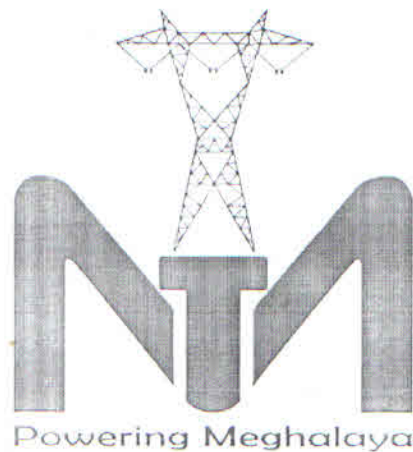


**MEGHALAYA POWER TRANSMISSION
CORPORATION LIMITED**

SHILLONG



STATEMENT OF ACCOUNTS

2014-2015

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED

CIN : U40101ML2009SGC008393

BALANCE SHEET AS AT 31st March 2015

Particulars		Note No.	As At 31st March 2015	As At 31st March 2014
I. EQUITY AND LIABILITIES				
(1) Shareholders' funds				
(a)	Share capital	2	5,00,000	5,00,000
(b)	Reserves & surplus	4	(4,25,83,423)	(14,36,83,507)
			(4,20,83,423)	(14,31,83,507)
(2)	Equity Capital pending allotment	3	3,77,31,62,833	3,57,61,01,133
(3) Non-current liabilities				
(a)	Long-term borrowings	5	28,91,83,443	23,64,76,989
(b)	Other Long term liabilities	6	96,45,120	12,39,360
			29,88,28,563	23,77,16,349
(4) Current liabilities				
(a)	Trade payables	7	6,36,75,997	7,89,09,455
(b)	Other current liabilities	8	23,30,30,066	55,98,34,409
(c)	Short term provisions	9	4,92,96,868	3,66,84,802
			34,60,02,931	67,54,28,666
TOTAL			4,37,59,10,904	4,34,60,62,642
II. ASSETS				
(1) Non-current assets				
(a)	Fixed assets			
(i)	Tangible assets	10	2,76,97,07,104	2,90,58,03,267
(ii)	Capital Work in Progress	11	1,05,14,13,408	84,89,14,547
			3,82,11,20,512	3,75,47,17,814
(2) Current assets				
(a)	Inventories	12	7,18,31,184	1,67,66,705
(b)	Cash & Bank Balances	13	52,72,59,247	1,54,27,227
(c)	Short-term loans and advances	14	72,66,487	70,69,563
(d)	Other current assets	15	(5,15,66,526)	55,20,81,332
			55,47,90,392	59,13,44,827
TOTAL			4,37,59,10,904	4,34,60,62,642
Significant accounting policies		1		
Notes to the financial statements		23		

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

A Paul & Co

Chartered Accountants


(Firm Regn. No 312060E)


Ajit Paul
Proprietor
M.No: 050527


(C Kharkrang)
Director (Transmission)
DIN:06788691

For and on behalf of the board


(P S Thangkiew)
Chairman-cum-Managing Director
DIN:07499233


(G S Mukherjee)
Company Secretary
M.No.: 20613


(M S S Rawat)
Chief Accounts Officer

Place:- Shillong

Date:- 30th November, 2016.

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED

CIN : U40101ML2009SGC008393

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st March 2015

Particulars		Note No.	For the year ended 31st March 2015	For the year ended 31st March 2014
I.	Revenue			
(a)	Revenue from operations Less:- Electricity Duty	16	83,06,79,294 -	63,86,63,936 -
(b)	Other income	17	83,06,79,294 65,85,980	63,86,63,936 26,93,185
	Total Revenue		83,72,65,274	64,13,57,121
II.	Expenses:			
(a)	Employee benefits expense	18	47,11,71,672	41,09,28,928
(b)	Finance costs	19	2,73,19,743	2,06,27,809
(c)	Depreciation & Amortisation expenses	20	17,95,81,331	17,07,45,626
(d)	Other expenses	21	5,64,40,212	4,58,89,226
(e)	Prior period items (net)	22	3,10,81,993	70,09,641
	Total Expenses		76,55,94,951	65,52,01,230
III.	Profit/(Loss) before exceptional and extraordinary items and tax (I-II)		7,16,70,323	(1,38,44,109)
IV.	Exceptional items		-	-
V.	Profit/(Loss) before extraordinary items and tax (III-IV)		7,16,70,323	(1,38,44,109)
VI.	Extraordinary items		-	-
VII.	Profit/(loss) before tax (V-VI)		7,16,70,323	(1,38,44,109)
VIII.	Tax expense			
(a)	Current Tax			
(b)	Deferred Tax			
IX.	Profit/(loss) for the year (VII-VIII)		7,16,70,323	(1,38,44,109)
X.	Basic Earnings per equity share		1,433.41	(276.88)
XI.	Diluted Earnings per equity share (Face value of Rs, 10/- each):		0.19	
	Significant accounting policies	1		
	Notes to the financial statements	23		

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

A Paul & Co

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(Firm Regn. No 312060E)


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(M S S Rawat)
Chief Accounts Officer

Place:- Shillong

Date:- 30th November, 2016.

