

# SANJIB DAS & ASSOCIATES

## Cost Accountants

**SANJIB DAS**  
M.Com, FCMA, ACS

Ref: SPN/P-18/2016-17/007

Date: 20/09/16

### FORM CRA-3

[Pursuant to rule 6(4) of the Companies (Cost Records and Audit) Rules, 2014]

### FORM OF THE COST AUDIT REPORT

I/we CMA Sanjib Das of M/s Sanjib Das & Associates having been appointed as Cost Auditor(s) under section 148 (1) of the Companies Act, 2013 (18 of 2013) of MEGHALAYA POWER GENERATION CORPORATION LIMITED, having its Registered Office at Lum Jingshai, Short Round Road, Shillong Meghalaya, India- 793001 (herein after referred to as Company), have audited the Cost Records maintained under section 148 of the said Act, in compliance of the Cost Auditing Standards in respect of the Generation of Electricity for the Financial Year 2013-14 maintained by the Company and report under the product activity code 5406 and report, in addition to my observations and suggestions in para 2.

- (i) I / We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of this audit.
- (ii) In our opinion, proper cost records, as per Rule 5 of the Companies (Cost audit & Audit) Rules, 2014 have not been maintained by the Company in respect of the product (s)/service (s) under reference.
- (iii) In our opinion, proper returns adequate for the purpose of the Cost Audit have been received from the branches not visited by us.
- (iv) In our opinion and to the best of our information, the said books and records do not give the information required by the Companies Act, 2013, in the manner so required.
- (v) In our opinion, the company does not have adequate system of internal audit of cost records which to our opinion is commensurate to its nature and size of its business.
- (vi) In our opinion, information, statements in the annexure to this cost audit report gives a true and fair view of the cost of generation of electricity, cost of sales, margin and other information relating to the said activity under reference.
- (vii) Detailed unit wise and product/service-wise cost statements and schedules thereto in respect of the product groups/activities under reference of the company duly audited and certified by me are kept in the company.



Head Office :  
13A, Panchanna Gram  
P.O. Tiljala, Kolkata - 700 039  
West Bengal

Branch Office :  
House No. 5, Solapara Road, Beside Capital Travels,  
Paltan Bazar, Guwahati - 781 001  
Cell : +91 99576-80491 E-mail : sanjibdas@gmail.com



2 Observations and suggestions, if any, of the Cost Auditor, relevant to the cost audit:

The Management has taken a sharp view on Implementation of cost accounting system in line with Cost Accounting Standards and Standards on Cost Auditing as per the guidelines / Principles of Generally Accepted Cost Accounting Standards issued by the Cost Accounting Standard Board of the Institute of Cost Accountants of India. Management also has taken view to set up a separate Costing Department at Head Office to comply with the said formalities at the earliest.

Dated: this 20th Day of September, 2016 at Shillong

For & on behalf of

M/s Sanjib Das & Associates

Cost Accountants



(CMA Sanjib Das)

Cost Auditor

MEMBERSHIP NUMBER

019416

Firm Regn. No.

