
INDEPENDENT AUDITORS' REPORT**TO THE MEMBERS OF
SUNIL HITECH ENERGY PRIVATE LIMITED****Report on the Financial Statements**

We have audited the accompanying financial statements of **SUNIL HITECH ENERGY PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 31, 2017, and its loss and its cash flows for the year ended on that date.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rule, 2014.
 - (e) On the basis of written representations received from the directors as on 31st March, 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. Details of Specified Bank Notes (SBN) held and transacted during the period 08.11.2016 to 30.12.2016 have been provided vide Note No. 2.17 in terms of notification No. 307(E) & 308(E) dated 30th March, 2017 issued by Ministry of Corporate Affairs.

For **AWATAR & CO.**
Chartered Accountants
Firm Registration No. 000726N

Brijendra Agrawal

Brijendra Agrawal
Partner
Membership No. : 087787



Place : New Delhi
Date : April 18, 2017

ANNEXURE TO AUDITORS' REPORT

(Referred to in paragraph 1 of our report of even date)

- (i) The Company does not have any tangible and intangible fixed assets. Therefore, the provisions of Clause 3(i) of the Order are not applicable to the Company.
- (ii) The Company does not have inventories. Therefore, the provisions of Clause 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given by the management, the Company has not granted any loans or advances in the nature of loans (except advances in the ordinary course of business) to companies, limited liability partnerships, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, the requirement of Clause 3(iii) of the Order is not applicable.
- (iv) According to the information and explanations given to us, the Company has no Investments, Loans and Guarantees. Hence, the requirement of Clause 3(iv) of the Order is not applicable.
- (v) Based on our scrutiny of the Company's records and according to the information and explanations provided by the management, in our opinion, the Company has not accepted any loans or deposits which are 'deposits' within the meaning of Rule 2(b) of the Companies (Acceptance of Deposits) Rules, 2014.
- (vi) In our opinion and according to the information and explanations given to us, the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us, the Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax, sales-tax, wealth tax, service tax, customs duty, value added tax, excise duty, cess and other statutory dues applicable to it.

According to the information and explanations given, no undisputed amounts payable in respect of income tax, sales tax, value added tax, customs duty and excise duty were outstanding as at 31st March, 2017 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there were no dues in respect of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess which have not been deposited on account of disputes.
- (viii) Based on our audit procedures and according to the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of loans and borrowing to a financial institution, bank or government. The Company has not issued any debentures..
- (ix) According to the records of the Company, the Company has not raised any moneys by way of Initial Public Offer or Further Public Offer. Nor has the Company obtained any term loan. Hence, the requirements of Clause 3(ix) of the Order do not apply to the Company.
- (x) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on the Company by its officers or employees nor any fraud by the Company has been noticed or reported during the course of our audit.
- (xi) Based upon the audit procedures performed and information and explanations given by the management, the Company has not paid/provided managerial remuneration during the year. Hence, the requirements of Clause 3(xi) of the Order is not applicable.



- (xii) In our opinion and to the best of our information and explanations provided by the management, we are of the opinion that the Company is not a nidhi. Hence, the requirements of Clause 3(xii) of the Order do not apply to the Company.
- (xiii) Based upon the audit procedures performed and information and explanations given by the management, we report that there were transactions with the related parties during the year. Therefore, the requirements of Clause 3(xiii) of the Order do not apply to the Company.
- (xiv) Based upon the audit procedures performed and information and explanations given by the management, we report that the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) Based upon the audit procedures performed and information and explanations given by the management, we report that the Company has not entered into any non-cash transactions with directors or persons connected with them.