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED

CIN : U40101ML2009SGC008393

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March 2015

Particulars	For the year ended 31st March 2015	For the year ended 31st March 2014
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax as per Statement of Profit & Loss	7,16,70,323	(1,38,44,109)
Adjustments for:		
Depreciation & Amortization	17,95,81,331	17,07,45,626
Finance Cost	2,73,19,743	2,06,27,809
Operating Profit before Working Capital Changes	27,85,71,397	17,75,29,326
Adjustments for increase/decrease in:		
Inventories	(5,50,64,479)	1,84,85,706
Short term loans & advances	(1,96,924)	(7,03,989)
Other current asset	60,36,47,858	13,20,39,806
Trade payables	(1,52,33,458)	6,22,83,143
Other current liabilities	(32,68,04,343)	4,30,54,313
Short term provisions	1,26,12,066	90,50,746
Cash generated from Operations	49,75,32,117	44,17,39,051
Taxes Paid	-	-
Net Cash generated from Operations	49,75,32,117	44,17,39,051
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets & CWIP	(24,65,54,268)	(95,42,66,851)
Net Cash from Investing Activities	(24,65,54,268)	(95,42,66,851)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Grants & subsidies	3,00,00,000	
Increase/Decrease in long term borrowings	5,27,06,454	6,58,77,573
Increase/Decrease in other long term borrowings	84,05,760	12,39,360
Finance Cost	(2,73,19,743)	(2,06,27,809)
Equity Capital pending allotment	19,70,61,700	47,43,10,000
Net Cash from Financing Activities	26,08,54,171	52,07,99,124
Net Increase in Cash & Cash Equivalents (A+B+C)	51,18,32,019	82,71,324
Opening balance of Cash and Cash Equivalents	1,54,27,227	71,55,903
Closing balance of Cash and Cash Equivalents:	52,72,59,247	1,54,27,227
Consisting of:		
Cash in hand	45,997	25,611
Cash Imprests with Staff	23,15,653	15,54,370
-Balance with bank in Current accounts	2,55,29,104	1,38,47,246
-Balance with bank in deposit accounts	49,93,68,493	-
	52,72,59,247	1,54,27,227

As per our report of even date attached

A Paul & Co

Chartered Accountants

(Firm Regn. No 312060E)



Ajit Paul
Proprietor
M.No: 050527


(C Kharkrang)
Director (Transmission)
DIN:06788691


(G S Mukherjee)
Company Secretary
M.No.: 20613

For and on behalf of the board


(P S Thangkhiew)
Chairman-cum-Managing Director
DIN:07499233


(M S S Rawat)
Chief Accounts Officer

Place:- Shillong

Date:- 30th November, 2016.

MEGHALAYA POWER TRANSMISSION CORPORATION LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

SIGNIFICANT ACCOUNTING POLICIES

1 ACCOUNTING POLICIES: -

The financial statements are prepared under the historical cost convention and in accordance with generally accepted accounting principles and in accordance with the provisions of the Companies Act, 2013. However where there is a deviation from the provisions of the Companies Act, 2013 in preparation of these accounts, the corresponding provisions of The Electricity Act 2003 have been adopted.

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

- a) The Company is a Public Limited company registered under the Provisions of the Companies Act, 2013 and has applied provisions of the said Act for the preparation of its Financial Statements, unless otherwise stated. The Financial Statements are prepared and presented under the historical cost convention on accrual basis of accounting as going concern, in accordance with the accounting principles generally accepted in India and comply with the mandatory Accounting Standards referred to section 133 of the Companies Act, 2013. Accounting Policies have been followed consistently except stated specifically.
- b) The material known liabilities are provided for on the basis of available information estimates unless otherwise stated.

1.2 USE OF ESTIMATES

The presentation of Financial Statements requires certain estimates and assumptions. These estimates and assumption affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which the results are known/ materialized.

1.3 FIXED ASSETS

- a) Fixed Assets are stated at cost of acquisition or construction less accumulated depreciation. The Fixed Assets of transferred undertaking of erstwhile Meghalaya State Electricity Board are stated as specified in notification No.POWER-79/2009/290 dated 31st March 2010 issued by the Government of Meghalaya notifying "The Meghalaya Power Sector Reforms Transfer Scheme 2010." as amended.

- b) In case of Fixed Assets for New Projects/ extensions/ renovation and modernization, the related expenses and interest cost up to the date of commissioning, attributable to such projects/ expansions/ renovation and modernization are capitalised.