100751



## ANNEXURE TO THE COST AUDIT REPORT

## PART-A

| GENERAL INFORMATION                                                                                     |                                                                                                                                                             |                                                                                                                                                                                    |
|---------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1. CIN or GLN of the company                                                                            | U40101ML2009SGC008392                                                                                                                                       |                                                                                                                                                                                    |
| 2. Name of the Company                                                                                  | MEGHALAYA POWER GENERATION CORPORATION LIMITED                                                                                                              |                                                                                                                                                                                    |
| 3. Registered office address                                                                            | Lum Jingshai, Short Round Road, Shillong Meghalaya, India- 793001                                                                                           |                                                                                                                                                                                    |
| 4. Corporate Office Address                                                                             | Lum Jingshai, Short Round Road, Shillong Meghalaya, India- 793001                                                                                           |                                                                                                                                                                                    |
| 5. E-mail address of the company                                                                        | mukherjee.gs@gmail.com                                                                                                                                      |                                                                                                                                                                                    |
| 6. Date of beginning of reporting Financial Year                                                        | 01-04-2013                                                                                                                                                  |                                                                                                                                                                                    |
| 7. Date of end of reporting Financial Year                                                              | 31-03-2014                                                                                                                                                  |                                                                                                                                                                                    |
| 8. Date of beginning of previous financial year                                                         | 01-04-2012                                                                                                                                                  |                                                                                                                                                                                    |
| 9. Date of end of previous financial year                                                               | 31-03-2013                                                                                                                                                  |                                                                                                                                                                                    |
| 10. Level of rounding used in cost statements                                                           | Lakhs                                                                                                                                                       |                                                                                                                                                                                    |
| 11. Reporting currency of entity                                                                        | INR                                                                                                                                                         |                                                                                                                                                                                    |
| 12. Number of cost auditors for reporting period                                                        | 1                                                                                                                                                           |                                                                                                                                                                                    |
| 13. Date of board of directors meeting in which annexure to cost audit report was approved              |                                                                                                                                                             |                                                                                                                                                                                    |
| 14. Whether cost auditors report has been qualified or has any reservations or contains adverse remarks | Cost Accounting data not maintained. However, with the support of the Finance & Company Secretary Wing of the Company the cost data compiled for cost audit |                                                                                                                                                                                    |
| 15. Consolidated qualifications, reservations or adverse remarks of all cost auditors                   | Cost Accounting data not maintained. However, with the support of the Finance & Company Secretary Wing of the Company the cost data compiled for cost audit |                                                                                                                                                                                    |
| 16. Consolidated observations or suggestions of all cost auditors                                       | To develop the initiation for implementing cost accounting system to comply the statutory requirements as per the provisions of the Companies Act, 2013.    |                                                                                                                                                                                    |
| 17. Whether company has related party transactions for sale or purchase of goods or services            | No;                                                                                                                                                         |                                                                                                                                                                                    |
| GENERAL DETAILS OF THE COST AUDITOR                                                                     |                                                                                                                                                             |                                                                                                                                                                                    |
| 1                                                                                                       | Whether cost auditor is lead auditor                                                                                                                        | YES                                                                                                                                                                                |
| 2                                                                                                       | Category of cost auditor                                                                                                                                    | FIRM                                                                                                                                                                               |
| 3                                                                                                       | Firm's registration number                                                                                                                                  | 100751                                                                                                                                                                             |
| 4                                                                                                       | Name of cost auditor/cost auditor's firm                                                                                                                    | SANJIB DAS                                                                                                                                                                         |
| 5                                                                                                       | PAN of cost auditor/cost auditor's firm                                                                                                                     | ABRPD5563F                                                                                                                                                                         |
| 6                                                                                                       | Address of cost auditor or cost auditor's firm                                                                                                              | Sanjib Das & Associates, Cost Accountants<br>House No. 5, Solapara Path, Opposite Hotel Sirohi Classic,<br>Paltan Bazar, Guwahati-01<br>M. NO:-FCMA-019416<br>Firm Regn No. 100751 |

MEGHALAYA-2013-14



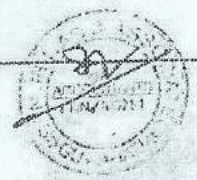
**ANNEXURE TO THE COST AUDIT REPORT**  
**PART-A**

**GENERAL INFORMATION**

|    |                                                                        |                                                                                                                                                        |
|----|------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------|
| 7  | Email id of cost auditor or cost auditor's firm                        | saniib41@gmail.com                                                                                                                                     |
| 8  | Membership number of member signing report                             | 19416                                                                                                                                                  |
| 9  | Name of member signing report                                          | SANJIB DAS                                                                                                                                             |
| 10 | Name(s) of product(s) or service(s) with CETA heading                  | NA                                                                                                                                                     |
| 11 | SRN number of Form 23C / CRA-2                                         | S21414867                                                                                                                                              |
| 12 | Number of audit committee meeting attended by cost auditor during year | During 2013-14, the Audit Committee of the MePGCL not constituted as it was not made applicable as per relevant provisions of the Companies Act, 1956. |
| 13 | Date of signing cost audit report and annexure by cost auditor         | 26-04-2015                                                                                                                                             |
| 14 | Place signing cost audit report and annexure by cost auditor           | GUWAHATI                                                                                                                                               |

