

Independent Auditors' Report

TO THE MEMBERS OF AZUR SOLAR KDC PRIVATE LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying Standalone financial statements of **AZUR SOLAR KDC PRIVATE LIMITED** ("the company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss and 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 Standalone 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 and presentation of these Standalone 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 also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, 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 Standalone 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 thereunder.

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.

2, Clive Ghar Street, Sagar Estate, Ground Floor, Room No-2 Kolkata-700001



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 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 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 Standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone 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, 2016 its profit/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 section 143(11) of the Act, we give in the Annexure "A" 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 purposes 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 Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- e) On the basis of written representations received from the directors as on 31 March, 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure "B".
- g) With respect to 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 derivatives contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.



For MONU JAIN & COMPANY
Chartered Accountants
Firm Registration No: 327900E

Monu Jain

Monu Jain
Proprietor
Membership No: 302721

Place: Kolkata
Date: The 20th May, 2016

Annexure "A" to the Independent Auditors' Report

(Referred to in Paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of even date)

- 1) In respect of fixed assets:
 - a) The Company does not have any fixed assets. Hence this Clause is not applicable.
- 2) The Company does not have any inventory. Hence this Clause is not applicable.
- 3) According to information and explanations given to us, the Company has not granted any loans, Secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in register maintained under section 189 of the Act.
- 4) In our opinion and according to information and explanations given to us, the Company has not granted any loans or provided any guarantees or security to the parties cover under section 185 of the Act. In respect of investments made by the Company, the Provisions of section 186 of the Act have been complied with.
- 5) According to information and explanations given to us, the company has not accepted any deposit from the public during the year in terms of the provision of section 73 to 76 of the Act or any other relevant provisions of the Companies Act, 2013 and the rules made there under.
- 6) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.
- 7) In respect of Statutory due:
 - a) According to the information and explanations given to us, the Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, employees state insurance, Income-tax, Tax deducted at sources, Tax collected at source, Professional Tax, Sales Tax, value added tax (VAT), Wealth Tax, Service Tax, Custom Duty, Excise Duty, Cess and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2016 for a period of more than six months from the date they become payable.



16) In our opinion the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.



For MONU JAIN & COMPANY
Chartered Accountants
Firm Registration No: 327900E

Monu Jain
Proprietor
Membership No: 302721

Place: Kolkata

Date: The 20th May, 2016

Annexure "B" to the Independent Auditors' Report

(Referred to in Paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our Report of even date)

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 **AZUR SOLAR KDC PRIVATE LIMITED** ("the company") as of March 31, 2016 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 control over financial reporting criteria established by the Company considering the essential components of internal control stated in 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.

Auditor's 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 judgment, 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 reading 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 authorization of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the company's assets that could have a materials 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

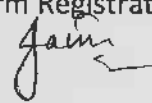
In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial



reporting were operating effectively as at 31st March, 2016 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 MONU JAIN & COMPANY
Chartered Accountants
Firm Registration No: 327900E


Monu Jain
Proprietor
Membership No: 302721

Place: Kolkata
Date: The 20th May, 2016

AZUR SOLAR KDC PRIVATE LIMITED

(Formerly Kaushalya Solar Power Private Limited)

BALANCE SHEET AS AT 31ST MARCH, 2016

Particulars	Note	As at 31-Mar-16 RS.	As at 31-Mar-15 RS.
EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3	100,000	100,000
(b) Reserve & Surplus	4	(33,731)	(34,735)
		66,269	65,265
(2) Non-Current Liabilities			
(a) Other Long Term Liabilities	5	1,476,403	1,476,403
		1,476,403	1,476,403
(3) Current Liabilities			
(a) Trade Payables	6	32,327	21,618
		32,327	21,618
TOTAL		1,574,999	1,563,286
ASSETS			
(1) Non-Current Assets			
(a) Other Non Current Assets	7	1,378,750	1,378,750
		1,378,750	1,378,750
(2) Current Assets			
(a) Cash & Cash Equivalents	8	133,749	122,036
(b) Short-Term Loans and Advances	9	62,500	62,500
		196,249	184,536
TOTAL		1,574,999	1,563,286
See accompanying notes forming part of the financial statements	1-16		

In terms of our report attached.

