

DUA & ASSOCIATES

CHARTERED ACCOUNTANTS

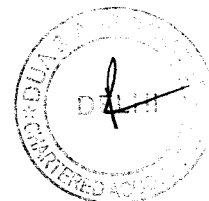
3404, MADAN MARKET, HAKIM BAQA STREET, HAUZ QAZI, DELHI-110 006
PHONES : OFF. 23266606. 43658770, 23252307 FAX : 23252307 MOBILE: 9810026954. 9810680210

Auditor's Report

- 1) We have audited the attached Balance Sheet of M/s National High Power Test Laboratory Pvt. Ltd. As at 31st March, 2012 and the related profit & Loss Account for the period ended 31.03.2012 annexed thereto, which we have signed under reference to this report. 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 have conducted our audit in accordance with auditing standard generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is 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 estimate 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 issued by the Central Government in terms of sub-section (4A) of Section 227 of the Companies Act, 1956 of India (the Act) and on the basis of such books and records of the company as we considered appropriate and according to the information and explanations given to us, we further report that:
 - I. (a) The Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.
(b) The fixed assets of the company have been physically verified by the management during the year and no material discrepancies between the books records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.
(c) In our opinion, according to the information and explanation given to us, no substantial part of fixed assets has been disposed off by the company during the year.
 - II. No inventory was held during the period.
 - III. The company has neither granted nor taken any loans, secured or unsecured, to/from companies, firm or parties covered in the register maintained under section 301 of the Act.
 - IV. In our opinion and according to the information and explanation given to us, no transaction that needs to be entered in the register in pursuance to Section 301 of the Act has been transacted.
 - V. The company has not accepted any deposits from the public within meaning of Section 58A, 58AA of the Act and the rules framed there under.



- VI. In our opinion there are adequate internal control procedures commensurate with the size of the company. Further, on the basis our examination of the books and records of the company and according to information and explanations given to us, we have neither come across nor have been informed of any major weakness in the aforesaid internal control procedures.
- VII. The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Act.
- VIII. (a) According to the information and explanations given to us and the records of the company examined by us, in our opinion, undisputed statutory dues have been regularly deposited.
(b) According to the information and explanations given to us and the records of the company examined by us, there were no disputed dues on account of Sales Tax, Income Tax, Service Tax etc.
- IX. The Company was incorporated on 22.05.2009; hence this Para is not applicable.
- X. According to the records of the company examined by us and the information and explanation given to us, the company has not taken any loan or financial assistance from any bank or financial institution, hence, this Para is not applicable.
- XI. No loans & advances on the basis of security by way of pledge of shares, debentures & other securities have been granted.
- XII. The provisions of any special statute applicable to chit fund / societies are not applicable to the company.
- XIII. In our opinion, the company is not a dealer or trader in shares, securities, debentures and other investments.
- XIV. According to the information and explanation given to us the company has not given any guarantee for loan taken by others from banks or financial institution during the year.
- XV. In our opinion, and according to the information and explanation given to us, the company has not taken any term loan.
- XVI. On the basis of overall examination of the balance sheet of the company, in our opinion and according to the information and explanation given to us, the company has not raised any fund on a short term basis which have been used for long term investments, and vice versa.
- XVII. The company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.



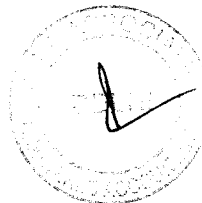
XVIII. The company has not issued any debentures during the period; hence this Para is not applicable.

XIX. The company has not raised any money by public issues during the year. Hence, this Para is not applicable.

XX. During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India. and according to the information and explanation given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor we have been informed of such case by the management.

Further to and in terms of the above, we also report that:-

- I. We obtained all the information and explanation which, to the best of our knowledge and belief, were necessary for the purpose of our audit.
- II. In our opinion, proper books of accounts, 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 Profit & Loss Accounts dealt with by this report are in agreement with the books of account.
- IV. In our opinion the attached Balance Sheet and profit & Loss accounts dealt with by this report comply with the accounting standards referred to in section 211 (3C) of the Companies Act, 1956.
- V. On the basis of representation received from the directors of the company, we report that no director is disqualified from being appointed as director of the company under 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 explanation given to us, the said statement of account, read together with notes as appearing in schedule, 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 case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2012.
 - (b) In case of Profit & Loss Account,/Statement of expenditure during construction period for the year ended 31st March, 2012.