**COST ACCOUNTING POLICY**

|     |                                                                                                                                                                                                                                                                                                                                                        |                                                                   |
|-----|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------|
| 1   | Briefly describe the cost accounting policy adopted by the Company and its adequacy or otherwise to determine correctly the cost of production/operation, cost of sales, sales realization and margin of the product(s)/service(s) under reference separately for each product(s)/service(s). The policy shall cover, inter alia, the following areas: |                                                                   |
| (a) | Identification of cost centres/cost objects and cost drivers.                                                                                                                                                                                                                                                                                          | Cost Centres :Not adopted so far as observed.                     |
| (b) | Accounting for material cost including packing materials, stores and spares, employees cost, utilities and other relevant cost components.                                                                                                                                                                                                             | We have to rely on the Financial Statements for final our report. |
| (c) | Accounting, allocation and absorption of overheads                                                                                                                                                                                                                                                                                                     | We have to rely on the Financial Statements for final our report. |
| (d) | Accounting for depreciation/Amortization                                                                                                                                                                                                                                                                                                               | We have to rely on the Financial Statements for final our report. |
| (e) | Accounting for by-products/joint -products, scraps, wastage, etc.                                                                                                                                                                                                                                                                                      | Not Applicable                                                    |
| (f) | Basis for Inventory Valuation                                                                                                                                                                                                                                                                                                                          | We have to rely on the Financial Statements for final our report. |
| (g) | Methodology for valuation of Inter-Unit/Inter Company and Related party transaction                                                                                                                                                                                                                                                                    | We have to rely on the Financial Statements for final our report. |
| (h) | Treatment of abnormal and non- recurring costs including classification of other non cost items.                                                                                                                                                                                                                                                       | We have to rely on the Financial Statements for final our report. |
| (i) | Other relevant cost accounting policy adopted by the Company                                                                                                                                                                                                                                                                                           | Not adopted                                                       |
| (2) | Briefly specify the changes, if any, made in the cost accounting policy for the product (s) or Service (s) under audit during the current financial year as compared to the previous financial year.                                                                                                                                                   | Not Applicable                                                    |
| (3) | Observations of the Cost Auditor regarding adequacy or otherwise of the Budgetary Control System, if any, followed by the company.                                                                                                                                                                                                                     | Not as such, as observed                                          |





# ANNEXURE TO THE COST AUDIT REPORT .

## PRODUCT/SERVICE DETAILS (for the company as a whole)

| Name of Product (s) or Service (s)                                                                                            | UOM | CETA heading (wherever applicable) | Whether Covered under Cost Audit (Yes/No) | Net Operational Revenue (net of taxes, duties etc.) |                          |
|-------------------------------------------------------------------------------------------------------------------------------|-----|------------------------------------|-------------------------------------------|-----------------------------------------------------|--------------------------|
|                                                                                                                               |     |                                    |                                           | Current Year Rs (Lakhs)                             | Previous Year Rs (Lakhs) |
| 1. Generation of Electricity                                                                                                  | MU  | 5406                               | Yes                                       |                                                     |                          |
| Total net revenue from operations                                                                                             |     |                                    |                                           | 17038.38                                            | 14120.07                 |
| Other Incomes                                                                                                                 |     |                                    |                                           | 66.37                                               | 88.26                    |
| Total Revenue as per financial Accounts                                                                                       |     |                                    |                                           | 17104.75                                            | 14208.33                 |
| Extra ordinary income, if any                                                                                                 |     |                                    |                                           | 0                                                   | 0                        |
| Total revenue including extra ordinary income, if any                                                                         |     |                                    |                                           | 17104.75                                            | 14208.33                 |
| Turnover as per Excise/Service Tax Records                                                                                    |     |                                    |                                           |                                                     |                          |
| Note: Explain the difference, if any, between Turnover as per Annual Accounts and Turnover as per Excise/Service Tax Records. |     |                                    |                                           |                                                     |                          |

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14120.07  
88.26  
14208.33  
0  
14208.33



