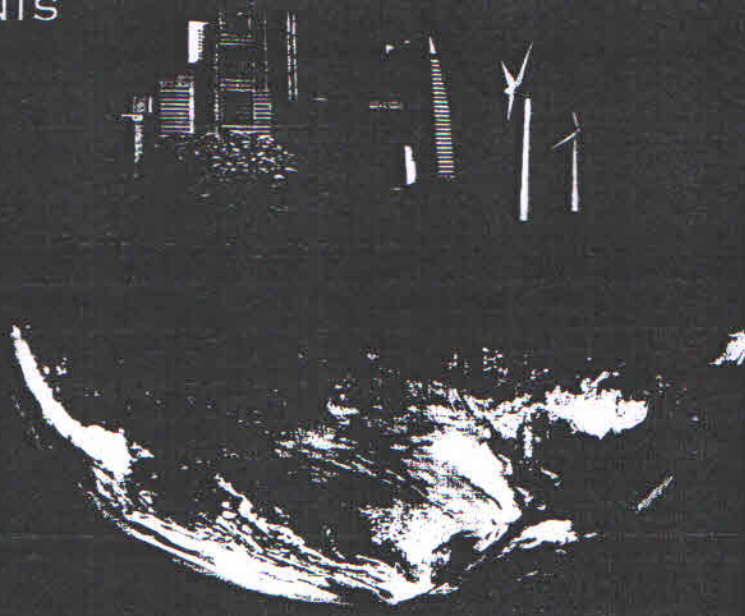
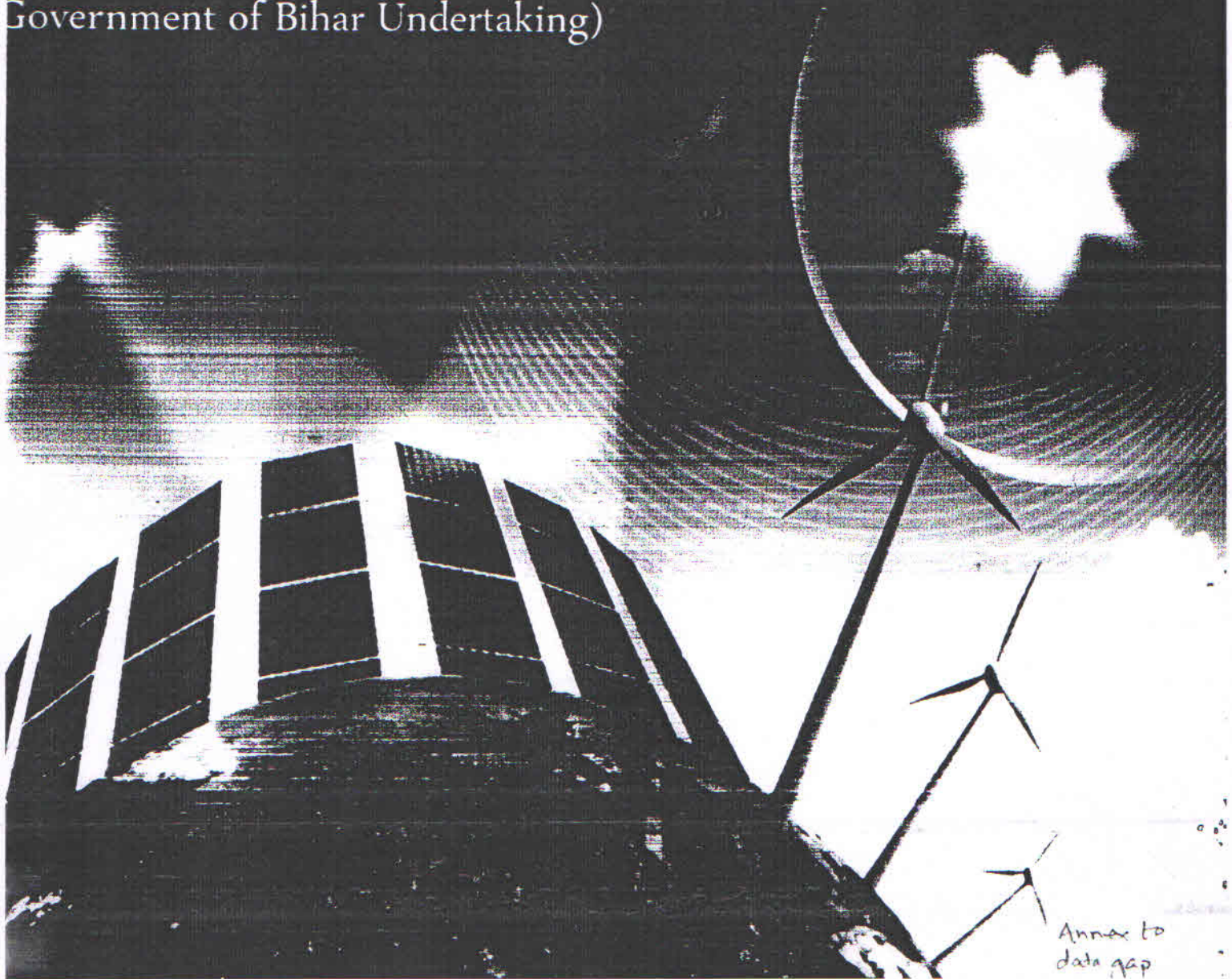


