

पश्चिमांचल विद्युत वितरण निगम लि०

PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.



BALANCE SHEET (Revised)

AS AT 31.03.2004

AND

**PROFIT & LOSS ACCOUNT FOR THE
PERIOD 01.05.03 to 31.03.04**

Registered Office : Victoria Park, Meerut

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1	Balance Sheet
2	Profit & Loss Account
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4	Significant Accounting Policies
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PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT

BALANCE SHEET AS at 31.03.2004

(Amount in Rs.)

PARTICULAR	SCHEDULE	As at 31.03.04	
<u>SOURCES OF FUNDS</u>			
<u>Shareholders funds :</u>			
Share Capital	(1)	5400500000	
Share Application Money	(1A)	199036028	
Reserve & Surplus	(2)	1662308018	7261844046
<u>Loan Funds</u>			
Unsecured Loans	(3)		4028956988
TOTAL			11290801034

APPLICATION OF FUNDS**Fixed Assets**

Gross Block		24682275424	
Less-Accumulated Depreciation	(4)	12135027367	
Net Block		12547248057	
Capital Work in Progress	(5)	929507666	13476755723
Inventment		-	-

Current Assets, Loans and Advances

Stores & Spares	(6)	170045400	
Sundry Debtors	(7)	537373911	
Cash and Bank Balances	(8)	2063606291	
Other Current Assets	(9)	2418462512	
Loans & Advances	(10)	1601436	
Inter Unit Transfer		7220487	
		5198310037	
Less : Current Liabilities and Provisions	(11)	9440376379	

Net Current Assets -4242066342

Miscellaneous Expenses

(to the extend not written off)

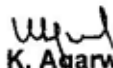
Preliminary Exp. 16018900

Profit & Loss Account (Debit Balance) 2040092753

Notes on Accounts (21)

Schedule 1 to 21 and Accounting Policies form
integral part of Accounts.

TOTAL			11290801034
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(H. K. Agarwal)
Company Secretary
In Part-time


Place : Meerut
Date :


(P.K. Jauhari)
Dy. General Manager (Acctt.)


(A. K. Pradhan)
Director


(Sudhir Garg)
Managing Director

As per our report of even date


31/8/07

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

PROFIT AND LOSS ACCOUNT FOR THE PERIOD FROM 01.05.03 TO 31.03.04

(Amount in Rs.)

PARTICULAR	SCHEDULE	FOR THE PERIOD FROM 01.05.03 TO 31.03.04	
<u>INCOME</u>			
Revenue from sale of power (Gross)		11701947483	
Less Electricity Duty	(12)	-353430834	11348516649
Energy internally Consumed			55581985
Revenue Subsidies & Grants	(13)		1874651100
Other income	(14)		421569160
TOTAL			13700318894
<u>EXPENDITURE</u>			
Purchase of Power	(15)		12891631189
Repair & Maintenance Expenses	(16)		279033074
Employees Cost	(17)		1029406538
Administrative General & Other Expenses	(18)		109407256
Interest and Finance Charges	(19)		304404106
Depreciation	(20)		1122524759
Preliminary Expenses written off			4004725
TOTAL			15740411647
Profit/(Loss) For the Year			(2040092753)
Net Profit/(Loss) Carried Over to Balance Sheet			(2040092753)
Notes on Accounts	(21)		
Earning per share			(378)


(H. K. Agarwal)
Company Secretary
In Part-time
Place : Meerut
Date :


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Dy. General Manager (Acctt.)


(A. K. Pradhan)
Director


(Sudhir Garg)
Managing Director

As per our report of even date


31/8/08

Revised

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 1

SHARE CAPITAL

(Amount in Rs.)	
PARTICULARS	As at 31.03.04
A. <u>AUTHORISED</u>	6000000000
6000000 Equity Shares of Rs.1000/-each	
B. <u>ISSUED SUBSCRIBED AND PAID UP</u>	
(i) 5400000 Equity Share of Rs.1000/- each fully paid up	5400000000
(ii) Promotors' Shares (500 Equity Share of Rs. 1000/- each)	500000
TOTAL	5400500000