For **A W A T A R & C O.**
Chartered Accountants
Firm Registration No. 000726N

Brijendra Agrawal

Brijendra Agrawal
Partner
Membership No. : 087787



Place : New Delhi
Date : April 18, 2017

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF **SUNIL HITECH ENERGY PRIVATE LIMITED**

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

We have audited the internal financial controls over financial reporting of **SUNIL HITECH ENERGY PRIVATE LIMITED** ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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



Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **AWATAR & CO.**
Chartered Accountants
Firm's Registration No.: 000726N

Brijendra Agrawal

Brijendra Agrawal
Partner
Membership No.: 087787



Place : New Delhi
Date : April 18, 2017

SUNIL HITECH ENERGY PRIVATE LIMITED

BALANCE SHEET AS AT 31.03.2017

SUNIL HITECH ENERGY PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH 2017

(Amount in Rupees)

Particulars	Note No	As At 31st March 2017	As At 31st March 2016
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2.2	18,72,00,000	18,72,00,000
(b) Reserves and Surplus	2.3	2,21,528	3,08,278
(c) Money received against share warrants		-	-
(2) Share application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-term borrowings	2.5	12,99,58,000	12,99,58,000
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities		-	-
(d) Long-term provisions		-	-
(4) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables		-	-
(c) Other current liabilities	2.7	19,32,00,977	19,31,83,677
(d) Short-term provisions		-	-
Total		51,05,80,505	51,06,49,955
II. Assets			
(1) Non-current assets			
<i>(a) Fixed assets</i>			
(i) Tangible assets		-	-
(ii) Intangible assets		-	-
(iii) Capital work-in-progress	2.8	37,06,00,000	37,06,00,000
(iv) Intangible assets under development		-	-
(v) Incidental Expenses Pending Allocation	2.9	-	-
(b) Non-current investments	2.10	1,00,000	1,00,000
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances	2.11	3,37,82,119	3,37,32,119
(e) Other non-current assets		-	-
(2) Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables		-	-
(d) Cash and cash equivalents	2.12	3,92,050	5,04,142
(e) Short-term loans and advances		-	-
(f) Other current assets	2.13	10,57,06,336	10,57,13,694
Total		51,05,80,505	51,06,49,955

Accounting Policies and Notes on Financial Statements

1 & 2

As per our report of even date

For AWATAR & CO.

Chartered Accountants

Firm Registration No.000726N

Brijendra Agrawal

BRIJENDRA AGRAWAL

(PARTNER)

Membership No. 087787

Place: Noida

Date: 18th April 2017



For and on behalf of the Board

Suren Jain

(Suren Jain)

Director

DIN 00011026

Sunil R. Gutte

(Sunil R. Gutte)

Director

DIN 00165822

SUNIL HITECH ENERGY PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

		(Amount in Rupees)		
	Particulars	Note No	Year Ended 31st March 2017	Year Ended 31st March 2016
I	Revenue from operations		-	-
II.	Other Income	2.14	4,821	1,16,965
III.	Total Revenue (I +II)		4,821	1,16,965
IV.	<u>Expenses:</u>			
	Cost of materials consumed		-	-
	Purchase of Stock-in-Trade		-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		-	-
	Employee benefit expense		-	-
	Financial costs		-	-
	Depreciation and amortization expense		-	-
	Other Expenses	2.15	91,571	1,02,618
	Preliminary & Share issue expenses written off		-	-
	Total Expenses		91,571	1,02,618
V.	Profit before exceptional and extraordinary items and tax (III - IV)		(86,750)	14,347
VI.	Exceptional Items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		(86,750)	14,347
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII - VIII)		(86,750)	14,347
X.	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
	Sub-Total		-	-
XI.	Profit/(Loss) for the year from continuing operations (IX-X)		(86,750)	14,347
XII.	Profit/(Loss) for the period (XI)		(86,750)	14,347
XIII.	Earning per equity share:			
	(1) Basic		(0.005)	0.001
	(2) Diluted		(0.005)	0.001
XIV.	Number of shares used in computing earnings per share:	2.25		
	(1) Basic		18720000	18720000
	(2) Diluted		18720000	18720000

Accounting Policies and Notes on Financial Statements

1 & 2

**As per our report of even date
For AWATAR & CO.
Chartered Accountants
Firm Registration No.000726N**

For and on behalf of the Board

Brijendra Agrawal
**BRIJENDRA AGRAWAL
(PARTNER)
Membership No. 087787
Place: Noida
Date: 18th April 2017**