Place: Delhi
Date: 30/04/2012

For M/s Dua & Associates
Chartered Accountants

Chanchal Talwar

CA Chanchal Talwaria
Partner

M. No.: 090701

Firm No.: 00669N

National High Power Test Laboratory Private Limited
NTPC Bhawan, Core-7, SCOPE Complex, Lodhi Road, Delhi-110003

Significant Accounting Policies

1 Basis of Preparation

The financial statements are prepared on accrual basis of accounting under historical cost convention in accordance with generally accepted accounting principles in India and the relevant provisions of the Companies Act, 1956 including accounting standards notified there under.

2 Use of Estimates

The preparation of financial statements requires estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses during the reporting period. Although such estimates and assumptions are made on a reasonable and prudent basis taking into account all available information, actual results could differ from these estimates & assumptions and such differences are recognized in the period in which the results are crystallized.

3 Fixed Assets

- a. Fixed Assets are carried at historical cost less accumulated depreciation.
- b. Intangible assets are stated at their cost of acquisition less accumulated amortisation.

4 Capital Work in Progress

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

5 Foreign Currency Transaction

- a. Foreign currency transactions are initially recorded at the rates of exchange prevailing on the date of transaction.
- b. At the balance sheet date, foreign currency monetary items are reported using the closing rate.
- c. Exchange differences arising from transaction of foreign currency are recognised in the period in which they arise.

6 Profit & Loss Account

a. Expenditure

Depreciation is charged on straight line method at the rates specified in schedule XIV of the companies act, 1956 except for the following assets at the rates mentioned below:

Personal Computer and Laptops including peripherals	19%
Photocopiers and fax machines	19%

- b. Depreciation on additions to/deductions from fixed assets during the year is charged on pro-rata basis from/up to the month in which asset is available for use/disposal.
- c. Assets costing up to ₹ 5,000/- are fully depreciated in the year of acquisition.
- d. Cost of software recognized as intangible asset, is amortised on straight line method over a period of legal right to use or 3 years, whichever is earlier.
- e. Preliminary expenses on account of new projects incurred prior to approval of feasibility report/ techno economic clearances are charged to revenue.



- f. Prepaid expenses and Prior Period Expenses /Income of Items of Rs. 1,00,000/- and below are charged to natural heads of accounts.

7 Provisions and Contingent Liabilities

A provision is recognised when the company has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made. Provisions are determined based on management estimate required to settle the obligation at the balance sheet date and are not discounted to present value. Contingent liabilities are disclosed on the basis of judgment of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

8 Cash Flow Statement

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



National High Power Test Laboratory Private Limited
NTPC Bhawan, Core-7, SCOPE Complex, Lodhi Road, New Delhi-110003

Balance Sheet

(All amount in ₹)

As at March 31,	Note No.	2012	2011
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	10,50,00,000	10,50,00,000
Reserves and surplus	3	(2,29,64,050)	(2,29,64,050)
Share application money pending allotment	4	45,87,50,000	-
Non Current Liabilities			
Other Long Term Liabilities	5	34,58,308	7,613
Current Liabilities			
Trade payables	6	17,06,561	13,39,103
Other current liabilities	7	90,827	14,72,592
Total		54,60,41,646	8,48,55,258
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	8	9,59,728	9,67,429
Intangible assets	8	1,01,786	1,19,203
Capital work-in-progress	9	7,50,34,655	3,56,61,503
Long Term Loans & Advances	10	24,58,29,457	-
Current assets			
Cash and Bank Balances	11	21,87,32,703	4,75,72,465
Short-term Loans and Advances	12	16,15,059	2,36,205
Other current assets	13	37,68,258	2,98,453
Total		54,60,41,646	8,48,55,258

Significant Accounting Policies

1

Notes 1 to 28 form an integral part of accounts.




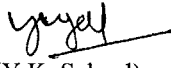
For DUA & Associates
Chartered Accountants
Firm Regn No. 006690

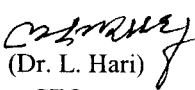
CA. Chanchal Talwaria
(Partner)

M.No. 090701

For and on behalf of Board of Directors of
National High Power Test Laboratory Pvt. Ltd.