SHARE APPLICATION MONEY

SCHEDULE - 1A

(Amount in Rs.)	
PERTICULARS	As at 31.03.04
SHARE APPLICATION MONEY	
(Pending for allotment to UPPCL)	199036028
TOTAL	199036028


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Managing Director



**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 2

RESERVES AND SURPLUS


	(Amount in Rs.)			
PARTICULARS	As per transfer scheme (12.08.03)	Additions	Deductions / Adjustments	As at 31.03.04

A Capital Reserve

i) Consumers Contributions towards Service Line and other charges	1238900000	269506765	62003381	1446403384
ii) Subsidies towards cost of Capital Assets	145700000		7291866	138408134

B APDRP Grant

		77496500		77496500
TOTAL	1384600000	347003265	69295247	1662308018


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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 3

LOAN FUNDS

PARTICULARS	(Amount in Rs.)	
	As at 31.03.04	As at 12.08.03
<u>UNSECURED LOANS -</u>		
(a) <u>TERM LOANS :</u>		
(i) <u>Govt. of U.P.</u>		
Loan (Transfer Scheme)	37500000	37500000
Loan by UPPCL (APDRP)	77496500	
Loan by UPPCL (World Bank Aided Project)	415636000	530632500
(ii) <u>FINANCIAL INSTITUTIONS</u>		
<u>Rural Electrification Corporation Ltd.</u>		
Loan (Transfer Scheme)	2565800000	2565800000
Loan by UPPCL	11937000	2577737000
<u>Power Finance Corporation Ltd.</u>		
Loan (Transfer Scheme)	463916230	489000000
Interest accrued & due	10211227	
Loan by UPPCL	209853730	683981187
<u>U.P. State Industrial Development Corporation Ltd.</u>		
Loan (Transfer Scheme)	12786927	15800000
Interest accrued & due	119560	12906487
<u>Other Loans from</u>		
<u>Noida, HDFC, NCRPB & Grater Noida</u>		
Loan (Transfer Scheme)	122634108	127900000
Interest accrued & due	244421	122878529
(b) <u>Bill Rediscounting Scheme</u>		
<u>Industrial Development Bank of India</u>		
Loan (Transfer Scheme)	99657112	149600000
Interest accrued & due	292164	99949276
(c) <u>Financial Participation by Consumers</u>		
Loan		872009
TOTAL	4028956988	3385600000


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Revised

PASCHIMANCHAL IDYUT VITRAN NIGAM LIMITED
VICTORIA PARK, MEERUT


SCHEDULE - 4 - Fixed Assets

(Amount in Rs.)

Particulars	Gross Block				Depreciation				Net Block	
	Transfer Scheme as at 12.08.03	Additions	Deductions/ Adjustments	As at 31.03.2004	Transfer Scheme as at 12.08.03	Additions	Deductions/ Adjustments	As at 31.03.2004	As at 31.03.2004	As at 12.08.2003
Land & Land Rights i) Unclassified ii) Freehold Land										
Buildings		14752977		14752977					14752977	
Other Civil Works										
Plant & Machinery		904274735	617769137	286485598			153693724	-153693724	440179322	
Lines, Cable Network etc.		556797107	56114332	500682775			11498915	-11498915	512181690	
Vehicles										
Furniture & Fixtures		429485		429485					429485	
Office Equipments		724589		724589					724589	
Transfer Scheme Data	23879200000			23879200000	1108400000	11918200006		12300220006	11578979994	12770800000
Total	23879200000	1476978893	673903469	24682275424	1108400000	11918200006	165192639	12135027367	12547248057	12770800000


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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 5

CAPITAL WORKS IN PROGRESS

(Amount in Rs.)	
PARTICULARS	As at 31.03.04
Capital Work in Progress*	833467489
Add revenue expenditure pending for capitalisation**	21878000
SUB TOTAL (A)	855345489
Advances to Suppliers/Contractors	74162177
SUB TOTAL (B)	74162177
TOTAL (A)+(B)	929507666

Notes :

* It includes Establishment and Administration & General Cost related to works.