ANNUAL ACCOUNTS  
2015-16



Bihar State Power (Holding) Company Limited  
(Government of Bihar Undertaking)



Annex to  
data gap

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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**BALANCE SHEET AS AT 31st MARCH 2016**

Particulars	Note No.	As At 31st March 2016	As At 31st March 2015
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' funds</b>			
(a) Share capital	2	892396,41,590	147500,00,000
(b) Reserves & surplus	3	59532,16,066	799270,91,799
		<b>951928,57,656</b>	<b>946770,91,799</b>
(2) Share Application Money pending allotment		693191,28,103	-
<b>(3) Non-current liabilities</b>			
(a) Long-term borrowings	4	6741,27,360	7993,19,786
(b) Other Long term liabilities		-	-
(c) Long term provisions		-	-
		<b>6741,27,360</b>	<b>7993,19,786</b>
<b>(4) Current liabilities</b>			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	5	329790,77,484	452428,19,658
(d) Short term provisions		-	-
		<b>329790,77,484</b>	<b>452428,19,658</b>
<b>TOTAL</b>		<b>1981651,90,602</b>	<b>1407192,31,244</b>
<b>II. ASSETS</b>			
<b>(1) Non-current assets</b>			
(a) Fixed assets			
(i) Tangible assets	6	97211,42,565	97156,91,846
(ii) Capital Work in Progress		554,86,664	-
(b) Non-Current Investment	7	1486574,93,357	789392,49,356
(c) Long term loans and advances		-	-
(d) Other non current assets		-	-
		<b>1584341,22,586</b>	<b>886549,41,202</b>
<b>(2) Current assets</b>			
(a) Current Investment		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and bank balances	8	54477,83,632	69433,38,831
(e) Short-term loans and advances	9	549,60,914	537,43,538
(f) Other current assets	10	342283,23,470	450672,07,672
		<b>397310,68,016</b>	<b>520642,90,041</b>
<b>TOTAL</b>		<b>1981651,90,602</b>	<b>1407192,31,244</b>
Significant accounting policies	1	-	-
Notes to the financial statements	17	-	-

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 B Gupta & Co.**  
Chartered Accountants  
(FRN-000933C)

**S. P. SINHA**  
M.No. 014854  
Place:- Patna  
Date:-



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

  
(Kriti Kiran)  
**Company Secretary**  
ACS: 25010

  
(R. Lakshmanan)  
**Director**  
DIN: 06908182

  
(Pratyaya Amrit)  
**Chairman**  
DIN: 01192117

**28 SEP 2016**

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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2016**