Suren Jain
**(Suren Jain)
Director
DIN 00011026**

Sunil R. Gutte
**(Sunil R. Gutte)
Director
DIN 00165822**

SUNIL HITECH ENERGY PRIVATE LIMITED

Cash Flow Statement for the period ended 31st MARCH, 2017

	Current Period As At 31st March 2017	(Amount in Rupees) Previous Period As At 31st March 2016
A. Cash flow from Operating Activities		
Net Profit & (Loss) as per P&L Account (before Deferred Tax)	(86,750)	14,347
Add : Preliminary Expenses W/o	-	-
Add : Deprecitaion	-	-
Less: Provision for Income Tax	-	-
Less: DTA	-	-
Net cash from operating activities----'A'	(86,750)	14,347
B. Cash flow from Investing Activities		
<u>Outflow</u>		
(Increase)/Decrease in Investment	-	-
(Increase)/Decrease in Capital work in Progress	-	-
(Increase)/Decrease in Incidental Expenditure pending allocation	-	-
(Increase) in Other Current Assets Loans and Advances	(42,642)	(7,358)
Sub-Total	(42,642)	(7,358)
<u>Inflow</u>		
Increase/(Decrease) in Short-term Borrowing & Other Liabilities	17,300	(85,263)
Net cash flow in investing activities----- 'B'	(25,342)	(92,621)
C. Cash flow from Financing Activities		
<u>Inflow</u>		
Increase in Share Capital	-	-
Increase in Securities Premium	-	-
Increase/(Decrease) in Borrowings	-	(1,10,00,000)
<u>Outflow</u>		
Increase/(Decrease) in Share Application Money	-	-
Net cash in financing activities---- 'C'	-	(1,10,00,000)
Net Increase/(Decrease) in cash or cash equivalents (A+B+C)	(1,12,092)	(1,10,78,274)
Cash & Cash Equivalents at the commencement of the period	5,04,142	1,15,82,416
Cash & Cash Equivalents at the end of the period	3,92,050	5,04,142

As per our report of even date
For AWATAR & CO.
Chartered Accountants
Firm Registration No.000726N

Brijendra Agrawal
BRIJENDRA AGRAWAL
(PARTNER)
Membership No. 087787
Place: Noida
Date: 18th April 2017



For and on behalf of the Board

Suren Jain
(Suren Jain)
Director
DIN 00011026

Sunil R. Gutte
(Sunil R. Gutte)
Director
DIN 00165822

SUNIL HITECH ENERGY PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

COMPANY OVERVIEW

In terms of Joint Venture Agreement dated November 21, 2009 entered into between Sunil Hitech Engineers Limited (SHEL) and Maharashtra State Mining Corporation Limited (MSMC), MSMC Adkoli Natural Resources Ltd. has been formed as JV Company (JVC). Equity participation by MSMC and SHEL (includes its associates) shall be 51:49. Accordingly, the Company has been incorporated as a Special Purpose Vehicle (SPV) to hold 49% equity investment in JVC in place of SHEL. The business of MSMC Adkoli Natural Resources Ltd. is exploration and development of Marki-Zari-Jamni Adkoli Coal Block.

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006 and the provisions of the Companies Act, 1956. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard required a change in the accounting policy hitherto in use.

1.2 Revenue Recognition

Revenue/Income and Cost/Expenditure are accounted for on accrual basis.

1.3 Use of estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of financial statements and reported amounts of income and expenses during the period. Differences between actual results and estimates are recognized in the period in which the results are known/materialize.

1.4 Fixed Assets

Fixed Assets are stated at cost, less accumulated depreciation and impairment, if any. Cost include cost of acquisition/construction, freight, duties, taxes and other incidental expenses related thereto for bringing the assets to its working condition and ready for intended use.

1.5 Capital Work in Progress (CWIP)

Capital work-in-progress comprises of the cost of fixed assets that are not ready for their intended use at the reporting date.

1.6 Incidental Expenditure during Construction Period

Incidental Expenditure incurred on the projects/assets during construction/implementation is capitalized and apportioned to projects/assets on commissioning.

Interest during construction and other attributable "incidental expenditure pending allocation" are allocated to the asset/part of the asset being capitalized on pro-rata basis to their capital expenditure incurred.

1.7 Investments

Non current investments are stated at Cost and where there is permanent diminution in the value of investments, a provision is made wherever applicable. Current investments are states at lower of cost or quoted/fair value. Dividend is accounted for as and when received.