** It includes borrowing cost only related to works.


(H. K. Agarwal)
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Revised

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 6

STORES & SPARES

PARTICULARS	(Amount in Rs.)
	As at 31.03.04
Stock of Materials	633145400
SUB TOTAL	633145400
Less - Provision for Unserviceable Stores	463100000
TOTAL	170045400

Notes : Stock of material includes capital, and O&M material, material issued to fabricators, obsolete material, scrap transformer sent to repair store, excess/shortage pending for investigation and material in transit.


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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
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SCHEDULE - 7

SUNDRY DEBTORS


(Amount in Rs.)	
PARTICULARS	As at 31.03.04
Sundry Debtors	17305373911
Secured & Considered good *	537373911
Considered doubtful	16768000000
	17305373911
Less - Provision for Bad & Doubtful Debts	16768000000
TOTAL	537373911

* Secured against security deposit from consumer

SCHEDULE - 8

CASH AND BANK BALANCES

(Amount in Rs.)	
PARTICULARS	As at 31.03.04
Opening Balance as per Transfer Scheme 2003	776560520
CASH IN HAND	
Cash in Hand (Including Stamps in hand & imprest)	516072676
Balances with Scheduled Banks	
In Current & Other account	770973095
TOTAL	2063606291


(H. K. Agarwal)
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Managing Director



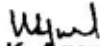
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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 9

OTHER CURRENT ASSETS

		(Amount in Rs.)
PARTICULARS		As at 31.03.04
Income Accrued & Due		9091
<u>Receivables</u>		
UPPCL		1292742407
Purvanchal Vidyut Vitran Nigam Ltd		1021635
Dakshinanshal Vidyut Vitran Nigam Ltd		2935333
Madhyanchal Vidyut Vitran Nigam Ltd		81459613
<u>Receivables on Account of Loan</u>		
UPPCL		814343783
Employees		4899968
Receivables as per Transfer Scheme		219800000
Prepaid Expenses		345999
Receivable from Insurance Company		904683
TOTAL		2418462512


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Managing Director



Revised

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 10

LOANS AND ADVANCES

(Amount in Rs.)

PARTICULARS	As at 31.03.04
<u>A. LOANS (Secured/considered good)</u>	
Employees (including advances) (Recoverable from salary)	10210
<u>B. ADVANCES (Unsecured)</u>	
Suppliers / Contractors	1584201
<u>C. Deposits -</u>	
Others	7025
TOTAL	1601436


(H. K. Agarwal)
Company Secretary
In Part-time


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(A. K. Pradhan)
Director


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Managing Director



**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 11

CURRENT LIABILITIES AND PROVISIONS

PARTICULARS	(Amount in Rs.)	
		As at 31.03.04
Liability for Purchase of Power		57170737
Liabilities As per Transfer Scheme 2003	4148800000	
Less - Staff Related Liabilities	-30092438	
Sundry Liabilities	-733741	
Liabilities for Expenses	-9369617	
Liability for Capital and O&M Supplies/Works	308443685	4417047889
Deposits & Retentions from Suppliers & Others		8465363
Electricity Duty & Other Levels payable to Govt.		6886535
Deposit for Electrification works		13389345
Other Liabilities payable to :		
UPPCL Payable A/c		454264042
Liabilities on A/c of Loan		
UPPCL		8570350
Provident Fund Liabilities	2331091190	
Pension and Gratuity Liability	-258142188	2072949002
CPF Liability		83266
Security Deposits from Consumers	2383082421	
Interest on Security Deposits from Consumers	18354781	2401437203
Provisions :		
Provision for Audit Expenses (net)		112647
TOTAL		9440376379


(H. K. Agarwal)
Company Secretary
In Part-time


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(A. K. Pradhan)
Director


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Managing Director



Revised

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE – 12

REVENUE FROM SALE OF POWER

(Amount in Rs.)