1.4 CAPITAL WORK IN PROGRESS (CWIP)

- a) Cost of material consumed, erection charges and the incidental expenses incurred for the project/asset, pending for capitalization are shown as Capital Work in Progress till the capitalization of asset/project.
- b) In case of Capital Work in Progress for work against Deposits/ Work contract where the final settlement of bills with contractor is yet to be effected, capitalization is done on provisional basis subject to necessary adjustment in the year of final settlement.
- c) Claim for price variation/ exchange rate variation in case of capital contracts are accounted for an acceptance thereof by the Company.
- d) The cost incurred and revenue generated during the Trial Run Stage of the Projects/Power Station is capitalized.

1.5 BORROWING COST

Borrowing cost including interest, guarantee fees, commitment charges etc; that is directly attributable to the acquisition, construction or production of a qualifying asset is capitalized as part of the cost of that asset up to period the project is commissioned or asset is put to use.

1.6 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.

1.7 IMPAIRMENT OF ASSETS

The Impairment of Assets i.e. "The cash generating unit" is defined in Accounting Standard-28 notified under the Companies Act, 2013 on "Impairment of Assets" are identified at the Balance sheet date with respect to carrying amount of the asset vis-a-vis its estimated revenue generation during balance useful life of that asset and the loss, if any, is recognized

in Statement of Profit & Loss . Impairment loss, if any, to be reversed subsequently is accounted for in the year of reversal. The Company has adopted the policy of carrying out impairment test once in the span of every three financial years.

1.8 DEPRECIATION AND AMORTIZATION

The rates of depreciation prescribed by Central Electricity Regularity Commission for the purpose of tariff are being followed by the company which is significantly different from those prescribed under Schedule II Companies Act 2013.

1.9 INVESTMENT

Investments are classified into current and non-current investments. Current investments are stated at the lower of cost and fair value. Non-current investments are stated at cost price. Provision for diminution in the value of Non-current Investment is made only if such decline is not temporary in nature in the opinion of the management.

1.10 INVENTORIES

- a) Stores and spares are valued at lower of the weighted average cost inclusive of freight and other allocable overheads or net realizable value.
- b) Scraps/ Obsolete assets are valued at estimated cost or net realizable value, whichever is less.
- c) Stores and spares in Transit are valued at cost plus freight and other incidental expenses.

1.11 REVENUE RECOGNITION

(i) Revenue from MePDCL & MePGCL

Company is engaged in power transmission business as defined in “**The Meghalaya Power Sector Reforms Transfer Scheme 2010**”. It provides transmission services to MePDCL and other consumers. It also charges MePGCL for its operation in-sync with grid system through SLDC unit. The revenue for company has been determined as per Tariff Order passed by MSERC for FY 2014-15.

(ii) Other Income

- (a) Income from sale of scrap, interest income and insurance claims are accounted for on the basis of actual realization.
- (b) Other income except mentioned above is recognised on accrual basis except when ultimate realisation of such income is uncertain.

1.12 EXPENDITURE

All expenses are reflected in revenue accounts under their natural heads. Expenses shown under the employee cost (including allocation from holding company), depreciation, finance cost and other expenses are disclosed separately.

1.13 GRANT AND SUBSIDIES FROM THE GOVERNMENT

- a) In accordance with the Accounting Standard 12 on 'Accounting for Government Grants', notified under the Companies Act 2013, Grants and Subsidies received from Government are recognised on reasonable certainty of its realisability.
- b) Grants and Subsidies received for the specific assets are disclosed as Grants on Liabilities side and amortized in proportion of depreciation every year for depreciable assets acquired. On acquisition of Non depreciable assets, the cost of asset acquired is transferred from Grant account to Capital Reserve and kept intact.
- c) Grants & Subsidies on Revenue Accounts are disclosed separately as Income in the Statement of Profit & Loss.

1.14 TAXATION

Tax expense comprises current income tax and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the provision of Income Tax Act 1961. Deferred tax is recognised, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods using the tax rates and laws that are enacted and are substantively enacted as on the Balance Sheet date. Where there is unabsorbed depreciation or carried forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future.

1.15 TRANSACTIONS IN FOREIGN CURRENCY

- a) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction.
- b) The exchange difference arising out of receipt/payment of foreign currency are recognised in the Statement of Profit & Loss.

1.16 PRIOR PERIOD ITEMS AND EXTRAORDINARY ITEMS

Adjustments arising due to errors or omission in the Financial Statements of earlier years are accounts for under "Prior Period". Items of Income & Expenditure, which are not of recurring nature viz, damages due to floods, earth quakes etc. are disclosed as extra ordinary.

1.17 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

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

1.18 SEGMENT REPORTING

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive management in deciding how to allocate resources and in assessing performance.