Particulars		Note No.	Year ended 31st March 2016	Year ended 31st March 2015
I.	<b>Revenue</b>			
(a)	Revenue from operations Less:- Electricity Duty	-		
(b)	Other income	11	3718,50,332	2796,17,808
(c)	Revenue Subsidies and Grants			-
	<b>Total Revenue</b>		<b>3718,50,332</b>	<b>2796,17,808</b>
II.	<b>Expenses:</b>			
(a)	Power Purchase Cost		-	
(b)	Employee benefits expense	12	1650,94,810	1708,38,589
(c)	Finance costs	13	29,512.98	16,387.05
(d)	Depreciation & Amortisation expenses	14	93,01,539	71,36,729
(e)	Other expenses	15	1974,24,470	1415,78,828
(f)	Prior period items (net)	16	-	(399,52,725)
	<b>Total Expenses</b>		<b>3718,50,332</b>	<b>2796,17,808</b>
III.	<b>Profit/(Loss) before exceptional and extraordinary items and tax (I-II)</b>		-	-
IV.	Exceptional items			
V.	<b>Profit/(Loss) before extraordinary items and tax (III-IV)</b>		-	-
VI.	Extraordinary items			
VII.	<b>Profit/(loss) before tax (V-VI)</b>		-	-
VIII.	Tax expense			
(a)	Current Tax			
(b)	Deferred Tax			
IX.	<b>Profit/(loss) for the year (VII-VIII)</b>		-	-
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	17		

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 B Gupta & Co.**  
Chartered Accountants  
(FRN 000933C)

*S. P. Sinha*  
(Kriti Kiran)  
**S. P. SINHA** Company Secretary  
V.No. 014854 ACS: 25010

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

*R. Lakshmanan*  
(R. Lakshmanan)  
**Director**  
DIN: 06908182

*Pratyaya Amrit*  
(Pratyaya Amrit)  
**Chairman**  
DIN: 01192117



28 SEP 2015

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

		(Amt in Lac)
		<b>2015-16</b>
<b>(A)</b>	<b>Cash flow from operating activities:</b>	
	Net Profit before tax as per Profit & Loss Account	
	<b>Adjusted for:</b>	
	Depreciation	93
	Reduction of Interest Fund	(4,159)
	Reduction of Revoked BG Fund	(1,499)
	Operating Profit before Working Capital Changes	(5,564)
	<b>Adjusted for:</b>	
	Change in Working Capital	(14,261)
	Cash Generated from operations	(19,825)
	<b>Net Cash from Operating Activities</b>	<b>(19,825)</b>
<b>(B)</b>	<b>Cash Flow from Investing Activities</b>	
	Purchase of Fixed Assets	(702)
	Increase in Investments	(6,97,182)
	<b>Net Cash used in Investing Activities</b>	<b>(6,97,885)</b>
<b>(C)</b>	<b>Cash flow from Financing Activities</b>	
	Payment of Long Term Borrowings with Others	(1,252)
	Capital Fund from GoB	7,04,006
	<b>Net Cash from Financing Activities</b>	<b>7,02,754</b>
	Total Cash generated/(lost) (A+B+C)	(14,956)
	Add: Opening Balance as on 01.04.2015	69,433
	Closing Balance as on 31.3.2016	<b>54,478</b>

For **B. GUPTA & CO.**  
Chartered Accountants  
[FRN-009833C]  
  
**(S. P. Sinha)**  
Partner  
(M. No.-014854)

**28 SEP 2016**

### Schedule Change in Working Capital

Particulars	2016	2015	Change
			Amount
<b>Current Assets:</b>			
Short-term loans and advances	550	537	12
Other Current Assets	3,42,283	4,50,672	(1,08,389)
<b>Total</b>	<b>3,42,833</b>	<b>4,51,210</b>	<b>(1,08,377)</b>
<b>Current Liabilities:</b>			
Other Current Liabilities	3,29,791	4,52,428	1,22,637
<b>Total</b>	<b>3,29,791</b>	<b>4,52,428</b>	<b>1,22,637</b>
Change In Working Capital (Increase in Working Capital)			<b>14,261</b>



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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AS ON 31<sup>st</sup> MARCH 2016**

**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. 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.

**C. 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.

**D. Expenditure:**

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

**E. 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.



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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.