PARTICULARS	01.05.03 to 31.03.04
<u>Large Supply Consumers</u>	
Industrial	4790251762
Irrigation	780630
Public Water Works	478835693
<u>Small & Others Consumers</u>	
Domestic	2527401387
Commercial	1104942128
Industrial Low & Medium Voltage	970171515
Public Lighting	169582987
STW & Pump Canals	208039968
PTW & Sewage Pumping	672342663
Common Pool	1544797
Institution	352117579
Meter Rent/Service Line Rental	1439331
Miscellaneous Charges from consumers	115949794
Other Charges	10698400
Less – Energy internally Consumed	55581985
Sub Total	11348516649
Add Electricity Duty	353430834
TOTAL	11701947483

SCHEDULE – 13

REVENUE SUBSIDIES AND GRANTS

(Amount in Rs.)

PARTICULARS	As at 31.03.04
<u>A. Subsidies</u>	
R.E. Subsidy from Govt. of U.P.	631135908
Revenue Loss & Tariff Subsidy from Govt. of U.P.	1243515192
Other Subsidy	
TOTAL	1874651100


(H. K. Agarwal)
Company Secretary
In Part-time


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(A. K. Pradhan)
Director


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Managing Director



Revised

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 14

OTHER INCOME

(Amount in Rs.)	
PARTICULARS	01.05.03 to 31.03.04
Interest from loan to Staff	96327
Delayed Payment Charges	417319213
Income from Contractors/Suppliers	2735934
Rental from Staff	333743
Miscellaneous Receipts	1009513
Excess found on physical verification of Stores	74430
TOTAL	421569160

SCHEDULE - 15

PURCHASE OF POWER

(Amount in Rs.)	
PARTICULARS	01.05.03 to 31.03.04
Power Purchased from -	
UPPCL	12891631189
TOTAL	12891631189


(H. K. Agarwal)
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Managing Director



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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 16

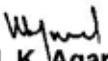
REPAIR & MAINTENANCE

(Amount in Rs.)	
PARTICULARS	01.05.03 to 31.03.04
Plant & Machinery	119220568
Buildings	6011198
Lines Cables net works etc.	153619440
Vehicles – Expenditure	13784455
Less – Transferred to different Capital & O&M Works	-13784455
Furniture & Fixtures	70183
Office Equipments	111685
TOTAL	279033074

SCHEDULE - 17

EMPLOYEES COST

(Amount in Rs.)	
PARTICULARS	01.05.03 to 31.03.04
Salaries & Allowances	574807073
Dearness Allowance	333470741
Other Allowances	57990913
Bonus/Ex-gratia	10326619
Medical Expenses (Re-imburement)	11362013
Leave Travel Assistance	19224
Earned Leave Encashment	54688986
Compensation	330137
Staff Welfare Expenses	1367444
Pension & Gratuity	164006005
Expenditure on Trust	883700
Sub Total	1209252855
LESS – Expenses Capitalised	179846317
TOTAL	1029406538


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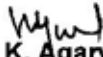
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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**


SCHEDULE - 18

ADMINISTRATIVE, GENERAL & OTHER EXPENSES

(Amount in Rs.)	
PARTICULARS	01.05.03 to 31.03.04
Rent	1633116
Rates & Taxes	808184
Insurance	867980
Communication Charges	13122418
Legal Charges	4136000
Audit Fee	154264
Traveling Expenses (Audit)	90182
Consultancy Charges	6290
Traveling and Conveyance	15743144
Printing and Stationery	10873550
Advertisement Expenses	1537569
Electricity Charges	55581985
Water Charges	12273
Miscellaneous Expenses	17982076
SUB TOTAL	122549031
LESS - Expenses Capitalised	14163839
SUB TOTAL	108385192
<u>OTHER EXPENSES</u>	
Compensation staff	134000
Compensation (Other than staff)	809064
Loss of Material due to pilferages	79000
SUB TOTAL	1022064
TOTAL	109407256


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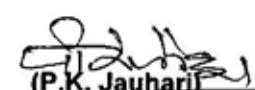
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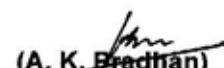
SCHEDULE - 19


INTEREST AND FINANCE CHARGES


(Amount in Rs.)	
PARTICULARS	01.05.03 to 31.03.04
Interest on Loans	
Government of UP	3905135
PFC	34540994
Others	8217943
UPSIDC	566802
REC	164930979
IDBI	30137011
Interest to Consumers	39974516
Finance Charges	3800000
<u>Bank Charges</u>	
Others	1347347
Discount to Consumers	38861379
SUB TOTAL	326282106
LESS - Interest Capitalised	21878000
TOTAL	304404106