(Nain Singh)
Chairman


(Y.K. Sehgal)
Director


(Dr. L. Hari)
CEO

Date: 30/04/2012

Place: New Delhi

National High Power Test Laboratory Private Limited
NTPC Bhawan, Core-7, SCOPE Complex, Lodhi Road, New Delhi-110003

Statement of Profit & Loss

(All amount in ₹)

For the year ended March, 31	Note No.	2012	2011
Other Income	14	-	1,21,684
Total Revenue		-	1,21,684
Expenses			
Employee Benefits Expense	15	-	4,27,264
Depreciation and amortization expenses	8	-	9,596
Administration & Other Expenses	16	-	2,74,587
Total Expenses		-	7,11,447
Profit before exceptional and extraordinary items and tax		-	(5,89,763)
Exceptional Items		-	-
Profit before extraordinary items and tax		-	(5,89,763)
Extraordinary Items		-	-
Profit before tax		-	(5,89,763)
Tax expense:			
Current tax		-	-
Deferred tax		-	-
Profit/(Loss) for the period		-	(5,89,763)
Earning per equity share:			
Basic		-	(0.12)
Diluted		-	(0.12)

Significant Accounting Policies 1
Expenditure During Construction Period (net) 17
Notes 1 to 28 form an integral part of accounts.



For DUA & Associates
Chartered Accountants
Firm Regn No. 00669N
Chanchal Talwar
CA. Chanchal Talwaria
(Partner)
M.No. 090701

For and on behalf of Board of Directors of
National High Power Test Laboratory Pvt. Ltd.

Nain Singh
(Nain Singh)
Chairman

Y.K. Sehgal
(Y.K. Sehgal)
Director

Dr. L. Hari
(Dr. L. Hari)
CEO

Date: 30/04/2012
Place: New Delhi

National High Power Test Laboratory Private Limited
NTPC Bhawan, Core-7, SCOPE Complex, Lodhi Road, New Delhi-110003

Cash Flow Statement

(All amount in ₹)

For the year ended March 31,	2012	2011
(A) Cash Flow from Operating Activities		
Net Profit before Tax	-	(5,89,763)
Adjustments for:		
Depreciation	-	9,596
Operating Profit before Working Capital changes	-	(5,80,167)
Adjustments for:		
(Increase) / Decrease in Current Assets	(48,48,659)	(1,71,180)
Increase / (Decrease) in Current Liabilities	(10,14,307)	(1,41,34,516)
Net Cash used in Operating Activities (A)	(58,62,966)	(1,48,85,863)
(B) Cash Flow from Investing Activities		
Purchase of Fixed Assets	(1,75,125)	(7,96,820)
Transferred to Capital Work in Progress excluding Dep.	(3,91,72,909)	(3,55,04,570)
Increase in other Non Current Assets	(24,58,29,457)	-
Increase in Non Current Liabilities	34,50,695	7,613
Net Cash used in Investing Activities (B)	(28,17,26,796)	(3,62,93,777)
(C) Cash Flow from Financing Activities		
Issue of Equity Shares	-	7,00,00,000
Receipt of Share Application Money	45,87,50,000	-
Net Cash from Financing Activities (C)	45,87,50,000	7,00,00,000
Net Increase / Decrease in Cash & Cash Equivalents (A+B+C)	17,11,60,238	1,88,20,360
Cash & Cash Equivalents at the beginning of the year (See Note-1 below)	4,75,72,465	2,87,52,105
Cash & Cash Equivalents at the end of the year (See Note-1 below)	21,87,32,703	4,75,72,465

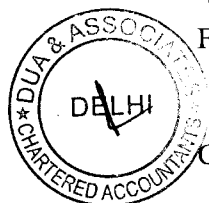
NOTES

- 1 Cash and Cash equivalents consists of balances with banks. Cash and Cash equivalents included in the cash flow Statement comprise of following balance sheet amounts

Cash and Cash equivalents (as per Note 11)	-	1,95,00,000
Other Bank Balances -Others as per Note 11*	21,36,60,783	85,72,465
Other Bank Deposits held as Margin Money as per Note-11	50,71,920	1,95,00,000
Cash and Cash equivalents as restated (Cash and bank balances as per Note 11)	21,87,32,703	4,75,72,465


- 2 Previous Year's figures have been regrouped/rearranged wherever considered necessary.