For Monu Jain & Company

Firm Regn. No. 327900E

Chartered Accountants

Jain

Monu Jain

Proprietor

Membership No. 302721



For and on behalf of the
Board of Directors

Prashant Mehra

Prashant Mehra

Director

Ramesh Kumar Mehra

Ramesh Kumar Mehra

Director

Place : Kolkata

Date : The 20th May, 2016

Place : Kolkata

Date : The 20th May, 2016

AZUR SOLAR KDC PRIVATE LIMITED

(Formerly Kaushalya Solar Power Private Limited)

Statement of Profit and Loss for the year ended 31 March, 2016

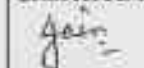
Particulars		Note No.	For the year ended 31st March, 2016 RS.	For the year ended 31st March, 2015 RS.
1	Revenue from operations (gross)		-	-
2	Other income		15,000	22,500
3	Total revenue (1+2)		15,000	22,500
4	Expenses			
	Depreciation & amortisation expenses	10	-	6,034
	Other expenses	11	13,009	12,618
	Finance Costs	12	262	43
	Total expenses		13,271	18,695
5	Profit / (Loss) before tax (3 - 4)		1,730	3,805
6	Tax expense:			
	Current tax expense for current year		-	-
	Current tax expense relating to prior years		725	-
	Deferred tax		-	-
			725	-
7	Profit / (Loss) for the year (5 - 6)		1,005	3,805
8.1	Earnings per share (of Rs. 10/- each):	15		
	(a) Basic		1.00	3.80
	(b) Diluted		1.00	3.80
	See accompanying notes forming part of the financial statements	1-16		

In terms of our report attached.

For Monu Jain & Company

Firm Regn. No. 327900E

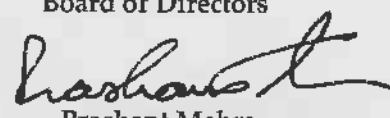
Chartered Accountants



Monu Jain

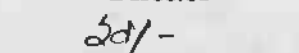
Proprietor

Membership No. 302721

For and on behalf of the
Board of Directors


Prashant Mehra

Director


Ramesh Kumar Mehra
Director

Place : Kolkata

Date : The 20th May, 2016

Place : Kolkata

Date : The 20th May, 2016

(Formerly Kaushalya Solar Power Private Limited)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2016

Particulars	For the year ended		For the year ended	
	31st March, 2016		31st March, 2015	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		1,730		3,805
<u>Adjustments for:</u>				
Preliminary Expenses				6,034
Operating profit / (loss) before working capital changes		1,730		9,839
<u>Changes in working capital:</u>				
Adjustments for (increase) / decrease in operating assets:				
Short-term loans and advances				
Adjustments for increase / (decrease) in operating liabilities:				
Other long term liabilities			1,165	
Trade payables	10,709	10,709	1,692	2,857
Cash generated from operations		12,439		12,696
Net income tax (paid) / refunds		(725)		
Net cash flow from / (used in) operating activities (A)		11,714		12,696
B. Cash flow from investing activities				
Earnest Money Deposit				
Net cash flow from / (used in) investing activities (B)				
C. Cash flow from financing activities				
Issue of Shares				
Shares Issue Expenses				
Net cash flow from / (used in) financing activities (C)				
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		11,714		12,696
Cash and cash equivalents at the beginning of the year		122,036		109,340
Cash and cash equivalents at the end of the year		133,749		122,036
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet (Refer Note 15)		133,749		122,036
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements (give details)				
Deposit pledged with bank as security against borrowings				
Net Cash and cash equivalents (as defined in AS 3 Cash Flow Statements) included in Note 15		133,749		122,036
Add: Current investments considered as part of Cash and cash equivalents (as defined in AS 3 Cash Flow Statements)				
Cash and cash equivalents at the end of the year *		133,749		122,036
* Comprises:				
(a) Cash on hand		120,707		108,732
(c) Balances with banks				
(i) In current accounts		13,042		13,304
(ii) In deposit accounts with original maturity of less than 3 months				
		133,749		122,036
Notes:				
(i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.				
(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes				
See accompanying notes forming part of the financial statements				
In terms of our report attached.				
For Monu Jain & Company				
Firm Regn. No. 327903E				
Chartered Accountants				
Monu Jain				
Proprietor				
Membership No. 302721				