(H. K. Agarwal)
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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

SCHEDULE - 20

DEPRECIATION

	(Amount in Rs.)
PARTICULARS	01.05.03 to 31.03.04
Depreciation	1191820006
Less - Equivalent amount of Depreciation on Assets acquired out of the Consumer's Contribution and GOUP's Capital Subsidy	69295247
GRAND TOTAL	1122524759


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PASCHIMANCHAL VIDYUT VITRAN NIGAM LIMITED
VICTORIA PARK, MEERUT





SIGNIFICANT ACCOUNTING POLICIES

1. **GENERAL**

- (a) The financial statements are prepared in accordance with the provisions of the Companies Act 1956. However, where there is a deviation from the provisions of the companies Act 1956 in preparation of these accounts, the corresponding provisions of Electricity (Supply) Act 1948 have been adopted.
- (b) The accounts are prepared under historical cost convention, on accrual basis unless stated otherwise and on accounting assumption of going concern.
- (c) Subsidy, Grants etc are accounted for on cash basis. Interest on loans to staff is accounted for on receipt basis after the recovery of principal in full.

2. **FIXED ASSETS**

- (a) Fixed Assets are shown at the value transferred as per transfer Scheme, 2003.
- (b) All costs relating to the acquisition and installation of fixed assets till the date of commissioning are capitalized.
- (c) Consumers Contribution, Grant and subsidies received towards cost of capital assets are treated initially as capital reserve and subsequently amortized in the proportion in which depreciation on related asset is charged.
- (d) In the case of commissioned assets, where final settlement of bills with the contractor is yet to be affected, capitalization is done, subject to necessary adjustment in the year of final settlement.
- (e) Due to multiplicity of functional units as well as multiplicity of function at particular unit, employees cost and general & administration expenses to capital works are capitalized @ 15% on distribution and deposit work, 11% on other works on the amount of total expenditure.
- (f) Borrowing cost during construction stage of capital assets are apportioned on the average balance of capital work in progress for the year. The determination of amount of borrowing cost attributable to capital works are capitalized as per the computation method given in the Electricity (Supply) Annual Accounts Rules 1985.

 Chitra Kishor  


3. DEPRECIATION

- (a) Depreciation is charged as per Electricity (Supply) Act 1948 on straight line method at the rates notified by the Central Govt.
- (b) Depreciation is provided only on fixed assets transferred as per transfer scheme 2003 proportionate basis in existence at the beginning of the year as per Electricity (Supply) Act 1948.
- (c) Fixed assets are depreciated up to 90% of original cost after taking 10% as the residual value of assets.

4. STORES & SPARES

- (a) Stores & Spares are valued at cost.
- (b) Steel scrap is valued at realizable value and scrap other than steel is accounted for in the accounts as and when sold.
- (c) Any shortage/excess of material found during the year end are shown as "material short/excess pending investigation" till the finalization of investigation.

5. REVENUE/EXPENDITURE RECOGNITION

- (a) Revenue from sale of energy is accounted for on accrual basis.
- (b) Late payment surcharge recoverable from consumer on energy bills is accounted for on cash basis due to uncertainty of realisation.
- (c) The sale of electricity does not include electricity duty payable to the State Government, as the same is not the income of the Nigam.
- (d) Rebate allowed to consumers for timely payment of energy bills have been shown separately as an expense in the accounts.
- (e) Assessment of own energy consumption is done on the basis of connected load/hours of supply/meters.
- (f) Sale of energy is accounted for based on tariff rates approved by U.P. Electricity Regulatory Commission.
- (g) In case of detection of theft of energy, the consumer is billed on laid down norms respective of actual realisation from the consumer.
- (h) Penal interest, overdue interest, commitment charges, restructuring charges and incentives/rebates on loans are accounted for on cash basis after final ascertainment.