For DUA & Associates
Chartered Accountants
Firm Regn No. 00669N

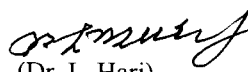


CA. Chanchal Talwaria
(Partner)
M.No. 090701

For and on behalf of Board of Directors of
National High Power Test Laboratory Pvt. Ltd.


(Nain Singh)
Chairman


(Y.K. Sehgal)
Director


(Dr. L. Hari)
CEO

Date: 30/04/2012
Place: New Delhi

Note No. 2

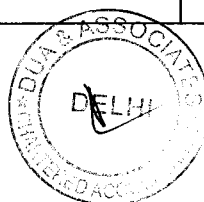
(All amount in ₹)

As at March 31,	2012	2011								
SHARE CAPITAL										
Equity Share Capital										
AUTHORISED										
12,00,00,000 shares of par value of ₹ 10/- each (previous year 3,00,00,000 shares of par value of ₹10/- each)	1,20,00,00,000	30,00,00,000								
ISSUED, SUBSCRIBED AND FULLY PAID-UP										
1,05,00,000 shares of par value of ₹10/- each (previous year 1,05,00,000 shares of par value of ₹10/- each)	10,50,00,000	10,50,00,000								
<p>a) During the year, the Company has not issued/bought back any shares.</p> <p>b) The Company has only one class of equity shares having a par value of Rs. 10/- per share. The holders of the equity shares are entitled to receive dividends as declared from time to time, and are entitled to voting rights proportionate to their share holding at the meetings of shareholders.</p> <p>c) During the year ended 31st March 2012, the Company has neither declared nor paid any dividend to equity share holders.</p> <p>d) 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.</p> <p>e) The details of shareholders of the Company holding more than 5 percent of the equity shares are as</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 80%;">i) NTPC Ltd.</td> <td style="text-align: right;">25%</td> </tr> <tr> <td>ii) NHPC Ltd.</td> <td style="text-align: right;">25%</td> </tr> <tr> <td>iii) Power Grid Corporation of India Ltd.</td> <td style="text-align: right;">25%</td> </tr> <tr> <td>iv) Damodar Valley Corporation</td> <td style="text-align: right;">25%</td> </tr> </table> <p>f) During the year a new JV Partner i.e. Central Power Research Institute, Bangalore has been included as 5th equal equity partner. accordingly the JV Agreement has been revised and approved by Board and Existing JV Partners. Inclusion of CPRI has been approved by the Members of the Company in their EGM held on 24.02.2012.</p>			i) NTPC Ltd.	25%	ii) NHPC Ltd.	25%	iii) Power Grid Corporation of India Ltd.	25%	iv) Damodar Valley Corporation	25%
i) NTPC Ltd.	25%									
ii) NHPC Ltd.	25%									
iii) Power Grid Corporation of India Ltd.	25%									
iv) Damodar Valley Corporation	25%									

Note No. 3

(All amount in ₹)

Particulars	As at 31.03.2012	As at 31.03.2011
RESERVES & SURPLUS		
Surplus		
As per last Balance Sheet	(2,29,64,050)	(2,23,74,287)
Add: Profit/(Loss) for the year from statement of Profit & Loss	-	(5,89,763)
Net Surplus	(2,29,64,050)	(2,29,64,050)



Note No. 4

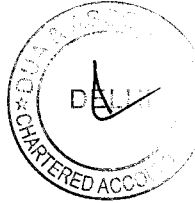
(All amount in ₹)

SHARE APPLICATION MONEY PENDING ALLOTMENT

Share Application Money have been received as follows:

1) NHPC Ltd.	12,25,00,000
2) Power Grid Corporation of India Ltd.	6,50,00,000
3) Damodar Valley Corporation	12,25,00,000
4) Central Power Research Institute	14,87,50,000
Total	45,87,50,000

1. Equity shares of ₹ 10/- each pari passu with existing shareholders are to be issued to above shareholders.
2. Number of equity shares of ₹ 10/- each proposed to be issued to above parties is 4,58,75,000
3. Expected date for allotment of shares to above parties is June 2012
4. The authorised share capital of the Company is ₹ 120.00 Crore which is sufficient to cover the share capital amount on allotment of shares out of above share application money.
5. No amount is refundable out of above share application money,
6. The allotment of above share out of above share application money is pending due to non - receipt of some share application money from 2 parties.



