to Straight Line Method at the rates and in the manner is specified in Schedule XIV of the Companies Act, 1956. As a result of this change the value of Net Fixed Assets has increased to the extent of Rs.3660/- and the amount has been credited to the depreciation account. Consequent to above change, the depreciation for the year is also lower by Rs.790509/- resulting overstatement of profit for the year and net fixed assets to that extent.

#### b) Use of Estimates

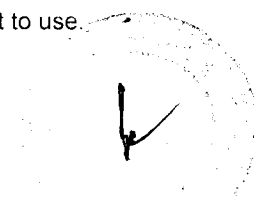
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as on the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

#### c) Tangible Fixed Assets

Tangible Fixed Assets are stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Cost includes taxes, duties, freight, installation and other direct or allocated expenses upto the date of commencement of commercial production.

Gains or losses arising from derecognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

The various expenditure incurred during the construction stage and upto the date of commencement of commercial production for setting-up the relevant project-assets are grouped under the head "Pre-operative Expenditure" and allocated to related fixed assets on pro-rata basis upon completion of project and put to use.



**d) Depreciation**

Depreciation on all tangible assets is provided on Straight Line Method as per the rates and in the manner prescribed in the Schedule XIV to the Companies Act,1956.

**e) Contingent Liabilities**

Liabilities which are material and whose future outcome cannot be reasonably ascertained are treated as contingent and not provided for and disclosed by way of notes to the accounts.

**f) Taxes on Income**

Current Taxes are accounted based on provisions of Income Tax Act,1961. Deferred Taxes are not recognised for those timing differences which reverse in tax holiday period.

**g) Cash and Cash equivalents**

Cash and Cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

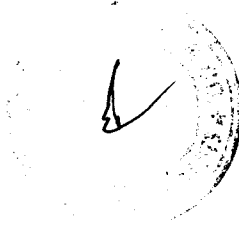
**h) Preliminary Expenses**

Preliminary expenses shall be written off with in five years.

**i) Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a right issue to existing shareholders.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



**Godawari Green Energy Limited**  
**Notes to financial statements for the year ended 31st March, 2012**

	2012 ₹	2011 ₹
<b>3. Share capital</b>		
Authorised shares 25000000 (25000000 ) Equity Share of Rs.10/- each	250,000,000	250,000,000
	<u>250,000,000</u>	<u>250,000,000</u>
Issued, subscribed and fully paid-up shares 12150000 (12150000 ) Equity Shares of Rs.10/- each fully paidup	121,500,000	121,500,000
	<u>121,500,000</u>	<u>121,500,000</u>

**a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

**Equity shares**

	2012		2011	
	No.	₹	No.	₹
At the beginning of the period	12,150,000	121,500,000	50,000	500,000
Issued during the period	-	-	12,100,000	121,000,000
Outstanding at the end of the period	<u>12,150,000</u>	<u>121,500,000</u>	<u>12,150,000</u>	<u>121,500,000</u>

**b. Terms/rights attached to equity shares**

The company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holders of the equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**c. Shares of the company held by holding company**

Out of the equity shares issued by the company, shares held by its holding company are as below:

	2012 ₹	2011 ₹
Equity shares of Rs.10/- each fully paid 12150000 nos. of shares held by Godawari Power & Ispat Limited, Holding company	121,500,000	121,500,000
	<u>121,500,000</u>	<u>121,500,000</u>

**d. Details of shareholders holding more than 5% shares in the company:**

	2012		2011	
	No.	% of holding in the class	No.	% of holding in the class
Equity shares of ₹ 10 each fully paid Godawari Power & Ispat Ltd.	12,150,000	100	12,150,000	100
	<u>12150000</u>	<u>100</u>	<u>12150000</u>	<u>100</u>

# Godawari Green Energy Limited

Notes to financial statements for the year ended 31st March, 2012

## 4. Reserves and Surplus

	2012 ₹	2011 ₹
<b>Securities Premium Reserve</b>		
Balance as per last financial statements	1,089,000,000	-
Addition during the period	-	1,089,000,000
	<u>1,089,000,000</u>	<u>1,089,000,000</u>
<b>Surplus/(deficit) in the statement of profit and loss</b>		
Balance as per last financial statements	142,437	-
Profit/(Loss) for the year	1,298,106	142,437
<b>Net surplus/(deficit) in the statement of profit and loss</b>	<u>1,440,543</u>	<u>142,437</u>
<b>Total reserves and surplus</b>	<u>1,090,440,543</u>	<u>1,089,142,437</u>