1.8 Depreciation

Depreciation on tangible assets is charged on the basis of useful life and in the manner as prescribed in Schedule II to the Companies Act, 2013.

1.9 Employee Benefits

In view of there being no employees in the Company, accounting policies for employee benefits have not been decided.

1.10 Inventories

There is no inventory and therefore accounting policies for inventories have not been decided.

1.11 Preliminary Expenses

Preliminary expenses are charged to Statement of Profit and Loss in the year in which they are incurred.

1.12 Earnings per share

Basic earnings per equity share is computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed by dividing the net profit after tax by the aggregate of weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

1.13 Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is the one that takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

1.14 Taxes on Income:

Current tax is determined as per the provisions of the Income Tax Act, 1961 in respect of taxable income for the year. Deferred Tax Asset and Deferred Tax Liability is computed as per Accounting Standard (AS-22). Deferred Tax Assets and Deferred Tax Liability are computed by applying tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date.



1.15 Impairment of Assets

If the carrying amount of fixed assets exceeds the recoverable amount on the reporting date, the carrying amount is reduced to the recoverable amount. The recoverable amount is measured as the higher of the net selling price or the value in use determined by the present value of estimated future cash flows.

1.16 Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements. The Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet date.

1.17 Foreign Currency Transactions

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated at year end exchange rates, exchange difference arising on settlement of transaction and translation of monetary items are recognized as income or expense in the year in which they arise, except in cases where they relate to acquisition of fixed assets in which case they are adjusted to the carrying cost of such assets.

1.18 Cash and cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks. The Company considers all investments that are readily convertible to known amounts of cash to be cash equivalents.

1.19 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

2. NOTES ON ACCOUNTS

- 2.1** Sunil Hitech Energy Pvt. Ltd. (SHEPL) was formed as an SPV to hold 49% equity of MSMC Adkoli Natural Resources Limited. MSMC Adkoli Natural Resources Limited (MSMC Adkoli) in turn is a Joint Venture Company of Maharashtra State Mining Corporation Limited (MSMCL) 51% and SHEPL 49%. This company was to develop, mine & sell coal from Marki-Zari-Jamni Adkoli Coal Block. However, this coal block stand de-allocated vide Supreme Court Judgement dated 24.09.2014 and hence purpose of creation of JV between MSMCL and SHEPL stand defeated. Consequently, purpose of making SPV to hold 49% shareholding to hold shares by SHEPL in MSMC Adkoli also stand defeated. However, accounts of Sunil Hitech Energy Pvt. Ltd. have been prepared on the basis of a going concern as the Company is hopeful of settling its dues/ receivables by claims (including incidental expenditure incurred upto 24.09.2014) on MSMC/ disposing off its available assets and liabilities.

Note No	Particulars	Figures for the current reporting period	Figures for the previous reporting period
1	2	3	4
		(Amount in Rupees)	
2.2	Share Capital	As At 31st March 2017	As At 31st March 2016
	Authorized		
	Equity Share Capital 19,000,000 (Previous year 19,000,000) Equity Shares of Rs. 10/- each	19,00,00,000	19,00,00,000
		19,00,00,000	19,00,00,000
	Issued, subscribed & fully paid share capital		
	Equity Share Capital 18,720,000 (Previous year 18,720,000) Equity Shares of Rs. 10/- each fully paid up at par)	18,72,00,000	18,72,00,000
	Total	18,72,00,000	18,72,00,000

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

The Company declares and pays dividend in Indian Rupees. The dividend proposed by the board of directors is subject to approval of the Shareholders in the ensuing Annual General Meeting. However, the board of directors has not proposed dividend for the year.