1.19 EMPLOYEE BENEFITS

- (i) Provident fund – The contribution to Provident Fund is transferred to MeECL Provident Fund A/c maintained with Meghalaya Energy Corporation Ltd.
- (ii) Pension – The liability of pension is accounted on the basis of demand raised by MeECL Pension Trust and transfer of demanded amount to MeECL.
- (iii) Gratuity – The liability of gratuity is accounted on the basis of demand raised by MeECL Gratuity Fund and transfer of demanded amount to MeECL.
- (iv) Leave encashment - The encashment of leave is given to the employees of the company on retirement. The company accounts for leave encashment liability on the basis of demand raised by MeECL and transfer of demanded amount to MeECL.

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2016

Note 2 Share capital

Particulars	As At	As At
	31st March 2015	31st March 2014
(a) Authorised 32,00,00,000 (Previous year 10,00,00,000) Equity Shares of Rs. 10 each	3,20,00,00,000	1,00,00,00,000
(b) Issued, subscribed and fully paid up 50,000 (Previous year 50,000) Equity Shares of Rs. 10 each	5,00,000	5,00,000
Total	5,00,000	5,00,000

2.1 The Company has enhanced authorised capital from Rs. 1,00,00,00,000/- to Rs. 3,20,00,00,000/- on dated March 16, 2015.

2.2 Further, enhanced authorised capital from Rs. 3,20,00,00,000/- to Rs. 5,00,00,00,000/- on dated January 28, 2016.

2.2 The Company has only one class of equity shares, having a par value of Rs. 10 per share. Each shareholder is eligible to one vote per share held.

2.3 Reconciliation of the number of shares outstanding -

Particulars	As at 31 March 2015		As at 31st March 2014	
	No. of shares	Amount	No. of shares	Amount
Equity Shares at the beginning of the year	50,000	5,00,000	50,000	5,00,000
Add - Shares issued during the year	-	-	-	-
Equity Shares at the end of the year	50,000	5,00,000	50,000	5,00,000

2.4 Details of shares held by the Holding Company:-

100% Shares are held by the holding company Meghalaya Energy Corporation Limited (MeECL) and its nominees.

2.5 Details of the shares held by each shareholder holding more than 5% shares:-

Particulars	As at 31 March 2015		As at 31st March 2014	
	No. of shares	% held	No. of shares	% held
Meghalaya Energy Corporation Limited (MeECL) and its nominees	50,000	100%	50,000	100%

Note 3 Equity Capital pending allotment

Particulars	Account Code No.	As At	As At
		31st March 2015	31st March 2014
Equity Capital pending allotment	54.500(A)	3,77,31,62,833	3,57,61,01,133
Total		3,77,31,62,833	3,57,61,01,133

3.1 Equity capital pending allotment represents the amount of equity capital to be allotted to the MeECL in accordance with notification issued on dated April 29, 2015 by Government of Meghalaya and subsequent transactions after that.

3.2 The 22,12,59,213 no. of Equity Shares have been issued to MeECL amounting to Rs. 2,21,25,92,130/- on May 27, 2015 @10/- per share. For balance amount shares will be allotted on completion of due procedure.

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2016

Note 4 Reserves & surplus

Particulars	Account Code No.	As At 31st March 2015	As At 31st March 2014
Grant & Subsidies			
Opening Balance			
Add: Addition during the year	55 300	1,08,00,000	1,08,00,000
		3,00,00,000	-
Less: Accumulated Amortization	55.90	4,08,00,000	1,08,00,000
		55,14,240	49,44,000
		3,52,85,760	58,56,000
Capital Reserves			
Opening Balance			
Add: Addition during the Year	56 2 & 56 3	46,20,500	46,20,500
Closing Balance		-	-
		46,20,500	46,20,500
Surplus in Statement of Profit & Loss			
Opening Balance			
Add: - Profit/(Loss) during the year as per Statement of Profit & Loss		-15,41,60,007	-14,03,15,898
Closing Balance		7,16,70,323	-1,38,44,109
		-8,24,89,683	-15,41,60,007
Total			
		-4,25,83,423	-14,36,83,507

Note 5 Long term borrowings

Particulars	Account Code No.	As At 31st March 2015	As At 31st March 2014
Unsecured loans			
9.30 % Loan from State Govt (Semi annual repayment in 10 Years with 2 years of moratorium from the date of disbursement.)	54 200 (S)	31,16,83,443	25,59,89,316
Less: - Current Maturities of Long Term Debts		2,25,00,000	1,95,12,327
Total		28,91,83,443	23,64,76,989

Note 6 Other long term liabilities

Particulars	Account Code No.	As At 31st March 2015	As At 31st March 2014
Security Deposit From Open Access Consumers	48.1	96,45,120	12,39,360
Total		96,45,120	12,39,360

Note 7 Trade payables

Particulars	Account Code No.	As At 31st March 2015	As At 31st March 2014
Liabilities for Capital Supplies	42.1 to 42.6	4,61,97,143	6,01,44,842
Liabilities for O & M Supplies	43.1 to 43.6	1,74,78,854	1,87,64,613
Total		6,36,75,997	7,89,09,455

7.1 Based on the information available with the company, there are no dues payable to an enterprise covered under the Micro, Small and Medium Enterprises Development Act, 2006.