## 5. Long-term borrowings

	Non-current portion		Current maturities	
	2012 ₹	2011 ₹	2012 ₹	2011 ₹
<b>Term Loans</b>				
Indian rupee loan from banks (secured)	458,746,658	-	-	-
<b>Other loans and advances</b>				
Other loans (secured)	1,195,769	-	536,915	-
	<u>459,942,427</u>	<u>-</u>	<u>536,915</u>	<u>-</u>
<b>The above amount includes</b>				
Secured borrowings	459,942,427	-		
Unsecured borrowings	-	-		
Amount disclosed under the head "other current liabilities" (note 7)			(536,915)	
<b>Net amount</b>	<u>459,942,427</u>	<u>-</u>	<u>-</u>	<u>-</u>

- a. Indian rupee term loan from Bank of Baroda, Corporation Bank, Vijaya Bank, State Bank of Patiala, Indian overseas Bank and Oriental Bank of Commerce is availed under consortium arrangement. The loan is repayable in 48 Quarterly instalments commencing from 01.04.2014. The loan is secured by first pari passu charge on all immovable properties of the company, both present and future and hypothecation of all tangible movable assets, book debts, receivables, all bank accounts including the Escrow/ Trust & retention a/c, debt service reserve a/c etc. and all intangible including, goodwill, uncalled capital, rights, undertakings etc. of the company, both present and future. The loan is further secured by Assignment of all rights, titles, interest, claims etc of the company in all the Project Documents, insurance policies, clearances, etc and assignment of the company's rights and interests related to the Project under Letter of Credit, guarantee or performance bond provided by any party in favour of the company, for any contract related to the Project, both present and future.
- b. The loan is further secured by Pledge of 51% of the equity shares of the company held by the holding company. In case fresh equity shares will be issued by the company during currency of loan than 51% of the enhanced share capital also will be pledged with the lenders to secure this term loan.
- c. Other Loans are repayable within 3 years from the date of loan viz. 1st March, 2012 and are secured by hypothecation of vehicle.

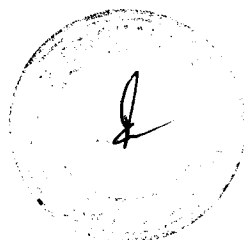
## 6. Short-term borrowings

	2012 ₹	2011 ₹
Buyers Credit facility (secured)	58,399,595	-
Interest free loan and advances from body corporate repayable on demand (unsecured)	560,000,000	610,000,000
	<u>618,399,595</u>	<u>610,000,000</u>
<b>The above amount includes</b>		
Secured borrowings	58,399,595	-
Unsecured borrowings	560,000,000	610,000,000

Buyers Credit Facility availed from Bank of Baroda, Hongkong Branch is secured by way of letter of comfort issued by the lead bank i.e. Bank of Baroda which is within the term loan facility granted to the company.

## 7. Other Current Liabilities

	2012 ₹	2011 ₹
Creditors for capital goods	5,872,964	6,085,438
<b>Other liabilities</b>		
Current maturities of long-term borrowings (note 5)	536,915	-
Other Payable	5,779,020	2,745,510
	<u>12,188,899</u>	<u>8,831,048</u>