**F. 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.

**G. 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.

**H. 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.

**I. 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.

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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016**

**Note 2 Share capital**

Particulars	31st March 2016	31st March 2015
(a) Authorised 15,00,00,00,000 Equity Shares of Rs.10 each	1500000,00,000	200000,00,000
(b) Issued, subscribed and fully paid up 1,47,50,00,000 Equity Shares of Rs.10 each in Previous Year 89,23,96,41,590 Equity Shares of Rs.10 each in Current Year	892396,41,590	147500,00,000
	<b>892396,41,590</b>	<b>147500,00,000</b>

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 the number of shares outstanding: -**

Particulars	As at 31 March 2016		As at 31 March 2015	
	No. of shares	Amount	No. of shares	Amount
Equity Shares at the beginning of the year	14750,00,000	147500,00,000	110,00,000	1100,00,000
Add:- Shares issued during the year	74489,64,159	744896,41,590	14640,00,000	146400,00,000
Equity Shares at the end of the year	89239,64,159	892396,41,590	14750,00,000	147500,00,000

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

Particulars	As at 31 March 2016		As at 31 March 2015	
	No. of shares	% held	No. of shares	% held
Govt. of Bihar	89239,64,159	100%	14750,00,000	100%

2.4 Share application money pending allotment represents application money under the transfer scheme for which shares are to be allotted to Govt. Of Bihar after completion of the transfer scheme.

**Note 3 Reserves & surplus**

Particulars	31st March 2016	31st March 2015
<b>Capital Reserves</b>		
<b>Grant for capital assets</b>		
Opening Balance	745094,91,620	781,12,320
Add: Fund from State Government	850,00,000	-
Add: Grants from State Government	13486,11,000	769195,58,218
	<b>759431,02,620</b>	<b>769976,70,538</b>
Less: Transfer to SBPDCL & NBPDCCL	6549,50,752	24299,16,626
Less: Deffered Income	-	582,62,292
Less: Amount transferred to share application	744896,41,592	-
Closing Balance	<b>7985,10,276</b>	<b>745094,91,620</b>
Interest Earned on Capital Fund	45443,60,369	49602,39,758
Revocation Bank Guarantee of Suppliers/ Contractors	2825,05,421	4323,60,421
	<b>56253,76,066</b>	<b>799020,91,799</b>
<b>Capital Reserve (GOB Fund)</b>	<b>3278,40,000</b>	<b>250,00,000</b>
<b>Surplus in Statement of Profit &amp; Loss</b>		
<b>Total</b>	<b>59532,16,066</b>	<b>799270,91,799</b>





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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016**

**Note 4 Long term borrowings**

Particulars	31st March 2016	31st March 2015
<b>I. Secured</b>		
Total (A)	-	-
<b>II. Unsecured</b>		
State-Government Loans (Un-Planned)	6741,27,360	7993,19,786
Total (B)	6741,27,360	7993,19,786
<b>Total (A+B)</b>	<b>6741,27,360</b>	<b>7993,19,786</b>

**Note 5 Other current liabilities**

Particulars	31st March 2016	31st March 2015
Interest Accrued & Due on long term borrowings	-	-
Deposits and Retentions from Suppliers and Contractors	1938,80,720	1972,19,473
Other Liabilities and Provisions.	7,71,893	5,93,282
Terminal Benefits Liabilities	322597,54,462	431785,54,462
Payable under ADB Scheme	53,00,564	23,25,192
Inter Company Accounts (Note 5A)	4516,29,171	18366,21,943
Suspense	2,259	2,259
Staff related liabilities & provisions	502,38,415.11	275,03,048.11
Advance Rent	175,00,000.00	-
<b>Total</b>	<b>329790,77,484</b>	<b>452428,19,658</b>