The reconciliation of the number of equity shares as at 31st March, 2017 and 31st March, 2016 is set out below:

Particulars	As At 31st March 2017	As At 31st March 2016
	Number of shares	Number of shares
Shares outstanding at the beginning	1,87,20,000	1,87,20,000
Shares outstanding at the end	1,87,20,000	1,87,20,000

Details of Shareholders holding more than 5% shares

Name of Shareholder (equity)	As At 31st March 2017	As At 31st March 2016
Sunil Hitech Engineers Limited	2442960 shares:13.05%	2442960 shares:13.05%
Jaypee Development Corporation Limited	9172800 shares:49.00%	9172800 shares:49.00%
SHEL Investments Consultancy Pvt. Ltd.	7104240 shares:37.95%	7104240 shares:37.95%
Total	18720000 shares:100.00%	18720000 shares:100.00%

2.3	Reserves and Surplus	(Amount in Rupees)	
		As At 31st March 2017	As At 31st March 2016
	Surplus		
	Balance at the beginning	3,08,278	2,93,931
	Add: Net Profit after tax transferred from Statement of Profit & Loss	(86,750)	14,347
	Closing balance at the end	2,21,528	3,08,278



Note No	Particulars	Figures for the current reporting period	Figures for the previous reporting period
1	2	3	4
		(Amount in Rupees)	
2.4	Share application money pending allocation	As At 31st March 2017	As At 31st March 2016
	Share Application Money	-	-
	Total	-	-

(Amount in Rupees)			
2.5	Long-term borrowings	As At 31st March 2017	As At 31st March 2016
	Secured	-	-
	Unsecured	-	-
	Loans and advances from related parties (non-interest bearing)	-	-
	Jaypee Development Corporation Ltd.	12,99,58,000	12,99,58,000
	Total	12,99,58,000	12,99,58,000

Long term borrowings are from promoters/ shareholders of the Company. These funds shall be replaced by long term debt and/or capital infusion in due course of time.

(Amount in Rupees)			
2.6	Short-term borrowings	As At 31st March 2017	As At 31st March 2016
	Secured	-	-
	Unsecured	-	-
	Loans and advances from related parties (non-interest bearing)	-	-
	Jaypee Development Corporation Ltd.	-	-
	Total	-	-

(Amount in Rupees)			
2.7	Other current liabilities	As At 31st March 2017	As At 31st March 2016
	Other Payable	1,00,000	1,00,000
	Creditors for Expenses	-	-
	Sweat Money payable to MSMC	18,41,00,000	18,41,00,000
	Audit Fee Payable	11,500	11,450
	Expenses payable	17,250	-
	Statutory Dues - TDS Payable	-	-
	Income Tax Provision (Net of TDS)	-	-
	Interest accrued but not due	89,72,227	89,72,227
	Total	19,32,00,977	19,31,83,677

(Amount in Rupees)			
2.8	Capital Work in progress	As At 31st March 2017	As At 31st March 2016
	Sweat Money paid to Maharashtra State Mining Corporation (MSMC)	37,06,00,000	37,06,00,000
	Total	37,06,00,000	37,06,00,000

(Amount in Rupees)			
2.9	Incidental Expenses pending allocation	As At 31st March 2017	As At 31st March 2016
	Opening Balance	10,56,29,861	10,56,29,861
	Audit Expenses	-	-
	Statutory Audit Fee	-	-
	Audit Expenses	-	-
	Conveyance expenses	-	-
	Fees & Taxes	-	-
	Professional Charges	-	-
	Printing & Stationery	-	-
	Travel & Conveyance	-	-
	Interest	-	-
	Membership & Subscription	-	-
	Misc. Expenses	-	-
	Income-tax expenses	-	-
		10,56,29,861	10,56,29,861
	Less: Interest Received	-	-
	Less: Amount transferred to Incidental Expenditure recoverable	10,56,29,861	10,56,29,861
	Total	-	-



Note No	Particulars	Figures for the current reporting period	Figures for the previous reporting period
1	2	3	4

(Amount in Rupees)

2.10	Non-current investments	As At 31st March 2017	As At 31st March 2016
	Trade Investments		
	In Equity Shares - Unquoted, fully paid up		
	4,900 (Previous year 4,900) Equity share of MSMC		
	Adkoli Natural Resources Ltd. of Rs.10/- each	1,00,000	1,00,000
	Total	1,00,000	1,00,000

Above investments are valued at cost.