## Godawari Green Energy Limited

Notes to financial statements for the year ended 31st March, 2012

### 8. Tangible assets

	Freehold Land ₹	Leasehold Land ₹	Site & Land Development ₹	Computer ₹	Office Equipment ₹	Furniture & Fixtures ₹	Vehicles ₹	Total ₹
<b>Cost or valuation</b>								
At 1 April 2010	-	-	-	-	-	-	-	-
Additions	-	-	-	42,900	-	-	-	42,900
<b>At 31 March, 2011</b>	-	-	-	42,900	-	-	-	42,900
Additions	2,528,793	1,192,731	492,234,586	2,915,890	3,419,106	5,508,998	2,823,915	510,624,019
Disposals	-	-	-	-	-	-	-	-
<b>At 31 March, 2012</b>	2,528,793	1,192,731	492,234,586	2,958,790	3,419,106	5,508,998	2,823,915	510,666,919
<b>Depreciation</b>								
At 1 April 2010	-	-	-	-	-	-	-	-
Charge for the year	-	-	-	6,154	-	-	-	6,154
Disposals	-	-	-	-	-	-	-	-
<b>At 31 March, 2011</b>	-	-	-	6,154	-	-	-	6,154
Charge for the year	-	-	-	268,409	40,391	174,724	34,367	517,890
Disposals	-	-	-	-	-	-	-	-
<b>At 31 March, 2012</b>	-	-	-	274,563	40,391	174,724	34,367	524,044
<b>Net Block</b>								
<b>At 31 March, 2011</b>	-	-	-	36,746	-	-	-	36,746
<b>At 31 March, 2012</b>	2,528,793	1,192,731	492,234,586	2,684,227	3,378,715	5,334,274	2,789,548	510,142,875

# Godawari Green Energy Limited

Notes to financial statements for the year ended 31st March, 2012

## 9. Loans and advances (unsecured, considered good)

	Non-current		Current	
	31st March, 2012	31st March, 2011	31st March, 2012	31st March, 2011
	₹	₹	₹	₹
Security deposit	446,000	-	-	-
Loan to Holding Company	-	-	245,000,000	197,600,000
Loans and advances to related parties (note)	-	-	290,000,000	416,900,000
Advances recoverable in cash or in kind	-	-	2,319,521	169,370.00
Other loans and advances				
Advance income-tax (net of provision)	-	-	7,557,181	2,597,882
<b>Total</b>	<b>446,000</b>	<b>-</b>	<b>544,876,702</b>	<b>617,267,252</b>

### Loans and advances due by directors or other officers etc.

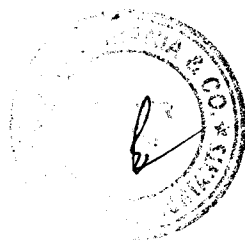
	Non-current		Current	
	31st March, 2012	31st March, 2011	31st March, 2012	31st March, 2011
	₹	₹	₹	₹
<b>Loans and advances to related parties include</b>				
Dues from the Godawari Energy Ltd. in which the company's executive director is a director			290,000,000	416,900,000
			290,000,000	416,900,000

## 10. Cash and bank balances

	Current	
	2012	2011
	₹	₹
<b>Cash and cash equivalents</b>		
<b>Balances with banks:</b>		
On current accounts	178,632,844	3,527,447
Deposits with original maturity of less than three months	102,080,900	1,090,000,000
Cash on hand	19,163	7,044
	<b>280,732,907</b>	<b>1,093,534,491</b>
<b>Other bank balances</b>		
Margin money deposit	97,066,117	80,000,000
	<b>97,066,117</b>	<b>80,000,000</b>
<b>Total</b>	<b>377,799,024</b>	<b>1,173,534,491</b>

## 11. Other assets

	Current	
	31st March, 2012	31st March, 2011
	₹	₹
<b>Others</b>		
Interest accrued on fixed deposits	3,380,687	18,731,763
	<b>3,380,687</b>	<b>18,731,763</b>



**Godawari Green Energy Limited**

Notes to financial statements for the year ended 31st March, 2012

**12. Other Income**

	2012 ₹	2011 ₹
<b>Interest Income</b>		
Bank Deposits	54,348,570	26,378,822
Other non-operating income (net of expenses directly attributable to such income)	120,000	-
	<u>54,468,570</u>	<u>26,378,822</u>

**13. Employee benefit expense**

	2012 ₹	2011 ₹
Salaries, wages and bonus	8,861,880	150,000
Contribution to provident and other fund	138,130	-
Workmen and staff welfare expenses	828,682	-
	<u>9,828,692</u>	<u>150,000</u>

**14. Other Expense**

	2012 ₹	2011 ₹
Rent	1,360,329	-
Travelling Expenses	9,113,128	3,863,403
Communication Expenses	1,630,880	8,686
Printing and Stationery	220,783	74,893
Professional & Legal Fee	14,197,202	1,714,250
Directors Remuneration	1,586,250	-
Payment to Auditor (Refer details below)	33,090	22,060
Miscellaneous Exp.	7,273,437	48,131
Preliminary, Project & Preoperative Expenses Written Off	-	922,131
<b>Total</b>	<u>35,415,099</u>	<u>6,653,614</u>