AZUR SOLAR KDC PRIVATE LIMITED

(formerly Kaushalya Solar Power Private Limited)

• Notes forming part of the financial statements

Note 3 Share capital

Particulars	As at 31st March, 2016		As at 31st March, 2015	
	Number of shares	Amount (In Rs.)	Number of shares	Amount (In Rs.)
(a) Authorised				
Equity shares of ` 10/- each with voting rights	1,00,000	10,00,000	1,00,000	10,00,000
	1,00,000	10,00,000	1,00,000	10,00,000
(b) Issued				
Equity shares of ` 10/- each with voting rights	10,000	1,00,000	10,000	1,00,000
	10,000	1,00,000	10,000	1,00,000
(c) Subscribed and fully paid up				
Equity shares of ` 10/- each with voting rights	10,000	1,00,000	10,000	1,00,000
	10,000	1,00,000	10,000	1,00,000

Refer Notes (i) to (iii) below

Notes:**(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:**

Particulars	Opening Balance	Fresh Issue	Other Changes	Closing Balance
Issued, Subscribed and Fully Paid-up				
Equity shares with voting rights				
Year ended 31 March, 2016				
- Number of shares	10,000	-	-	10,000.00
- Amount (`)	1,00,000	-	-	1,00,000
Year ended 31 March, 2015				
- Number of shares	10,000	-	-	10,000
- Amount (`)	1,00,000	-	-	1,00,000

(ii.) Rights, preferences and restrictions attached to equity shares:

The Company has issued only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share held. The dividend, if any, proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of 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.

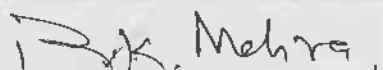
(iii) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:

Class of shares / Name of shareholder	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares with voting rights				
Holding Company				
Kaushalya Energy Private Limited	9,900	99.00	9,900	99.00
Total	9,900	99.00	9,900	99.00

AZUR SOLAR KDC PRIVATE LIMITED


 Director

AZUR SOLAR KDC PRIVATE LIMITED


 Director


AZUR SOLAR KDC PRIVATE LIMITED

(Formerly Kaushalya Solar Power Private Limited)

Notes forming part of the financial statements

Note 4: Reserves & Surplus

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
(a) Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	(34,735.06)	(38,539.57)
Add: Profit / (Loss) for the year	1,004.50	3,804.51
Total	(33,730.56)	(34,735.06)

Note 5: Other Long Term Liabilities

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Advances From Related Parties		
Ultimate Holding Company	14,76,403.00	14,76,403.00
Total	14,76,403.00	14,76,403.00

Note 6: Trade Payables

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Trade Payables		
Other than Acceptances	32,327.00	21,618.00
Total	32,327.00	21,618.00

Note 7: Other Non Current Assets

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Earnest Money Deposits		
EMD	13,78,750.00	13,78,750.00
	13,78,750.00	13,78,750.00

Note 8: Cash and Cash Equivalents

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Cash on hand	1,20,707.00	1,08,732.00
Balances with banks		
In current accounts	13,042.44	13,303.94
	1,33,749.44	1,22,035.94
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 Cash Flow Statements is	1,33,749.44	1,22,035.94

AZUR SOLAR KDC PRIVATE LIMITED

Handwritten signature
Director

AZUR SOLAR KDC PRIVATE LIMITED

Handwritten signature
Director



Note 9: Short Term Loans and Advances

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
Advances		
Unsecured and considered good		
Advance against Expenses	62,500.00	62,500.00
	62,500.00	62,500.00

Note 10: Depreciation & Amortisation expenses

Particulars	For the year Ended 31st March, 2016 Rs.	For the year Ended 31st March, 2015 Rs.
Preliminary Expenses W/off	-	6,034.00
	-	6,034.00

Note 11: Other Expenses

Particulars	For the year Ended 31st March, 2016 Rs.	For the year Ended 31st March, 2015 Rs.
Legal and Professional	5,500.00	4,600.00
Printing & Stationery	-	-
Filing Fee	1,800.00	2,400.00
Payments To Auditors		
- As Audit Fees	5,709.00	5,618.00
	13,009.00	12,618.00