(Amount in Rupees)

2.11	Long Term Loans and Advances	As At 31st March 2017	As At 31st March 2016
	Unsecured considered good		
	Loans and advances to others		
	MSMC Adkoli Natural Resources Ltd	3,25,18,537	3,25,18,537
	SHEL Investments Consultancy Pvt. Ltd.	12,63,582	12,13,582
	Total	3,37,82,119	3,37,32,119

(Amount in Rupees)

2.12	Cash and cash equivalents	As At 31st March 2017	As At 31st March 2016
	Cash in hand	341	2,441
	Balances with Bank in Current Account		
	Axis Bank Ltd., Naapur Branch	3,91,709	5,01,701
	FDR with Axis Bank Ltd.		
	Total	3,92,050	5,04,142

2.13	Other Current Assets	As At 31st March 2017	As At 31st March 2016
	Earnest Money Deposited with MSMC	-	-
	Stamp Duty Receivable	71,042	71,042
	Incidental Expenditure Recoverable	10,56,35,294	10,56,35,294
	TDS & Advance Tax	-	7,358
	Total	10,57,06,336	10,57,13,694

2.14	Other Income	Year Ended 31st March 2017	Year Ended 31st March 2016
	Interest income (Gross)(TDS Rs.7,358/-)	4,821	1,16,965.00
	Other non-operating income (net of expenses directly attributable to such income)		
	Total	4,821	1,16,965

(Amount in Rupees)

2.15	Other Expenses	Year Ended 31st March 2017	Year Ended 31st March 2016
	Audit Expenses:		
	Statutory Audit Fee	11,500	11,450
	Reimbursement of Expenses	100	-
	Bank Charges	122	-
	Demat Charges	17,250	16,854
	Filing Fees	1,200	9,000
	Legal & Professional Charges	20,700	21,180
	General Expenses	-	-
	Travelling & Conveyance	-	570
	Underwriting Fees	-	-
	Income Tax Paid	37,637	43,564
	Interest	3,062	-
	Total	91,571	1,02,618

2.16	Contingent Liabilities and Commitments (to the extent not provided for)	As At 31st March 2017	As At 31st March 2016
	Contingent Liabilities	-	-
	Commitments	-	-
	Total	-	-

2.17	In accordance with the amendment to Schedule III of the Companies Act, 2013 by the Central Government through Notification No. 244/2017 dated March 30, 2017, the information regarding Specified Bank Notes (SBN) is given below: -	SBNs	Other Denomination notes	Total
	Closing cash in hand as on 08.11.2016	3000	239	3239
	(+) Permitted receipts	-	-	-
	(-) Permitted payments	-	-	-
	(-) Amount deposited in Banks	3000	-	3,000.00
	Closing cash in hand as on 31.12.2016	-	239	239

2.18 In pursuance of Accounting Standard-28 - Impairment of Assets issued by the Institute of Chartered Accountants of India, the Company has reviewed its carrying cost of assets with value in use (determined based on future earnings)/ net selling price (determined based on valuation). Based on such review, Management is of the view that in the current financial year Impairment of Assets is not considered necessary.

2.19 Pursuant to the JV Agreement between 'Maharashtra State Mining Corporation' (MSMC) and 'Sunil Hi-Tech Engineers Limited' (SHEL), SHEL have since transferred its rights & obligations to 'Sunil Hi-Tech Energy Private Limited' (SHEPL), for allotting coal mining rights to 'MSMC Adkoli Natural Resources Limited' (JV Company), an amount of Rs.74.12 crore is payable in three instalments; out of which the 1st instalment has been paid and provision for 2nd instalment has been made in the Books (forming part of CWIP) is adjustable from 'MSMC Adkoli Natural Resources Limited' on achieving COD of the Project.

2.20 As per the information available with the Company, the Company has no dues to micro and small enterprises during the year ended March 31, 2017 and March 31, 2016.



Note No	Particulars	Figures for the current reporting period	Figures for the previous reporting period
1	2	3	4

2.21 No provision has been made towards Income-tax (Previous Year-Nil), Wealth Tax (Previous Year - Nil) and provision for Deferred Tax Liability of Rs. Nil (Previous Year - Nil) during the year.