**Note 5 A Inter Company Accounts**

Particulars	31st March 2016	31st March 2015
SBPDCL	6665,20,738	18293,20,854
NBPDCL	-3302,21,737	-2479,27,051
BSPGCL	4007,80,333	6720,71,040
BSPTCL	(5313,38,188)	(6066,38,690)
Master Trust	(683,32,476)	-1231,51,095
WIP Unallocated	41,89,903	29,16,287
Online Collection Unallocated	3100,30,598	3100,30,598
<b>Total</b>	<b>4516,29,171</b>	<b>18366,21,943</b>

**Note 6 Fixed Assets**

Particulars	31st March 2016	31st March 2015
Tangible Assets (Separate sheet Attached).	97211,42,565	97156,91,846
Capital WIP	554,86,664	-
<b>Total</b>	<b>97766,29,229</b>	<b>97156,91,846</b>



**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**SCHEDULE OF FIXED ASSETS AS AT 31 Mar 2016**

FIXED ASSETS	Rate	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		As on 01.04.15	Additions during the year	Sale/ Transfer	TOTAL	UPTO 01.04.15	During the year	Adjustment on Sale	Total As on 31.03.16	As on 31.03.16	As on 31.03.16
Land & Land Rights	0.00%	96285,00,000	-	-	96285,00,000	-	-	-	-	96285,00,000	96285,00,000
Building	3.34%	1134,61,295	116,77,414	-	1251,38,709	744,33,168	40,42,857	-	784,76,025	466,62,684	390,28,12
Other Civil Works	3.34%	106,62,257	20,780	-	106,83,037	28,99,692	3,56,758	-	32,56,450	74,26,587	77,62,54
Office Equipment	6.33%	572,06,634	22,51,022	-	594,57,656	231,49,226	36,91,827	-	268,41,053	326,16,603	340,57,44
Plant & Machinery	5.28%	3,03,700	1,03,350	-	4,07,050	22,198	18,262	-	40,460	3,66,590	2,81,51
Vehicles	6.33%	87,83,652	-	-	87,83,652	63,13,695	5,56,005	-	68,69,700	19,13,952	24,69,91
Furniture & Fittings	6.33%	97,80,365	6,99,692	-	104,80,057	61,88,077	6,35,830	-	68,23,907	36,56,150	35,92,21
<b>TOTAL (A) :</b>		<b>98286,97,902</b>	<b>147,52,258</b>	<b>-</b>	<b>98434,50,160</b>	<b>1130,06,056</b>	<b>93,01,539</b>	<b>-</b>	<b>1223,07,595</b>	<b>97211,42,565</b>	<b>97156,91,8</b>
<b>Capital Work In Progress</b>											
Stadium		-	188,11,917	-	188,11,917	-	-	-	-	188,11,917	
Energy Park		-	366,74,747	-	366,74,747	-	-	-	-	366,74,747	
<b>TOTAL (B) :</b>		<b>-</b>	<b>554,86,664</b>	<b>-</b>	<b>554,86,664</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>554,86,664</b>	
<b>GRAND TOTAL</b>		<b>98286,97,902</b>	<b>702,38,922</b>	<b>-</b>	<b>98889,36,824</b>	<b>1130,06,056</b>	<b>93,01,539</b>	<b>-</b>	<b>1223,07,595</b>	<b>97766,29,229</b>	<b>97156,91,8</b>



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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016**