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

Note 8 Other current liabilities

Particulars	Account Code No.	As At	As At
		31st March 2015	31st March 2014
Deposit and Retention from Suppliers	46.1	3,79,30,160	3,77,44,815
Electricity & Other Duties Payable	46.3	13,62,058	10,03,476
Liabilities for Expenses	46.4	4,78,48,255	37,95,56,972
Other Liabilities	27.7, 27.8, 46.9 & 49	3,70,40,483	4,72,53,935
Service Tax Payable	46. Service Tax	1,51,971	1,51,971
Repayment due	51.104	52,59,327	2,07,84,954
Interest Accrued and due	51.206	7,73,55,356	5,00,51,705
Deviation / UI Charges	46. Deviation	26,98,872	37,74,252
Reactive Energy Charges/VAR Pool	46. Reactive	8,83,583	
Current Maturities of Long Term Debts		2,25,00,000	1,95,12,327
Total		23,30,30,066	55,98,34,409

Note 9 Short term provisions

Particulars	Account Code No.	As At	As At
		31st March 2015	31st March 2014
Staff related liabilities & provisions	44.1 to 44.6	4,92,96,868	3,66,84,802
Total		4,92,96,868	3,66,84,802

MESHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2015

Note 10 Fixed Assets

Sl No.	Asset Group	Accounts Code	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK		
			As at 31.03.2014	Addition during the year	Deduction during the year	As at 31.03.2015	As at 31.03.2014	Depreciation for the year	Adjustment or Deduction	As at 31.03.2015	As at 31.03.2014	As at 31.03.2015	
1	Land and land rights	10.1	1,61,75,723	-	-	1,61,75,723	-	-	-	-	-	-	-
2	Buildings	10.2	7,41,85,868	3,22,028	-	7,45,07,896	2,27,05,248	24,23,182	24,200	2,51,52,631	5,14,80,620	4,93,55,265	1,61,75,723
3	Others Civil Works	10.4	5,59,45,764	-	-	5,59,45,764	65,63,659	18,69,923	-	84,33,582	4,93,82,105	4,75,12,182	1,61,75,723
4	Plant and Machinery	10.5	1,35,41,04,619	15,14,608	-	1,35,56,19,227	16,04,63,355	6,91,26,749	99,964	22,96,90,068	1,19,36,41,264	1,12,59,29,159	4,93,82,105
5	Lines and Cable Network	10.6	2,09,00,08,335	4,25,16,889	-	2,13,25,25,224	49,94,01,138	10,63,07,964	18,56,419	60,75,65,520	1,59,06,07,198	1,52,49,59,704	1,19,36,41,264
6	Vehicles	10.7	3,35,858	-	-	3,35,858	3,02,272	-	-	3,02,272	33,586	33,586	3,35,858
7	Furniture and Fixtures	10.8	37,82,948	14,28,309	-	52,11,257	10,41,344	2,37,769	-	12,79,114	27,41,604	39,32,143	52,11,257
8	Office Equipment	10.9	30,01,753	2,54,156	-	32,55,909	12,60,584	1,85,984	-	14,46,568	17,41,169	18,09,342	32,55,909
	TOTAL		3,59,75,40,868	4,60,35,990	-	3,64,35,76,858	69,17,37,600	18,01,51,571	19,80,583	87,38,69,755	2,90,58,03,269	2,76,97,07,104	3,64,35,76,858

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

Note 11 Capital work in progress

Particulars	Account Code No.	As At 31st March 2015	As At 31st March 2014
Capital Work-in-progress	14	98,49,00,850	78,24,01,989
Advance to Suppliers	25 1 to 25 9	6,65,12,558	6,65,12,558
Total		1,05,14,13,408	84,89,14,547

Note 12 Inventories

Particulars	Account Code No.	As At 31st March 2015	As At 31st March 2014
Materials Stock	22	7,18,31,184	1,67,66,705
Total		7,18,31,184	1,67,66,705

Note 13 Cash & Bank Balances

Particulars	Account Code No.	As At 31st March 2015	As At 31st March 2014
(A) Cash & Cash Equivalents			
Cash	24 1	45,997	25,611
Cash Imprests with Staff	24 2	23,15,653	15,54,370
Balance with Banks			
In Current Accounts	24 3 & 24 4 & 24 7	2,55,29,104	1,38,47,246
Total (A)		2,78,90,754	1,54,27,227
(B) Other Bank Balances			
Bank FDs	20 2	49,93,68,493	-
Total (B)		49,93,68,493	-
Total (A+B)		52,72,59,247	1,54,27,227