2.22 Related Party Disclosures

As per Accounting Standard 18, the disclosures of transactions with related parties are given below:

a) Associate Companies:

- i) Jaypee Development Corporation Limited
- ii) SHEL Investments Consultancy Private Limited
- iii) Sunil Hitech Engineers Limited

Transactions during the period with Related Parties

Transactions related to parties referred in 2.18(a) above:

Nature of Transaction	Related Party	2016-17	2015-16
Loan given	Referred in (a) (ii) above		50,000

2.23 All figures have been rounded off to the nearest rupee.

2.24 Previous year figures have been regrouped/rearranged wherever considered necessary.

2.25	Number of shares calculated in computing earning per share as per provisions of AS-20	As At 31st March 2017	As At 31st March 2016
	Number of Equity Share of Rs.10/- each (opening)	1,87,20,000	1,87,20,000
	Number of Equity Share allotted during the year		
	Number of Equity Share of Rs.10/- each (closing)	1,87,20,000	1,87,20,000
	Weighted Average number of equity shares of calculating Basic EPS	1,87,20,000	1,87,20,000
	Weighted Average number of equity shares of calculating Diluted EPS	1,87,20,000	1,87,20,000

↓



FIXED ASSETS

(in rupees)

PARTICULARS	ORIGINAL COST			Depreciation & Amortization				Net Book Value		
	As on 01.04.2016	Additions During the Period	Deductions/ Retirement during the period	As on 30.03.2017	Up to 31.03.2016	For the Period	Deduction s during the period	Up to 31.03.2017	As on 31.03.2017	As on 31.03.2016
Tangible Assets :										
Land Freehold	-	-	-	-	-	-	-	-	-	-
Land Leasehold	-	-	-	-	-	-	-	-	-	-
Building	-	-	-	-	-	-	-	-	-	-
Plant & Equipment	-	-	-	-	-	-	-	-	-	-
Office Equipment	-	-	-	-	-	-	-	-	-	-
Computer Equipment	-	-	-	-	-	-	-	-	-	-
Furniyure & Fixtures	-	-	-	-	-	-	-	-	-	-
Vehicles	-	-	-	-	-	-	-	-	-	-
Intangible Assets :										
Intellectual Property	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-	-	-	-	-



SUNIL HITECH ENERGY PRIVATE LIMITED

Notes to Cash Flow Statement

1 (Increase)/Decrease in Loans and Advances and Others

Other Current Assets	105713694	105706336
Loans and Advances	33732119	33732119
	139445813	139438455
Less:		
Other Current Assets	105706336.4	105713694
Loans and Advances	33782119	33732119
	139488455.4	139445813
Increase in current assets	(42,642)	(7,358)

2 Increase/(Decrease) in Trade Payables

Current Liabilities	19,31,83,677	19,32,68,940
Short-term borrowing	-	-
	19,31,83,677	19,32,68,940
Less:		
Current Liabilities	19,32,00,977	19,31,83,677
Short-term borrowing	-	-
	19,32,00,977	19,31,83,677
Increase in current liabilities	17,300	(85,263)
Increase in long term borrowings	-	(1,10,00,000)
long term borrowings	12,99,58,000	12,99,58,000
less:		
long term borrowings	12,99,58,000	12,29,58,000

Outflow from Investing activities - (1,10,00,000)

3 Closing in Investment Opening in Investment Outflow in Investment

4 Closing in CWIP	37,06,00,000	370600000
Opening in CWIP	37,06,00,000	370600000
Investment in CWIP	-	0

5 Closing in IEDC	-	0
Opening in IEDC	-	0
Investment in IEDC	-	-

Inflow from financing activities

6 Closing in Share Capital Opening in Share Capital Issued of Share Capital

Closing Amount Of Share Application Money	-	0
Opening Amount Of Share Application Money	-	0
Increase/(Decrease) in Share Application Money	-	0

7 Closing in Term Loan Opening in Term Loan Received in Term Loan

As per our report of even date attached

For AWATAR & CO.

Chartered Accountants

Firm Registration No.000726N

Brijendra Agrawal

BRIJENDRA AGRAWAL

(PARTNER)

Membership No. 087787

Place: Noida

Date: 18th April 2017



For and on behalf of the Board

Suren Jain

(Suren Jain)

Director

DIN 00011026

Sunil R. Gutte

(Sunil R. Gutte)

Director

DIN 00165822