Note No. 5**(All amount in ₹)**

As at March 31,	2012	2011
Other Long Term Liabilities		
Deposits		
Contract Security of M/s CESI	28,62,345	-
Contract Security of M/s CPRI	5,85,694	-
Contract Security of Computers & Other Equipments	10,269	7,613
Total	34,58,308	7,613

Note No. 6**(All amount in ₹)**

As at March 31,	2012	2011
TRADE PAYABLES		
For goods and services*	17,06,561	13,39,103
Total	17,06,561	13,39,103

*Current Year Nil (Previous Year NIL)amount is payable to Micro Small & Medium Enterprises.

Note No. 7**(All amount in ₹)**

As at March 31,	2012	2011
Other Current Liabilities		
Deposits	1,000	-
Book Overdraft in Bank Current Account	89,827	14,72,592
Total	90,827	14,72,592



Note No. 8**NON-CURRENT ASSETS****TANGIBLE ASSETS**

(All amount in ₹)

	Gross Block			Depreciation/Amortisation			Net Block	
	As at 01.04.2011	Additions	As at 31.03.2012	Upto 01.04.2011	For the year	Upto 31.03.2012	As at 31.03.2012	As at 31.03.2011
EDP Machines	4,70,295	46,200	5,16,495	1,03,908	94,169	1,98,077	3,18,418	3,66,387
Furniture & Fixtures	6,14,060	14,222	6,28,282	25,801	38,655	64,456	5,63,826	5,88,259
Electrical Installations	13,201	-	13,201	418	836	1,254	11,947	12,783
Office Equipments	-	66,950	66,950	-	1,413	1,413	65,537	-
Total	10,97,556	1,27,372	12,24,928	1,30,127	1,35,073	2,65,200	9,59,728	9,67,429
Previous year	3,64,319	7,33,237	10,97,556	19,969	1,10,158	1,30,127	9,67,429	3,44,350

INTANGIBLE ASSETS

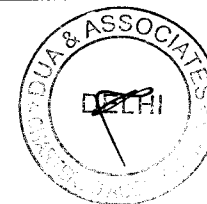
(All amount in ₹)

	Gross Block			Amortisation			Net Block	
	As at 01.04.2011	Additions	As at 31.03.2012	Upto 01.04.2011	For the year	Upto 31.03.2012	As at 31.03.2012	As at 31.03.2011
Software	1,87,657	47,750	2,35,407	68,454	65,169	1,33,623	1,01,784	1,19,203
Right of Use-Land*	-	3	3	-	1	1	2	-
Total	1,87,657	47,753	2,35,410	68,454	65,170	1,33,624	1,01,786	1,19,203
Previous year	1,24,074	63,583	1,87,657	12,083	56,371	68,454	1,19,203	1,11,991

*The land for establishing the Laboratory has been provided by Power Grid Corporation of India Ltd on user right basis by way of license for a period of 15 years subject to renewal on mutually agreed terms & conditions. The license fee shall be charged @ ₹ 1 per annum for an initial period of 3 years, thereafter it shall be revised every three years. The MOU in this regard has been signed on 01.03.2012 between POWERGRID & the Company.

Depreciation/amortisation of Tangible and Intangible Assets for the year is allocated as given below:

For the Year ended March 31,	2012	2011
Charged to Statement of Profit & Loss	-	9,596
Transferred to expenditure during construction period (net)-Note-17	2,00,243	1,56,933
	2,00,243	1,66,529

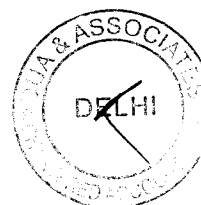


Note No. 9

NON-CURRENT ASSETS

(All amount in ₹)

Particulars	As at 01.04.2011	Additions	Deductions & Adjustments	Capitalised	As at 31.03.2012
CAPITAL WORK-IN-PROGRESS					
Survey, investigation, consultancy and supervision charges	2,87,77,560	3,01,35,899	-	-	5,89,13,459
Expenditure during construction period (net) -Note-17	68,83,943	50,63,801	-	-	1,19,47,744
Boundary Wall	-	4,96,948	-	-	4,96,948
Approach Road	-	36,76,504	-	-	36,76,504
Total	<u>3,56,61,503</u>	<u>3,93,73,152</u>	<u>-</u>	<u>-</u>	<u>7,50,34,655</u>
Previous year	-	3,56,61,503	-	-	3,56,61,503