# PART-C

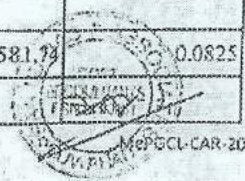
For Service Sector

## 1. QUANTITATIVE INFORMATION (for each Service separately)

| Name of Service                                              | Generation of Electricity |              |               |
|--------------------------------------------------------------|---------------------------|--------------|---------------|
| Service Code (if applicable)                                 | 5406                      |              |               |
| Particulars                                                  | Unit of measurement       | Current Year | Previous Year |
| <b>1. Available Capacity</b>                                 |                           |              |               |
| (a) Installed Capacity                                       | MW                        | 314.7        | 272.3         |
| (b) Capacity enhanced during the year, if any                | MW                        | 0            | 42            |
| (c) Total available Capacity                                 | MW                        | 314.7        | 314.7         |
| <b>2. Actual Services Provided</b>                           |                           |              |               |
| (a) Own Services                                             |                           |              |               |
| (b) Services under contractual arrangements                  |                           |              |               |
| (c) Outsourced Services                                      |                           |              |               |
| (d) Total Services                                           |                           |              |               |
| <b>3. Total Services provided as per Service Tax Records</b> |                           | 0.00         | 0.00          |
| <b>4. Capacity Utilization (in-house)</b>                    |                           | 31.50%       | 29.58%        |
| <b>5. Actual Sales</b>                                       |                           |              |               |
| (a) Services rendered – Domestic                             | MU                        | 862.03       | 704.74        |
| (b) Services rendered – Export                               | MU                        | 0.00         | 0.00          |
| (c) Total Services Rendered                                  | MU                        | 862.03       | 704.74        |

## 2. ABRIDGED COST STATEMENT (for each Service separately)

| Name of Service              |                                                     |                   |                     |                   |                     |
|------------------------------|-----------------------------------------------------|-------------------|---------------------|-------------------|---------------------|
| Service Code (if applicable) |                                                     |                   |                     |                   |                     |
| Unit of Measure              |                                                     |                   |                     |                   |                     |
|                              |                                                     | Services Provided | Captive Consumption | Other Adjustments | Services Rendered   |
| 1                            | Current Year                                        |                   |                     |                   |                     |
| 2                            | Previous Year                                       |                   |                     |                   |                     |
| S no.                        | Particulars                                         | Current Year      |                     | Previous Year     |                     |
|                              |                                                     | Amount (Rs.)      | Rate Per Unit (Rs.) | Amount (Rs.)      | Rate Per Unit (Rs.) |
| 1                            | Materials Consumed (specify details as per Para 2A) |                   |                     |                   |                     |
| 2                            | Utilities (specify details as per 2B)               |                   |                     |                   |                     |
| 3                            | Direct Employees Cost (Annexure II)                 | 5298.63           | 0.6147              | 4948.03           | 0.7021              |
| 4                            | Direct Expenses                                     |                   |                     |                   |                     |
| 5                            | Consumable Stores and Spares                        |                   |                     |                   |                     |
| 6                            | Repairs and Maintenance (Annexure V)                | 646.76            | 0.0750              | 581.74            | 0.0825              |
| 7                            | Quality Control Expenses                            |                   |                     |                   |                     |