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9. In absence of asset wise break up of Plant and Machinery, lines, cables and other assets the depreciation on these assets have been charged @ 7.84% on the value transferred as per transfer scheme 2003 being the maximum rates prescribed for majority of the items in central Govt.
10. The loan taken by UPPCL on behalf of the Nigam during the year 2003-04 amounting to Rs. 71,51,44,055.00 and a repayment made by U.P.P.C.L. amounting to Rs. 2,20,825.00 has been accounted for in the Books of Nigam.
11. (a) Age-wise classification of Sundry Debtors could not be given for want of age-wise details of receivables transferred under the Transfer Scheme-2003.
(b) The Provision for bad & doubtful debts against revenue from sale of power has been made @ 5% on the incremental basis.
12. Based on actuarial valuation report submitted by M/s Price Waterhouse Coopers to UPPCL (the Holding Company) provision for accrued liability on account of Pension and Gratuity for the period from 12.08.03 to 31.03.04 has been made @ 16.70% and 2.38% respectively on the amount of basis pay and DA paid to employees.
13. Amount due to SSI units could not be ascertained and interest there on could not be provided for want of complete information. Efforts are being made to segregate this information.
14. Liability towards medical Expenses, Leave Encashment and LTC have ben provided to the extent established.
15. As per Clause IV of Schedule VI of Electricity (Supply) Act 1948, the corporation is required to transfer a minimum of 0.25% of gross value of fixed assets from its revenue to Contingency Reserve Account. Since the Nigam has losses, the appropriation has not been made.
16. Employees cost includes remuneration to Managing Director as under:-

	2003-04
Salary and Allowance	Rs. 2.16 Lacs
Contribution to Grat./Pension	

17. Payment to Directors and Officers in foreign currency towards foreign tours was Nil.
18. Debts due from Directors were NIL-



6. POWER PURCHASE

The bulk power purchase from UPPCL, is accounted for on the basis of bills raised by the UPPCL, the holding company.

7. RETIREMENT BENEFITS

- (a) Liability for Pension & Gratuity in respect of employees has been determined on the basis of actuarial valuation and has been accounted for on accrual basis.
- (b) Leave encashment and post retirement medical benefits are accounted for on the basis of claims received and approved during the year.


(H.K. Agarwal)
Company Secretary
In Part-time


(P.K. Jauhari)
Dy. General Manager (Acctt.)


(A. K. Pradhan)
Director


(Sudhir Garg)
Managing Director



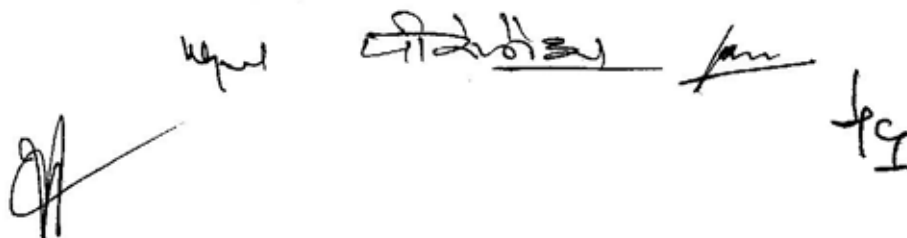
PASCHIMANCHAL VIDYUT VITRAN NIGAM LIMITED

Revised

SCHEDULE No. 21

NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2004 AND PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED ON THAT DATE