**Payment to Auditor**

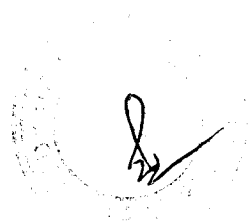
	2012	2011
<b>As auditor :</b>		
Audit fee	22,060	22,060
<b>In other capacity</b>		
Taxation matters	11,030	-
	<u>33,090</u>	<u>22,060</u>

**15. Depreciation and amortization expense**

	2012 ₹	2011 ₹
Depreciation on tangible assets	517,890	6,154
	<u>517,890</u>	<u>6,154</u>

**16. Finance Costs**

	2012 ₹	2011 ₹
Interest		
- on others	2,845,598	-
Bank charges	4,241,450	19,386,617
	<u>7,087,048</u>	<u>19,386,617</u>



# Godawari Green Energy Limited

Notes to financial statements for the year ended 31st March, 2012

## 17. Earnings per share (EPS)

	2012	2011
	₹	₹
Net profit as per profit and loss account	1,298,106	142,437
Net profit for calculation of basic EPS & Diluted EPS	1,298,106	142,437
Weighted average number of equity shares in calculating Basic EPS	12,150,000	3,133,014
Weighted average number of equity shares in calculating Diluted EPS	12,150,000	3,133,014
Basic & Diluted EPS		
- Basic earning per share	0.11	0.05
- Diluted earning per share	0.11	0.05

18. There is no contingent liabilities against the company.

19. Estimated amount of contracts remaining to be executed on capital accounts Rs.45354.06 lacs (Previous Year

20. Information on Related Party as required by Accounting Standard-18, "Related Party Disclosures" issued by The Institute of Chartered Accountants of India, are given below :

### Related Parties

Holding Company	Subsidiary of Holding Company
Godawari Power & Ispat Limited	Godawari Energy Limited

### Key Management Personnel

- Shri Bajrang Lal Agrawal
- Shri Dinesh Gandhi

### Transaction with Related Parties in the ordinary course of business

		2012	2011
Holding Company	Advances Given	47,400,000	197,600,000
	<u>Outstanding at the end of the year</u>		
	Loans & Advances	245,000,000	197,600,000
Subsidiary of Holding Company	Repayment of Advances received	126,900,000	-
	Advances Given	-	416,900,000
	<u>Outstanding at the end of the year</u>		
	Loans & Advances	290,000,000	416,900,000

Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year

Advances Given	2012	2011
Godawari Power & Ispat Limited	47,400,000	197,600,000
Godawari Energy Limited	-	416,900,000

### Repayment of Advances Received

	2012	2011
Godawari Energy Limited	126,900,000	-

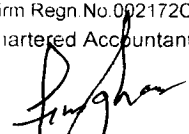
## 21. Expenditure in Foreign Currency

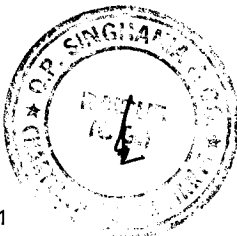
	2012	2011
- For Capital Goods	165,322,623	-
- For Travelling	321,800	-

22. Till the year end 31st March, 2011, the company was using pre-revised Schedule-VI to the Companies Act, 1956, for preparation and presentation of its financial statements. During the year ended 31st March, 2012, the revised Schedule-VI notified under the Companies Act, 1956, has become applicable to the company. The company has reclassified previous year figures to confirm to this year's classification. The adoption of revised Schedule-VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it significantly impacts presentation and disclosures made in the financial statements, particularly presentation of balance sheet.

### For OPSinghania & Co.

(Firm Regn No.002172C)  
Chartered Accountants,


  
Sanjay Singhania  
Partner  
Membership No.076961

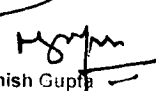


Place : Raipur  
Date : 17.05.2012

For and on behalf of the Board of Directors of  
Godawari Green Energy Limited

  
Siddhant Agrawal  
Managing Director

  
J.P. Tiwari  
Director

  
Rajnish Gupta  
Director

  
Rishi Dave