Note 12: Finance Costs

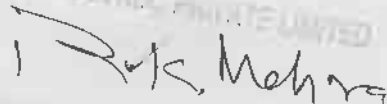
Particulars	For the year Ended 31st March, 2016 Rs.	For the year Ended 31st March, 2015 Rs.
Other Borrowing Costs		
Bank Commission & Other Charges	261.50	43.49
Total	261.50	43.49

AZUR SOLAR KDC PRIVATE LIMITED



Director

AZUR SOLAR KDC PRIVATE LIMITED



Director



AZUR SOLAR KDC PRIVATE LIMITED

Notes forming part of the Financial Statements

Note 1: Corporate Information

Azur Solar KDC Private Limited is a Private Limited Company, domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is a subsidiary company of M/s. Kaushalya Infrastructure Development Corporation Limited. The shares of the company are not listed on any stock exchanges in India. The company has been incorporated with the object of generation and distribution of solar power. The company carries on its business in domestic markets only.

Note 2: Significant Accounting Policies

2.1 Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards as prescribed under Section 133 of the Companies Act, 2013('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act(to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The financial statements have been prepared on accrual basis under historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

2.3 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.4 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.5 Recognition of Income and Expenses:

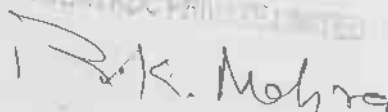
- i. Revenue from Operation: The company has not earned any revenue from operation since incorporation due to the absence of operational activity as apparent from records.
- Other Income: All other income is recognized on accrual basis

2.6 Amortization

The company is amortising the preliminary expenses over a period of five years.

AZUR SOLAR KDC PRIVATE LIMITED

Director

AZUR SOLAR KDC PRIVATE LIMITED

Director



AZUR SOLAR KDC PRIVATE LIMITED

Notes forming part of the Financial Statements

2.7 Employee Benefits

The company has no employees. Therefore AS 15 Employee Benefits issued by the Institute of Chartered Accountants of India does not apply to the company.

2.8 Borrowing Costs

The company has not borrowed any funds. Therefore AS 16 Borrowing Costs issued by the Institute of Chartered Accountants of India does not apply to the company,

2.9 Segment reporting

The company is engaged in a single business segment i.e. Power Generation & Distribution, therefore AS-17 on "Segment Reporting" issued by The Institute of Chartered Accountants of India is not applicable to the company.

2.10 Earnings per share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

2.11 Taxes on income

"Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

The management is of the opinion that there is no virtual certainty supported by convincing evidence that sufficient future taxable income will be available to the company against which Deferred tax assets can be realized. So, deferred tax assets, as per Accounting Standard (22), has not been recognized / accounted for in the financial statements

2.12 Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

AZUR SOLAR KDC PRIVATE LIMITED

Hasan Ali
Director

AZUR SOLAR KDC PRIVATE LIMITED

R.K. Mehra
Director



AZUR SOLAR KDC PRIVATE LIMITED

Notes forming part of the Financial Statements

2.13 Events occurring after the balance sheet date

No significant events which could materially affect the financial position of the Company for the relevant year have been reported by the management, after the Balance Sheet date till the signing date of report.



AZUR SOLAR KDC PRIVATE LIMITED

Hasham Ali
Director

AZUR SOLAR KDC PRIVATE LIMITED

T.R.K. Mehra
Director

AZUR SOLAR KDC PRIVATE LIMITED

Notes forming part of the Financial Statements

Note 13: Additional Information of the Financial Statements

Note 13.a. Contingent Liabilities and Commitments to the extent not provided for

	Amount (Rs.)	
	As at 31 st March, 2016	As at 31 st March, 2015
(a) Contingent Liabilities	Nil	Nil
(b) Commitments	Nil	Nil

Note 13.b: Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

The Company is in the process of identifying the suppliers, who would be covered under the Micro, Small and Medium Enterprises Development Act, 2006. As confirmed by the management, the company has not yet received any information about such registration from the vendors and such information will be provided as and when confirmation is received from them. However, as regards the same, no documentary evidence has been found during the course of audit.