**Note 7 Non-Current Investment**

Particulars	31st March 2016	31st March 2015
<b>(Trade Investment - At Cost)</b>		
<b>Investment in Subsidiaries</b>		
BSPGCL	210542,23,950	34400,00,000
BSPTCL	300000,00,000	200,00,000
SBPDCL	311433,81,220	49400,00,000
NBPDCL	327100,95,080	38500,00,000
<b>Total (A)</b>	<b>1149077,00,250</b>	<b>122500,00,000</b>
<b>Investment in Share Application Money(Transfer Scheme)</b>		
BSPGCL	32102,56,009	166142,23,959
BSPTCL	137308,88,085	171472,73,459
SBPDCL	135805,59,006	164732,00,000
NBPDCL	27000,00,007	163255,77,838
<b>Total (B)</b>	<b>332217,03,107</b>	<b>665602,75,256</b>
<b>Investment in Joint Venture</b>		
Bihar Grid Company Ltd.	4030,90,000	39,74,100
Bihar Power Infrastructure Co. Pvt. Ltd.	1250,00,000	1250,00,000
<b>Total (C)</b>	<b>5280,90,000</b>	<b>1289,74,100</b>
<b>Total (A+B+C)</b>	<b>1486574,93,357</b>	<b>789392,49,356</b>

**Note 8 Cash & Bank Balances**

Particulars	31st March 2016	31st March 2015
<b>Cash &amp; Cash Equivalents</b>		
Cash in Hand	18,926	1,46,410
Cash Imprests with Staff	30,70,841	30,70,841
Balance with Banks		
(i) In Savings Accounts	15026,41,534	4654,57,975
(ii) In Current Accounts	2159,07,706	4907,04,747
(iii) In Deposit Accounts	37073,97,584	59491,66,817
Balance with Administrator CPS	187,47,042	347,92,042
<b>Total</b>	<b>54477,83,632</b>	<b>69433,38,831</b>

**Note 9 Short term loans & advances**

Particulars	31st March 2016	31st March 2015
<b>Unsecured, considered good</b>		
Advances for O & M Supplies/Works	19,32,352.00	12,61,073.00
Loans and Advances to Staff	504,97,650.63	507,80,209.63
Loans and Advances to Others	25,30,911.00	17,02,255.00
<b>Total</b>	<b>549,60,913.63</b>	<b>537,43,537.63</b>



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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016**

**Note 10 Other current assets**

Particulars	31st March 2016	31st March 2015
Other Claims and Receivables	11060,38,972	11087,49,574
Receivable From State Govt. for Terminal Benefits	325218,00,000	434406,00,000
Security Deposit	90,000	55,000
Advance Income Tax / deductions at source	4640,95,545	4388,68,746
Advance Entry tax	5,36,779	5,36,779
Advance VAT	1316,92,146	743,27,545
Advance Central Sales Tax	8,05,150	8,05,150
Service Tax	32,64,878	32,64,878
<b>Total</b>	<b>342283,23,470</b>	<b>450672,07,672</b>

**Note 11 Other Income**

Particulars	31st March 2016	31st March 2015
<b>Interest Income</b>		
Interest from Banks	275,63,599	88,73,794
<b>Total (A)</b>	<b>275,63,599</b>	<b>88,73,794</b>
<b>Other Income</b>		
Miscellaneous Receipts	7,48,375	6,76,864
Cleaning Charges	1,29,970	-
Quarter Rent	16,79,081	24,65,296
Rent from Tenents	91,23,237	81,78,829
Sale of Scrap	20,587	3,82,330
Sale of Tender Paper	50,04,200	8,71,946
Deferred Income	-	582,62,292
Application Fee	127,33,426	-
Success Fee	-	23,17,500
Holding Charges	3148,47,857	1925,88,958
Grant from PFC for Re-structuring	-	50,00,000
<b>Total (B)</b>	<b>3442,86,733</b>	<b>2707,44,014</b>
<b>Total (A+B)</b>	<b>3718,50,332</b>	<b>2796,17,808</b>

**Note 12 Employee benefit expense**

Particulars	31st March 2016	31st March 2015
Salaries	1511,80,980	1590,84,359
Other Allowance	1,60,000	2,51,400
Medical Expenses Re-imbusement	39,02,530	16,99,764
Over Time	4,64,401	4,84,622
Staff Welfare Expenses	9,56,303	8,60,136
Terminal Benefits	84,30,596	84,58,308
<b>Total</b>	<b>1650,94,810</b>	<b>1708,38,589</b>