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# PART-C

## For Service Sector

|    |                                                                       |          |        |          |         |
|----|-----------------------------------------------------------------------|----------|--------|----------|---------|
| 8  | Research and Development Expenses                                     |          |        |          |         |
| 9  | Technical know-how Fee / Royalty                                      |          |        |          |         |
| 10 | Depreciation/Amortization ( <i>Annexure-I &amp; IA</i> )              | 6634.68  | 0.7697 | 7395.33  | 1.0494  |
| 11 | Other Overheads                                                       |          |        |          |         |
| 12 | Industry Specific Operating Expenses (specify details as per Para 2C) |          |        |          |         |
| 13 | Total (1 to 12)                                                       | 12580.07 | 1.46   | 12925.09 | 1.8300  |
| 14 | Less: Credits for Recoveries, if any                                  | 0.00     |        | 0.00     |         |
| 15 | Cost of Services Provided (13-14)                                     | 12580.07 | 1.4600 | 12925.09 | 1.8300  |
| 16 | Cost of Outsources/Contractual Services                               | 0.00     |        | 0.00     |         |
| 17 | Total Services available                                              | 12580.07 | 1.4600 | 12925.09 | 1.8300  |
| 18 | Less: Self/Captive Consumption (incl. Samples, etc.)                  | 0.00     |        | 0.00     |         |
| 19 | Other Adjustments (if any)                                            | 0.00     |        | 0.00     |         |
| 20 | Cost of Services Sold (17 - 18 + 19)                                  | 12580.07 | 1.4600 | 12925.09 | 1.830   |
| 21 | Administrative Overheads ( <i>Annexure- III</i> )                     | 548.76   | 0.0637 | 482.11   | 0.0684  |
| 22 | Selling and Distribution Overheads                                    | 0.00     |        | 0.00     |         |
| 23 | Cost of Sales before Interest (20+21+22)                              | 13128.83 | 1.5230 | 13407.20 | 1.9024  |
| 24 | Interest and Financing Charges ( <i>Annexure- IV</i> )                | 9834.05  | 1.1408 | 6357.92  | -0.9022 |
| 30 | Cost of Sales (23 + 24)                                               | 22962.87 | 2.66   | 19765.12 | 2.80    |
| 31 | Net Sales Realization (Net of Taxes and Duties)                       | 17038.38 | 1.9765 | 14120.07 | 2.0036  |
| 32 | Margin [Profit/(Loss) as per Cost Accounts] (26 - 25)                 | -5924.49 | -0.69  | -5645.05 | -0.80   |

### Notes:

|   |                                                                                                                                                                           |
|---|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1 | Separate cost statement shall be prepared for each service.                                                                                                               |
| 2 | The items of cost shown in the Proforma are indicative and the same shall be reflected keeping in mind the materiality of the item of cost in the service.                |
| 3 | The Proforma may be suitably modified to meet the requirement of the industry/service.                                                                                    |
| 4 | In case the company follows a pre-determined or standard costing system, the above cost statement shall reflect figures at actuals after adjustment of variances, if any. |

### 2A. Details of Materials Consumed

| Name of Service              |          |     |              |                     |        |               |                     |        |
|------------------------------|----------|-----|--------------|---------------------|--------|---------------|---------------------|--------|
| Service Code (if applicable) |          |     |              |                     |        |               |                     |        |
| Description of Material      | Category | UOM | Current Year |                     |        | Previous Year |                     |        |
|                              |          |     | Quantity     | Rate per Unit (Rs.) | Amount | Quantity      | Rate per Unit (Rs.) | Amount |
| 1                            |          |     |              |                     |        |               |                     |        |





# PART-C

For Service Sector

|   |                |
|---|----------------|
| 2 | NOT APPLICABLE |
| 3 |                |
| 4 |                |
| 5 |                |

Category: Indigenous/ Imported/ Self Manufactured

## 2B. Details of Utilities Consumed

|                              |  |
|------------------------------|--|
| Name of Service              |  |
| Service Code (if applicable) |  |

| Description of Material | Category       | UOM | Current Year |                     |                 | Previous Year |                     |                 |
|-------------------------|----------------|-----|--------------|---------------------|-----------------|---------------|---------------------|-----------------|
|                         |                |     | Quantity     | Rate per Unit (Rs.) | Amount Quantity | Quantity      | Rate per Unit (Rs.) | Amount Quantity |
| 1                       | NOT APPLICABLE |     |              |                     |                 |               |                     |                 |
| 2                       |                |     |              |                     |                 |               |                     |                 |
| 3                       |                |     |              |                     |                 |               |                     |                 |
| 4                       |                |     |              |                     |                 |               |                     |                 |

## 2C. Details of Industry Specific Operating Expenses

|                              |  |
|------------------------------|--|
| Name of Service              |  |
| Service Code (if applicable) |  |

| Description of Industry Specific Operating Expenses | Current Year | Previous Year |
|-----------------------------------------------------|--------------|---------------|
|                                                     | Amount       | Amount        |

|   |                |
|---|----------------|
| 1 | NOT APPLICABLE |
| 2 |                |
| 3 |                |
| 4 |                |