Note 13.c: Earning & Expenditure in Foreign Currency

	Amount (Rs.)	
	For the year Ended 31 st March, 2016	For the Year Ended 31 st March, 2015
Earnings	Nil	Nil
Outgo	Nil	Nil

Note 13.d:

In the opinion of the Board, the current assets have value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.

Note 14: Related Parties*, Related Party Transactions and Balances receivable/payable as at the end of the year

I. Parties Where Control Exists

Holding Company

Kaushalya Energy Private Limited

Ultimate Holding Co.

☐ Kaushalya Infrastructure Development Corporation Limited

Fellow Subsidiaries

- 1 Bengal Kaushalya Nirman Ltd.
- 2 Bengal KDC Housing Development Ltd.
- 3 Kaushalya Township (P) Ltd.

II. Key Management Personnel :

- 1 Mr. Prashant Mehra, Director
- 2 Mr. Ramesh Kumar Mehra, Director

AZUR SOLAR KDC PRIVATE LIMITED

hashan
Director

AZUR SOLAR KDC PRIVATE LIMITED

R.K. Mehra
Director



AZUR SOLAR KDC PRIVATE LIMITED

Notes forming part of the Financial Statements

III. Transactions with Related Parties

Sl. No.	Type of Transactions (Other than Reimbursement)	2015-16			2014-15		
		Ultimate Holding Co.	Fellow Subsidiaries	Group Company	Ultimate Holding Co.	Fellow Subsidiaries	Group Company
(a)	Advances Repaid Kaushalya Infrastructure Dev. Corporation Ltd. Kaushalya Township Pvt. Ltd.	-	-	-	599,435 599,435	600,000 600,000	
(b)	Advances Taken Kaushalya Infrastructure Dev. Corporation Ltd. Kaushalya Township Pvt. Ltd.	-	-	-	600,600 600,600	600,000 600,000	
(c)	Balance Receivable as at 31-03-15 Kaushalya Infrastructure Dev. Corporation Ltd.						
(d)	Balance Payable as at 31-03-16 Kaushalya Infrastructure Dev. Corporation Ltd.	1,476,403 1,476,403			1,476,403 1,476,403		

*The related parties have been identified by the Management.

Note 15: Earning Per Shares

Year Ended 31.03.2016

	Continuing Operations				Discontinuing Operations				Total Operations			
	Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items	
	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted
Face Value of Shares	10	10	10	10	10	10	10	10	10	10	10	10
Profit	1,005	1,005	1,005	1,005	0	0	0	0	1,005	1,005	1,005	1,005
Weighted Average No. of Shares	100000	100000	100000	100000	100000	100000	100000	100000	100000	100000	100000	100000
EPS (Rs.)	1.00	1.00	1.00	1.00	0	0	0	0	1.00	1.00	1.00	1.00

AZUR SOLAR KDC PRIVATE LIMITED

hashanthe
Director

AZUR SOLAR KDC PRIVATE LIMITED

M.K. Mohre
Director



OUR SOLAR KDC PRIVATE LIMITED
Notes forming part of the Financial Statements

Year Ended 31.03.2015

Amount (Rs.)

	Continuing Operations				Discontinuing Operations				Total Operations			
	Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items	
	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted
Face Value of Shares	10	10	10	10	10	10	10	10	10	10	10	10
Profit	3,805	3,805	3,805	3,805	0	0	0	0	3,805	3,805	3,805	3,805
Weighted Average No. of Shares	100000	100000	100000	100000	100000	100000	100000	100000	100000	100000	100000	100000
EPS (Rs.)	3.80	3.80	3.80	3.80	0	0	0	0	3.80	3.80	3.80	3.80

Note 16: Previous Year Figures

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

In terms of our report attached.

For Monu Jain & Company

Firm Regn. No. 327900E

Chartered Accountants

Monu Jain

Monu Jain

Proprietor

Membership No. 302721



Place : Kolkata

Date : 20th day of May, 2016

For and on behalf of the Board of Directors

Prashant Mehra

Prashant Mehra

Director

Sd/-

Ramesh Kumar Mehra

Director

Place : Kolkata

Date : 20th day of May, 2016