**Note 13 Finance costs**

Particulars	31st March 2016	31st March 2015
<b>Interest and Finance charges</b>		
Other Bank Charges	29,513	16,387
<b>Total</b>	<b>29,513</b>	<b>16,387</b>



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**BIHAR STATE POWER (HOLDING) COMPANY LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2016**

**Note 14 Depreciation & Amortisation Expenses**

Particulars	31st March 2016	31st March 2015
Depreciation (Separate sheet Attached)	93,01,539	71,36,729
<b>Total</b>	<b>93,01,539</b>	<b>71,36,729</b>

**Note 15 Other expenses**

Particulars	31st March 2016	31st March 2015
<b>Repairs and Maintenance of Assets</b>		
Plant and Machinery	6,113	-
Building	1384,90,108	573,44,676
Civil Works	23,29,133	41,97,918
Line Cable Net Works	23,36,445	32,131
Vehicles	1,91,451	2,02,467
Furniture and Fixture	-	37,440
Office Equipment	4,24,818	15,71,374
<b>Total (A)</b>	<b>1437,78,068</b>	<b>633,86,006</b>
<b>Administration and General Expenses</b>		
Rent, Rates & Taxes	47,25,478	40,78,956
Insurance	56,842	28,954
Telephone charges, Postage & Telex Charges	8,26,665	21,46,175
Legal Charges.	39,29,555	28,90,186
Audit Fees	7,00,875	53,090
Consultancy Charges	47,61,601	54,95,943
Other Professional Charges	345	-
Conveyance & Travel	82,29,574	82,87,986
<b>Other Expenses</b>		
Fees & Subscription	43,11,355	41,13,153
Books & Periodicals	1,09,992	49,25,691
Printing & Stationary	63,91,290	11,99,076
Advertisement	20,40,130	45,53,440
Training & Seminar Expenses	15,01,433	36,51,669
Bill Collection Charges	-	-
Water Charges	25,862	19,386
Electricity Charges	68,15,558	175,43,181
Entertainment Charges	86,29,891	73,95,005
Miscellaneous Expenses	5,89,956	7,97,243
Re-structuring Expenses	-	103,93,300
Compensation	-	6,20,389
<b>Total (B)</b>	<b>536,46,402</b>	<b>781,92,823</b>
<b>Total (A+B)</b>	<b>1974,24,470</b>	<b>1415,78,828</b>

**Note 16 Prior Period Item**

Particulars	31st March 2016	31st March 2015
<b>Incomes</b>		
Income Relating to Previous Years	-	2,39,776
<b>Expenses</b>		
Prior Period Expenses/Losses	-	(397,12,949)
<b>Total</b>	<b>-</b>	<b>(399,52,725)</b>



# BIHAR STATE POWER (HOLDING) COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED AS ON 31<sup>st</sup> MARCH 2016

## Note: 17 Notes to Financial Statement

1. **Corporate Information:** - Bihar State Power (Holding) Company Limited is a Company registered under the Companies Act, 1956 to hold all the shares of newly re-structured Companies namely: North Bihar Power Distribution Company Limited, South Bihar Power Distribution Company Limited, Bihar State Power Transmission Company Limited & Bihar State Power Generation Company Limited in accordance with the 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 2015-2016 has been prepared as per the format prescribed under the Schedule III of the Companies Act 2013 except depreciation on fixed assets which has been provided as per the rate prescribed by CERC.
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 BSPHCL. As the provisional balance sheet notified by the State Government was related to 31st March 2011 and the effective date for operation of the BSPHCL was 1st November, 2012, M/s PFC Consulting Ltd. New Delhi revised the opening balance sheet of BSPHCL based on Annual Accounts of the erstwhile BSEB as on 31st October, 2012.