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015
 Note 14 Short term loans & advances

Particulars	Account Code No.	As At	As At
		31st March 2015	31st March 2014
<u>Unsecured, considered good</u>			
Advances for O & M Supplies/Works	26.1 to 26.7	30,15,678	30,15,678
Loans and Advances to Staff	27.1 to 27.2	42,50,810	40,53,886
Total		72,66,487	70,69,563

Note 15 Other current assets

Particulars	Account Code No.	As At	As At
		31st March 2015	31st March 2014
Income accrued but not due	28.3	-	25,89,137
Recoveries from Ex-employees	28.4	25,39,320	23,78,314
Other claims and Receivables	28.6 to 28.9	27,206	22,971
Inter Company Receivable	30-39 & 24.5-24.6	(5,41,33,052)	54,70,90,911
Total		-5,15,66,526	55,20,81,332

Note 16 Revenue from operations

Particulars	Account Code No.	For the	For the
		year ended	year ended
		31st March 2015	31st March 2014
Wheeling Charges from MePDCL	61.8 (R)	72,72,00,000	58,32,00,000
Transmission & Operating Charges	61.810	6,78,94,709	4,23,60,269
SLDC Charges from MePGCL	61.921	1,17,00,000	1,31,03,667
Other Charges	61.920	2,38,84,585	-
Revenue from operations		83,06,79,294	63,86,63,936

Note 17 Other Income

Particulars	Account Code No.	For the	For the
		year ended	year ended
		31st March 2015	31st March 2014
Interest Income			
From Banks	62.270-62.273	-	-
Interest on loans and advances	62.211-62.216	2,536	18,410
Interest income from fixed deposits with banks	62.222(MePTCL)	57,73,687	-
Interest income from other investments	62.223	-	-
Other Income			
Discount Received	62.260-62.264	-	-
Application Fee for STOA	62.801	7,50,000	3,40,000
Miscellaneous receipts	62.901-62.950	59,757	20,54,775
Income from Trading	62.321-62.360	-	2,80,000
Interest on overdue trade receivables	62.25	-	-
Total		65,85,980	26,93,185

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

Note 18 Employee benefit expense

Particulars	Account Code No.	For the year ended 31st March 2015	For the year ended 31st March 2014
Salaries and wages	75.1 to 75.6 & 75.XXX	26,86,40,013	24,77,45,605
Contributions to provident and other funds	75.8	20,24,04,917	16,18,41,741
Staff Welfare Expenses	75.7	1,26,742	13,41,582
Total		47,11,71,672	41,09,28,928

Note 19 Finance costs

Particulars	Account Code No.	For the year ended 31st March 2015	For the year ended 31st March 2014
Interest Expense on borrowings	78.1, 2 & 5	2,73,03,651	2,06,20,259
Other charges	78.851-889	16,092	7,550
Total		2,73,19,743	2,06,27,809

Note 20 Depreciation & Amortisation Expenses

Particulars	Account Code No.	For the year ended 31st March 2015	For the year ended 31st March 2014
Depreciation	77.1 - 77.7	18,01,51,571	17,11,77,626
Less:- Transferred from Reserve/Amortisation of grant	77.9	5,70,240	4,32,000
Total		17,95,81,331	17,07,45,626

MEGHALAYA POWER TRANSMISSION CORPORATION LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2015

Note 21 Other expenses

Particulars	Account Code No.	For the year ended 31st March 2015	For the year ended 31st March 2014
Repairs and maintenance of Assets			
Buildings	74.2	9,71,619	50,876
Plant & Machinery	74.1	89,42,528	96,25,274
Civil Works	74.4	1,36,482	1,61,139
Lines & Cables	74.5	1,33,10,330	2,10,24,591
Vehicles	74.6	6,01,954	4,55,118
Furniture & Fixture	74.7	1,05,492	1,13,618
Office equipment	74.8	4,07,459	3,35,743
		2,44,75,864	3,17,66,359
Administration & General Expenses			
Insurance	76.104-76.107	2,70,995	89,603
Rent, Rates and Taxes	76.101-76.103	45,756	-
Telegram, Postage, Telegraph and Telex charges	76.110-76.113	4,97,505	5,02,673
Training and conveyance	76.131-76.139	1,25,23,682	1,08,41,853
Printing and stationery	76.153	2,10,497	2,24,681
Consultancy Charges	76.123	4,045	-
Payments to auditors	76.122	3,73,625	7,29,034
Books & Periodicals	76.152	21,567	21,160
Advertisement	76.155	2,14,680	1,40,518
Legal and professional	76.121 & 125	1,66,12,260	15,163
Stipend, Training expenses	76.126-76.127	9,07,092	7,64,758
Entertainment	76.129	-	4,10,000
Other Purchase Related Expenses	76.162	87,024	21,906
Miscellaneous expenses	76.165 & 76.230-76.290	1,41,800	3,01,539
	76.19	53,820	59,979
		3,19,64,348	1,41,22,867
Total		5,64,40,212	4,58,89,226