Note No. 10

(All amount in ₹)

As at March 31,	2012	2011
Long term Loans And Advances		
Capital Advances		-
Advances to POWERGRID for Project execution Unsecured, considered good	24,29,26,548	
Other Loans & Advances		
Cenvat Credit of Service Tax Unsecured, considered good	29,02,909	
Total	24,58,29,457	-

Note No. 11

(All amount in ₹)

As at March 31,	2012	2011
Cash & Bank Balances		
Cash & cash equivalents		
Balances with Banks		
Deposits with original maturity of less than three months	-	1,95,00,000
Other bank balances		
Deposits with original maturity of more than three months	21,36,60,783	85,72,465
Deposits held as Margin Money	50,71,920	1,95,00,000
Total	21,87,32,703	4,75,72,465

Note No. 12

(All amount in ₹)

As at March 31,	2012	2011
Short term Loans And Advances		
Advances		
Tax Deducted at Source	16,15,059	2,36,205
Total	16,15,059	2,36,205

Note No. 13

(All amount in ₹)

As at March 31,	2012	2011
Other Current Assets		
Interest accrued on Deposits with Bank & Others	37,68,258	2,98,453
Total	37,68,258	2,98,453



Note No. 14**(All amount in ₹)**

For the Year Ended March 31,	2012	2011
Other Income		
Interest from Deposits with Bank & Others	1,61,63,104	15,44,090
Exchange Differences	-	2,31,003
DTAA Benefit	-	17,79,033
LD Recovered	-	65,005
	1,61,63,104	36,19,131
Less: Transferred to expenditure during construction period (net)-Note-17	1,61,63,104	34,97,447
Total	-	1,21,684

Note No. 15**(All amount in ₹)**

For the Year Ended March 31,	2012	2011
Employee Benefits Expense		
Salaries and wages	1,07,07,574	55,96,691
Contribution to provident and other funds	7,78,935	4,14,541
Welfare expenses	2,86,837	2,89,563
	1,17,73,346	63,00,795
Less: Transferred to expenditure during construction period (net)-Note-17	1,17,73,346	58,73,531
Total	-	4,27,264



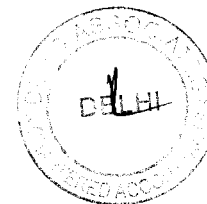
Note No. 16**(All amount in ₹)**

For the Year Ended March 31,	2012	2011
Administration & Other Expenses		
EDP Expenses	-	11,007
Payments to the Statutory Auditor		
Audit Fee	20,000	10,000
For other services	5,000	-
Reimbursement of Expenses-Service Tax	2,974	
Internal Audit Fees including reimbursement of expenses	21,545	11,030
Bank Charges	52,341	36,111
Books & Periodicals	8,465	8,785
Consultancy & Certification	1,30,914	24,943
Electricity	21,600	21,600
Exchange Fluctuation	43,986	-
Entertainment & Hospitality	71,279	50,580
Advertisement & Publicity	2,57,078	1,72,068
Insurance Expenses	4,580	4,445
Legal Expenses & ROC Fees	51,08,230	13,03,658
Meeting Expenses	66,276	66,354
Miscellaneous Expenses	20,558	15,579
Postage & Courier	1,308	22,160
Printing & Stationery	1,33,775	88,676
Reimbursement of Rent & Maintenance	26,55,478	21,67,014
Repairs & AMC Charges	41,498	14,195
Telephone Expenses	71,987	67,722
Travelling Expenses	4,66,035	5,11,137
Training & Seminars	34,000	9,000
Website Expenses	14,409	9,449
	92,53,316	46,25,513
Less: Transferred to expenditure during construction period (net)-Note-17	92,53,316	43,50,926
Total	-	2,74,587