1. The accounts of this Company for the year 2003-04 (01.05.03 to 31.03.04) have been revised in view of the CAGS comments on Statutory Auditors report on U.P.P.C.L. and in reference to Sr. D.A.G. letter No. A.G.(C&RA)/SEB/Accounts (U.P.P.C.L.)/2003-04/436 dated June 26, 2006 requiring there in certain informations/subsidiary records not produced to Statutory Auditors.
2. The Nigam was incorporated under the Companies Act 1956 on 01.05.2003, and commenced the business operation w.e.f. 12.08.2003 in terms of Government of U.P. Notification No. 2740/P-1/2003-04-14P/2003 dated 12.08.2003.
3. The Nigam is a subsidiary of U. P. Power Corporation Ltd. The annual accounts for the period from 01.05.2003 to 31.03.2004 are based on the opening balances of assets and liabilities transferred as per transfer scheme 2003 "Annexure A". The transactions pertaining to distribution business during the period 01.04.2003 to 11.08.2003 are accounted for in the books of U. P. Power Corporation Ltd. The final transfer scheme is yet to be issued and the opening balances as on 12.08.2003 will be adjusted accordingly.
4. The Share Capital includes the shares allotted to the subscribers of the Memorandum of Association.
5. Amount received on account of Pradhan Mantri Gramin Yojana (Rs. 8,04,06,854.00) and RE Works (Rs. 11,86,29,174.00) totaling Rs. 19,90,36,028.00 by UPPCL from Govt. of U. P. as equity on behalf of Nigam have been shown as Share application money of U. P. Power Corporation Ltd. In the balance Sheet. Out of this share application money 1,99,036 shares of Rs. 1000/- each have been allotted to U.P.P.C.L. in Company's 39th Board meeting held on 23.07.07
6. 1/5th Preliminary Expenses have been written off during this year.
7. The energy is being purchased as a bulk supply from UPPCL.
8. The liability for G.P.F., Pension and Gratuity during the period discharged to Power Sector Employees Trust by UPPCL and shown as payable to UPPCL.

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19. Information pursuant of provision of Para II of Schedule VI of Companies Act, 1956 are as under :-

(a) Quantitative Details of Energy Purchased & Sold :-

Sl.No.	Details	2003-04
(i)	Total no. of Units Purchased	7918.206 MU
(ii)	Total no. of Units sold	5258.700 MU
(iii)	Distribution Losses	33.59%

(b) Contingent Liabilities :- Statement Enclosed

20. Since the Company is principally engaged in the distribution business of electricity and there is no other reportable segment as per AS-17, hence the disclosure as per AS-17 on segment reporting is not required.
21. The disclosure as required as per AS-18 issued by ICAI on related parties transactions is not applicable as the Accounting Standard provides that "disclosure is required in the financial statement of state-controlled enterprises as regard related party relationship with other state-controlled enterprises and transactions with such enterprises"
22. Due to losses during the period and uncertainty to recover such losses in near future, accounting of deferred tax assets as required by AS-22 issued by ICAI New Delhi has not been made.
23. The figure shown in the Balance Sheet, Profit & Loss Account and Schedules have been rounded off to the nearest Rupee.


(H.K. Agarwal)
Company Secretary
In Part-time


(P.K. Jauhari)
Dy. General Manager (Acctt.)


(A.K. Pradhan)
Director


(Sudhir Garg)
Managing Director



ANNEXURE-A

Statement showing the transfer of Assets & Liabilities to DISCOMS as per Schedule-A,B,C&D (Part-II) of the Uttar Pradesh Power Sector Reforms (transfer of Distribution Undertakings) Scheme, 2003 vide Uttar Pradesh Shasan Urja Anubhag 1, Notification No. 2740/P-1-2003-24-14P-2003, Dated Lucknow, August 12, 2003

(Rs. in Crores)

	MEERUT
Fixed Assets	
Gross Fixed Assets	2387.92
Less Accumulated depreciation	-1110.84
Net Fixed Assets	1277.08
Cap. Expd. In progress	83.19
Investments	
Total Fixed Assets	1360.27
Current Assets	
Cash and Bank Balances	163.53
Total Stocks	67.11
Less Provision for Obsolete Stores	-46.31
Net Stock	20.80
Gross Receivable for Sale of Electricity	1989.04
Less : Provision for Bad & Doubtful debts	-1676.80
NetReceivables for sale of Power	312.24
Other Receivable	21.98
Total Current assets	518.55
Total Assets	1878.82
Net Worth	
Paid up and Subscribed Share Capital	540.00
Retained Earning (Losses)/Reserves	
Consumer's contributions	123.89
Capital Reserves	
Grants-RE	10.82
Grants-APDRP	3.75
Total Net Worth	
Long Term Debts	678.46
GoUP Loans	3.75
IDBI-Deferred Credit	14.96
REC	256.58
Commercial Banks (SPA)	
HDFC	
PFC	48.90
NOIDA	
UPSIDC	1.58
Urban Cooperative Bank	
Others	12.79
IBRD	
Working Capital Borrowings	
GPF Liability	228.57
Total Long Term Loans	567.13
Current Liabilities	
Accounts Payable	414.88
Security Deposit from consumers	218.35
Accumulated Interest on Govt. Loans	-
Accumulated Interest on Other IFI's	-
Overdue Principal not paid	-
Total Current Liabilities	633.23
Total Liabilities	1878.82


(H. K. Agarwal)
Company Secretary
In Part-time


(P.K. Jauhari)
Dy. General Manager (Acctt.)