## 4. Contingent liabilities & Commitments not provided for:

Particulars	(Rs. in crore)	
	As on 31.03.2016	As on 31.03.2015
<b>(i) Contingent Liabilities</b>		
(a) Claims Against the Company not acknowledged as debts	Nil	Nil
(b) Guarantees		
(c) Other money for which the Company is Contingently liable	Nil	Nil
	As per list	As per list
1. Demands against Electricity Duty vide process 3243/13-14, Dated 26.12.13 for the FY 2006-07 to 2012-13 (Appeal Filed Vide Appeal no ED/1 to 6 of 2014, Pending with Appellate Tribunal Commercial Tax.)	192.05	192.05
2. Demands against VAT on Meter Rent for the FY 2005-06 to 2008-09 vide process no. 3794 to 3797 dated 16.01.2013 and for the FY 2009-10 to 2012-13 vide process no. 2545 to 2548 dated 03.12.2014 (Appeal to be Filed before Appellate Tribunal Commercial Tax, Bihar, Patna.)	15.06	15.06
3. Demand against Income Tax (Notice U/s 226(3) of IT Act 1961 vide letter No. 9410 dated 25-03-2014)	6.01	6.01
<b>(ii) Commitments</b>		



(a) Estimated amount of contracts remaining to be executed on capital account and not provided for.	Nil	Nil
(b) Un allocated liability on shares and other investments partly paid.		
(c) Other Commitments		

6. The Net Operating Expenses namely Administrative & General Expenses, Legal & Consultancy Fees etc incurred by BSPHCL have been apportioned in the Ratio of Equity of four subsidiaries as per Schedule "D" Part III of the Bihar State Electricity Reforms Transfer Scheme, 2012 vide notification no. 17 dated 30.10.2012. As a result of this neither any profit nor any loss appears in P&L A/c. For the same reason Basic Earnings per share and Diluted Earnings per share are not being calculated.

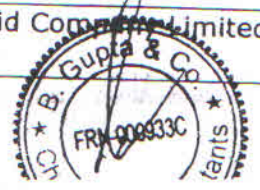
7. The balances of Receivables, Payables, Loans & advances including Inter Company transactions are confirm with the books of accounts and are subject to confirmation and reconciliation, if any.

8. In terms of the transfer scheme dated 30.10.2012 all the employees of the erstwhile 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. 31<sup>st</sup> 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 are to be borne by the respective successor companies. Accordingly as per Actuarial Valuation carried out by M/s PFCCL, the staff related liabilities including terminal benefits upto the effective date of transfer i.e. 31<sup>st</sup> October 2012 was Rs. 5729.89 Crores out of which Rs. 2477.71 Crores have been released by the GOB upto 31.03.2016.

9. Amounts stated in the financial statements are in Indian Rupees and have been rounded off to the nearest rupee.

10. Related party disclosures:

Sl.	Name of Related Party	Nature of Relation	Nature of Transaction	Balance as on 31.03.2016
1	South Bihar Power Distribution Company Limited	Subsidiary Company	Investment in Equity	31,14,33,81,220
			Transaction of Current Nature	66,65,20,738
2	North Bihar Power Distribution Company Limited	Subsidiary Company	Investment in Equity	32,71,00,95,080
			Transaction of Current Nature	33,02,21,737
3	Bihar State Power Generation Company Limited	Subsidiary Company	Investment in Equity	21,05,42,23,950
			Transaction of Current Nature	40,07,80,333
4	Bihar State Power Transmission Company Limited	Subsidiary Company	Investment in Equity	30,00,00,00,000
			Transaction of Current Nature	53,13,38,188
5	Bihar State Power Infrastructure Company Private Limited	Joint Venture	Investment in Equity	12,50,00,000
6	Bihar Grid Company Limited	Joint Venture	Investment in Equity	40,30,90,000



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.

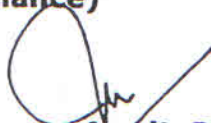
As per our report of even date attached

**For B Gupta & Co.**  
Chartered Accountants  
(FRN 000933C)

  
(S. R. Sinha)  
Partner  
(M. No.-01/854)  
**Nand Kumar Jha**  
General Manager (Finance)

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

  
**R. Lakshmanan , IAS**  
Director

  
**Pratyaya Anrit, IAS**  
CMD

Place: - Patna  
Date: - 28 SEP 2016



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