# PART-D

## 1. PRODUCT AND SERVICE PROFITABILITY STATEMENT (for audited products/services)

| S. no | Particulars                         | Current Year |               |          | Previous Year |               |          |
|-------|-------------------------------------|--------------|---------------|----------|---------------|---------------|----------|
|       |                                     | Sales        | Cost of Sales | Margin   | Sales         | Cost of Sales | Margin   |
|       |                                     | Rs.          | Rs.           | Rs.      | Rs.           | Rs.           | Rs.      |
|       | Product 1                           | NONE         |               |          |               |               |          |
|       | Product 2                           |              |               |          |               |               |          |
|       | Product 3                           |              |               |          |               |               |          |
|       | ..... etc.                          |              |               |          |               |               |          |
|       | Service (Generation of Electricity) | 17038.38     | 22962.87      | -5924.49 | 14120.07      | 19765.12      | -5645.05 |
|       | Total                               |              |               |          |               |               |          |

## 2. PROFIT RECONCILIATION (for the company as a whole)

| S. No. | Particulars                                                                   | Current Year |          | Previous Year |          |
|--------|-------------------------------------------------------------------------------|--------------|----------|---------------|----------|
|        |                                                                               | Rs.          |          | Rs.           |          |
| 1      | Profit or Loss as per Cost Accounting Records                                 |              |          |               |          |
|        | (a) For the audited product(s)/service(s)                                     |              | -5924.49 |               | -5645.05 |
|        | (b) For the un-audited product(s)/service(s)                                  |              |          |               |          |
| 2      | Add: Incomes not considered in cost accounts (specify details)                |              |          |               |          |
|        | (a) Interest income (Annexure- VI)                                            |              | 0.14     |               | 0.00     |
|        | (b) Other income (Annexure- VI)                                               |              | 66.23    |               | 88.26    |
|        | (c) Prior period incomes (Annexure- VII)                                      |              | 94.40    |               | 106.03   |
| 3      | Less: Expenses not considered in cost accounts (specify details)              |              |          |               |          |
|        | (a) Prior period charges (Annexure- VII)                                      |              | 1238.37  |               | 173.57   |
| 4      | Difference in Valuation of stock between financial accounts and cost accounts |              |          |               |          |
| 5      | Other adjustments, if any                                                     |              |          |               |          |
| 6      | Profit or Loss as per Financial Accounts                                      |              | -7002.10 |               | -5624.32 |

Note: Show abnormal wastages, expenses on strikes/lock-outs and any other items of expenses or incomes of abnormal nature etc. not considered in cost separately

## 3. VALUE ADDITION AND DISTRIBUTION OF EARNINGS (for the company as a whole)

| S. no | Particulars | Current Year | Previous Year |
|-------|-------------|--------------|---------------|
|       |             | Rs.          | Rs.           |





# PART-D

|    |                                                            |          |       |          |       |
|----|------------------------------------------------------------|----------|-------|----------|-------|
|    | Value Addition:                                            |          |       |          |       |
| 1  | Gross Sales (excluding sales returns)                      | 17038.38 | 1.98  | 14120.07 | 2.00  |
| 2  | Less: Excise duty, etc.                                    | 0.00     | 0.00  | 0.00     | 0.00  |
| 3  | Net Sales                                                  | 17038.38 | 1.98  | 14120.07 | 2.00  |
| 4  | Add: Export Incentives                                     | 0.00     | 0.00  | 0.00     | 0.00  |
| 5  | Add/Less: Adjustment in Finished Stocks                    | 0.00     | 0.00  | 0.00     | 0.00  |
| 6  | Less: Cost of bought out inputs                            |          |       |          |       |
|    | (a) Cost of Materials Consumed                             | 0.00     | 0.00  | 0.00     | 0.00  |
|    | (b) Process Materials / Chemicals                          | 0.00     | 0.00  | 0.00     | 0.00  |
|    | (c) Consumption of Stores and Spares                       | 0.00     | 0.00  | 0.00     | 0.00  |
|    | (d) Utilities (e.g. power and fuel)                        | 0.00     | 0.00  | 0.00     | 0.00  |
|    | (e) Others, if any                                         | 11029.56 | 1.28  | 7421.77  | 1.05  |
|    | Total Cost of bought out inputs                            | 11029.56 | 1.28  | 7421.77  | 1.05  |
| 7  | Value Added                                                | 6008.82  | 0.70  | 6698.30  | 0.95  |
| 8  | Add: Income from any other sources                         | 66.37    | 0.008 | 88.26    | 0.013 |
| 9  | Add: Extra Ordinary Income                                 | 0.00     | 0.00  | 0.00     | 0.00  |
| 10 | Earnings available for distribution                        | 6075.19  | 0.70  | 6786.57  | 0.96  |
|    | Distribution of Earnings to:                               |          |       |          |       |
| 1  | Employees as salaries and wages, retirement benefits, etc. | 5298.63  | 0.61  | 4948.03  | 0.70  |
| 2  | Shareholders as dividend                                   | 0.00     | 0.00  | 0.00     | 0.00  |
| 3  | Company as retained funds                                  | 0.00     | 0.00  | 0.00     | 0.00  |
| 4  | Government as taxes (specify)                              | 0.00     | 0.00  | 0.00     | 0.00  |
| 5  | Extra Ordinary Expenses                                    | 0.00     | 0.00  | 0.00     | 0.00  |
| 6  | Others, if any (specify)                                   | 776.56   | 0.09  | 1838.54  | 0.26  |
| 7  | Total distribution of earnings                             | 6075.19  | 0.70  | 6786.57  | 0.96  |