(A. K. Pradhan)
Director


(Sudhir Garg)
Managing Director



PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT
CASH FLOW STATEMENT

(Rs. in Crore)

		Year 2003-04
Cash Flow from operating activities		
Net Loss before prior period expenses		-204.01
<u>Adjustment for</u>		
	Depreciation	112.25
	Provisions including Bad Debts	
	Interest expenses (Financing)	30.44
	Interest income	
	Deferred Cost	
	Prior period adjustments (Net)	
	SUB TOTAL	142.69
Operating profit before working capital change		-61.32
<u>Working Capital changes</u>		
	Sundry Debtors	258.50
	Stores' Spares	3.80
	Other Current Assets	-157.58
	Loans & Advances	21.82
	Inter Unit Transfers	-0.72
	Current Liabilities	310.81
	Current Assets/Liabilities transferred from UPPCL	114.68
	SUB TOTAL	551.31
Net cash from operating activities- A		489.99
Cash flow from investing activities		
	Additions to fixed assets & WIP	-99.65
	Investment in Discoms (Subsidiaries)	
	Interest received	
	Fixed assets transferred from UPPCL	-1,360.27
Net Cash flow from investing activities- B		-1,459.92
Cash flow from financing activities		
	Proceeds from Share Capital	559.95
	Proceeds from borrowings (Net)	-164.24
	Proceeds from consumers' contribution and GoUP Capital Subsidy	166.23
	Interest paid on borrowings	-30.44
	Restructuring Account	
	Loans/Liabilities transferred from UPPCL	567.13
Net Cash flow from financing activities- C		1,098.63
Net increase in Cash and Cash equivalents (A+B+C)		128.70
Cash and Cash equivalents at the beginning of the Year		77.66
Cash and Cash equivalents at the end of the Year		206.36


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Company Secretary
In Part-time


(P.K. Jauhari)
Dy. General Manager (Acctt.)


(A. K. Pradhan)
Director


(Sudhir Garg)
Managing Director



**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,
VICTORIA PARK, MEERUT**

ANNEXURE-B

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

1 Registration details

Registration No. -	20 - 27458	State Code	20
Balance Sheet Date	31	3	2004
	Date	Month	Year

2 Capital raised during the year

(Amount in Rupees Thousands)

Public Issue

-

Rights Issue

-

Bonus Issue

-

Private Placement

-

3 Position of Mobilisation and Development of Funds

(Amount in Rupees Thousands)

Total Liabilities

11290801

Sources of Funds :

Paid Up Capital

5400500

Secured Loans

-

Applications of Funds :

Net Fixed Assets

12547248

Accumulated Losses

2040092

Total Assets

11290801

Reserves & Surplus

1662308

Unsecured Loans

4028957

Miscellaneous Expenditure

NIL

Net Current Assets

(-) 4242066

Investments

-

4 Performance of the Company

(Amount in Rupees Thousands)

Turnover (Gross Revenue)

13700319

(+/-) Profit/Loss before Tax

(-) 2040093

Earning per Share (in Rupees)

(-) 378

Total Expenditure

15740412

(+/-) Profit/Loss after Tax

(-) 2040093

Dividend rate in %

NIL

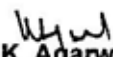
Product/Service description

- (i) Purchase & Transmission of Electricity
- (ii) Distribution and Sale of Electricity

Item code No.

NA

NA


(H. K. Agarwal)
Company Secretary
In Part-time


(P. K. Jauhari)
Dy. General Manager (Acctt.)


(A. K. Bhadran)
Director


(Sudhir Garg)
Managing Director