Note No. 17**(All amount in ₹)**

For the Year Ended March 31,	2012	2011
Expenditure During Construction Period (Net)		
A. Employee Benefits Expense	1,17,73,346	58,73,531
B. Depreciation and Amortisation	2,00,243	1,56,933
C. Administration and Other Expenses		
EDP Expenses	-	11,007
Statutory Audit Fees & Other expenses	27,974	8,973
Internal Audit Fees & out of pocket expenses	21,545	9,897
Bank Charges	52,341	19,441
Books & Periodicals	8,465	8,785
Consultancy & Certification	1,30,914	22,736
Electricity	21,600	19,381
Exchange Fluctuation	43,986	-
Entertainment & Hospitality	71,279	50,580
Advertisement & Publicity	2,57,078	1,72,068
Insurance Expenses	4,580	3,988
Legal Expenses & ROC Fees	51,08,230	13,03,144
Meeting Expenses	66,276	66,354
Miscellaneous Expenses	20,558	15,579
Postage & Courier	1,308	19,884
Printing & Stationery	1,33,775	88,676
Reimbursement of Rent & Maintenance	26,55,478	19,44,421
Repairs & AMC Charges	41,498	14,195
Telephone Expenses	71,987	65,346
Travelling Expenses	4,66,035	4,97,022
Training & Seminars	34,000	-
Website Expenses	14,409	9,449
	92,53,316	43,50,926
Total (A+B+C)	2,12,26,905	1,03,81,390
Less: Other income		
Interest others	1,61,63,104	34,97,447
Balance carried to Capital Work-in-Progress (Note-9)	50,63,801	68,83,943



National High Power Test Laboratory Private Limited

Other Notes

18 The financial statements for the year ended 31st March 2011 had been prepared as per the then applicable, pre-revised Schedule VI to the Companies Act, 1956. Consequent to the notification of Revised Schedule VI under the Companies Act, 1956, the financial statements for the year ended 31st March 2012 are prepared as per Revised Schedule VI. Accordingly, the previous year figures have also been reclassified to conform to this year's classification. The adoption of revised Schedule VI for previous year figures does not impact recognition and measurement principles followed for preparation of financial statements.

19 A loan agreement has been signed with PFC for financing the debt portion of the Project amounting to ₹ 179.00 Crore. However no disbursements has been taken during the current financial year.

20 **Disclosure as per Accounting Standard - 18 on 'Related Party Disclosures'**

a) Related parties:

i) Key Management Personnel:

Dr. L. Hari Chief Executive Officer (On Secondment from POWERGRID)

b) Remuneration to key management personnel for the year is ₹ 30,91,789
(previous year ₹ 26,39,630)

21 **Disclosure as per Accounting Standard - 20 on 'Earnings Per Share'**

The elements considered for calculation of Earning Per Share (Basic and Diluted) are as under:

(All amount in ₹)

	Current Year	Previous Year
Net profit (Loss) after tax used as numerator in ₹	-	(5,89,763)
Weighted average number of equity shares used as denominator	1,05,00,000	50,34,246
Earning per share (Basic and Diluted) - ₹	-	(0.120)
Face value per share - ₹	10/-	10/-

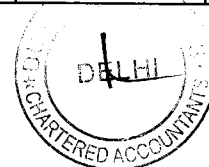
22 Deffered Tax Assets (DTA) has not been recognised as there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such Deffered Tax Asset can be realized.

23 **Disclosure as per Accounting Standard - 26 on 'Intangible Assets'**

Research and development expenditure charged to revenue during the year is ₹ Nil (previous year ₹ 7,11,447).

24 **Foreign currency exposure not hedged by a derivative instrument or otherwise:**

Particulars	Currencies	Amount	
		31.03.2012	31.03.2011
Security deposits and retention monies	EURO	42,052.50	-
	Rupees	28,62,345	-
Unexecuted amount of contracts remaining to be executed	EURO	5,13,975	9,34,500
	Rupees	3,49,84,222	5,91,16,470



National High Power Test Laboratory Private Limited

25 Capital and other commitments

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for as at 31st March 2012 is ₹ 29,92,87,832/- (previous year ₹ 32,13,31,895).

26 Other disclosures as per Schedule VI of the Companies Act, 1956

(All amount in ₹)

Particulars	Current Year	Previous Year
Expenditure in foreign currency:		
Professional and consultancy fee	2,81,83,586	-

- 27 Previous year figures have been regrouped /rearranged wherever necessary.

- 28 Figures have been rounded off to nearest rupees.