Note 22 Prior period items (net)

Particulars	Account Code No.	For the year ended 31st March 2015	For the year ended 31st March 2014
Expenses			
Purchase of Power	83.1	-	740.00
Employee costs	83.5	25,91,912	17,68,396.00
Depreciation under provided in previous year	83.6	19,80,583	66,00,603.11
Materials Related Expenses	83.84	20,944	-
R&M to Works (O&M)	83.85	8,89,318	-
Excess Provision on Interest Accrued	83.88	2,24,69,186	-
Other Prior Period expenses	83.9	35,92,450	-
		3,15,44,393	83,69,739
Incomes			
Other excess provision	65.6, 65.8 & 65.9	4,62,400	13,60,098.00
		4,62,400	13,60,098
Total		3,10,81,993	70,09,641

23. ADDITIONAL DISCLOSURES

- 23.1** Meghalaya Power Transmission Corporation Limited (MePTCL) was incorporated under the Companies Act, 1956 on 18.12.2009. The company was entitled to commence business according to the Certificate for Commencement of Business issued by the Registrar of Company, Meghalaya w.e.f. 17.03.2010. The authorized share capital of the company is Rs.320 Crores divided into 32 Crores nos. of Equity Shares of Rs. 10 (Rupees Ten) only each. The Company is a Government Company within the meaning of Clause 45 of Section 2 of The Companies Act, 2013 and entire Share Capital is held by the Meghalaya Energy Corporation Ltd. except shares allotted to the Signatories of the Memorandum of Association of the company.
- 23.2** At the time of formation of the Company 50,000 (Fifty Thousand) nos. of Equity share of Rs.10/- each was allotted to various persons being the signatories of the Memorandum of Association of the company. However, the beneficial interest for all the shares are lying with MeECL. The names of the shareholders are available in the Memorandum and Article of Association issued by the Company.
- 23.3** In exercise of the power conferred under Section 131 of the Electricity Act, 2003 the Govt. of Meghalaya unbundled the Meghalaya State Electricity Board (MeSEB) into four companies i.e. Meghalaya Energy Corporation Limited (MeECL), the holding company, Meghalaya Power Distribution Corporation Limited (MePDCL), the distribution utility, Meghalaya Power Generation Corporation Limited (MePGCL), the generation utility, Meghalaya Power Transmission Corporation Limited (MePTCL), the transmission utility vide "The Meghalaya Power Sector Reforms Transfer Scheme, 2010" notified by the Meghalaya State Govt. vide Notification No. Power-79/2009/290 dated 31.03.2010. Subsequently through an amendment in the Transfer Scheme, the State Government transferred all the assets and liabilities of MeSEB to the holding company only and subsidiaries namely generation utility, transmission utility and distribution utility were made operational w.e.f. April 01, 2012 after re-vesting of assets and liabilities by holding company as per notification no. Power-79/2009/Pt-1/422 dated April 29, 2015.

23.4 The company is in the process of getting its name incorporated in the various assets and liabilities transferred to it from the holding company as per the provisions of "The Meghalaya Power Sector Reforms Transfer Scheme, 2010" on which the name of the holding company is still appearing for example: current accounts, loans etc. The charge/mortgage created against the assets of the company as securities in respect of various loans taken by the erstwhile MeSEB and/or MeECL which are subsequently transferred to the company as on 1st April, 2012 pursuant to the Transfer Scheme notified by the State Government continue to be valid and binding on the company.

23.5 Details of government grants

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
Government grants and subsidies received by the Company during the year towards	3,00,00,000	NIL
- Grant & Subsidies (recognized under Reserves & Surplus)	3,00,00,000	NIL
- Grant & Subsidies (recognized under Revenue)	NIL	NIL

23.6 Details of borrowing costs capitalised

Particulars	For the year ended 31 March, 2015	For the year ended 31 March, 2014
Borrowing costs capitalised during the year	NIL	NIL
As fixed assets / intangible assets / capital work-in-progress	NIL	NIL
As inventory	NIL	NIL

23.7 Capital work in Progress

Particulars	As on 31.03.2015	As on 31.03.2014
Capital expenditure work in progress	1,05,14,13,408	84,89,14,547
Others	NIL	NIL

23.8 Related party transactions

Details of related parties

Description of relationship	Names of related parties
Holding Company	1. Meghalaya Energy Corporation Ltd.
Key Management Personnel (KMP)	1. Mr. P. B. O Warjri, IAS, Chairman-cum-Managing Director
	2. Mr. P. Jain, IAS, Director (Finance) & CFO
	3. Mr. E. Slong, Director (Transmission)
	4. Mr. G. S. Mukherjee, Company Secretary

Key Management Personnel- Salary & Benefits:

1. Mr. E. Slong Director (Transmission)	Rs. 12,12,832/-
2. Mr. G. S. Mukherjee Company Secretary (paid from Holding Company i.e MeECL)	

There are no transaction during the year with any related party required to be reported other than transactions between state-controlled enterprises as such as per Para 9 of Accounting Standard-18, the disclosures are not required.

23.9 Earnings per share

EPS has been calculated as under:

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Net profit / (loss) for the year	7,16,70,323	(1,38,44,109)
Number of equity shares	50,000	50,000
Value per share	10	10
Earnings per share – Basic	1,433.41	(276.88)
Earnings per share – Diluted	0.19	(276.88)

Company has not discontinued any operation during the financial year. Also, there are no extraordinary items during the year.

Company does not have any preference shares, outstanding warrants, stock options, share warrants and convertible bonds for the financial year causing any dilution effect.

Equity Capital pending allotment is resulting into anti-dilutive EPS and therefore has not been considered for calculation of EPS.

23.10 Terminal Benefits

In terms of "The Meghalaya Government Power Sector Reforms Transfer Scheme 2010," the company has all its employees on deputation from MeECL. The expenses arising relating to terminal benefits of employees comprising of provident fund, pension, CPS gratuity, leave encashment etc. during the financial year has been taken into consideration on the basis of allocation given by the holding company and the same has been paid/adjusted.

23.11 Contingent Liabilities

Income Tax Assessments from the Assessment Year 2010-11 to 2013-14 have been made by the Income Tax Authority and no demand has been raised. Assessment for the AY 2013-14 and AY 2014-15 is pending.

MeECL is representing all court cases related to MePTCL on its behalf, although recognition of any liability due to any unfavorable order/judgment would be passed on company.

M/s Shyam Century Ferrous has filed case in High Court of Meghalaya on matter related to Purchase of power through open access.

Estimated liability in respect of contracts on capital account yet to be executed has not been disclosed, as the amount is not ascertainable.

23.12 Payment to auditors

The following provisions have been made in the books w.r.t. to Auditors' Fees:

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Statutory Audit	2,87,500	4,56,000
Tax Audit	28,625	28,090
AG Audit	NIL	2,00,000
Cost Audit	57,500	74,047

23.13 Balances of Trade Payables, Other Current Liabilities, Loans & Advances, IUTs are as per the books of accounts of the company and are subject to confirmation and reconciliation.

23.14 Net deferred tax (liability) / asset

Applying the principles of AS 22, on Accounting for taxes on income, Deferred tax asset has emerged on account of unabsorbed depreciation and brought forward business losses, however in absence of reasonable and virtual certainty to earn future profits sufficient to set off such assets, the same has not been recognized in the accounts.

23.15 Foreign Currency Transactions

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
Value of imports on CIF basis	Nil	Nil
Earnings in Foreign Currency	Nil	Nil
Expenditure in Foreign Currency	Nil	Nil

23.16 There is no non-cancellable Lease as such, disclosure as per AS-19 is not required.

23.17 During the year, some of the accounting policies have been added / reworded / redrafted / modified for better presentation and to bring them in line with accounting standards.

23.18 The figures mentioned in financial statements are in confirmation with the books of accounts and are subject to confirmation and reconciliation, if any.

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

23.20 Investments in Fixed Deposits by MeECL pertaining to MePTCL have been transferred from MeECL.

23.21 The Transmission Charges levied to MePDCL :

Particulars	2014-15	2013-14
Transmission Charges	72,72,00,000	58,32,00,000

23.22 Previous year's figures have been regrouped, recast and rearranged wherever possible and necessary to correspond with the current year's classification.

For and on behalf of the board



(C Kharkrang)
Director (Transmission)
DIN: 06788691



(P S Thangkhiew)
Chairman-cum-Managing Director
DIN: 07499233



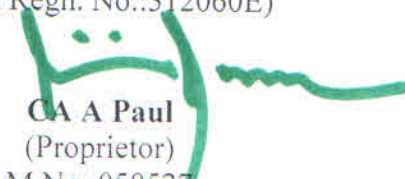
(G S Mukherjee)
Company Secretary
M.No.: 20613



(M S S Rawat)
Chief Accounts Officer

As per our report of even date attached

For A Paul & Co.
Chartered Accountants
(Firm Regn. No.:312060E)



CA A Paul
(Proprietor)
M No.:050527

Place:- Shillong

Date:- 30th November, 2016.