## 4. FINANCIAL POSITION AND RATIO ANALYSIS (for the company as a whole)

| S. no | Particulars          | Units | Current Year | Previous Year |
|-------|----------------------|-------|--------------|---------------|
|       |                      | Rs.   | Rs.          | Rs.           |
| A     | Financial Position   |       |              |               |
| 1     | Share Capital        |       | 69060.26     | 67022.06      |
| 2     | Reserves and Surplus |       | 8990.47      | 17050.36      |
| 3     | Long Term Borrowings |       | 89729.13     | 89116.82      |
| 4     | (a) Gross Assets     |       | 168961.21    | 154527.96     |
|       | (b) Net Assets       |       | 137779.32    | 131135.20     |



MePGCL-CAR-20



# PART-D

|    |                                              |        |           |          |
|----|----------------------------------------------|--------|-----------|----------|
| 5  | (a) Current Assets                           |        | 30946.43  | 25023.02 |
|    | (b) Less: Current Liabilities                |        | 32716.39  | 17744.09 |
|    | (c) Net Current Assets                       |        | -1769.96  | 7278.93  |
| 6  | Capital Employed                             |        | 137181.84 | 69207.07 |
| 7  | Net Worth                                    |        | 78050.73  | 84072.41 |
| B. | Financial Performance                        |        |           |          |
| 1  | Value Added                                  |        | 0         |          |
| 2  | Net Revenue from Operations of Company       |        | 17038.38  | 14120.07 |
| 3  | Profit before Tax (PBT)                      |        | -7002.10  | -5624.32 |
| C. | Profitability Ratios                         |        |           |          |
| 1  | PBT to Capital Employed (B3/A6)              | %      | -5.104    | -8.127   |
| 2  | PBT to Net Worth (B3/A7)                     | %      | -8.971    | -6.690   |
| 3  | PBT to Value Added (B3/B4)                   | %      | 0.000     |          |
| 4  | PBT to Net revenue from Operations (B3/B2)   |        | -41.096   | -39.832  |
| D. | Other Financial Ratios                       | %      |           |          |
| 1  | 1 Debt-Equity Ratio                          |        | 1.299     | 1.330    |
| 2  | 2 Current Assets to Current Liabilities      |        | 0.946     | 1.410    |
| 3  | 3 Value Added to Net Revenue from Operations | %      |           |          |
| E. | Working Capital Ratios                       |        |           |          |
| 1  | Raw Materials Stock to Consumption           | Months |           |          |
| 2  | Stores and Spares to Consumption             | Months |           |          |
| 3  | Finished Goods Stock to Cost of Sales        | Months |           |          |

Note.- 1 Capital Employed means average of net fixed assets (excluding effect of revaluation of fixed assets) plus Non-current investments and net current assets existing at the beginning and close of the financial year.

Note.-2 Net Worth is as defined under clause (57) of section 2 of the Companies Act, 2013.

## 5. RELATED PARTY TRANSACTIONS (for the company as a whole)

| S. No. | Name and Address of the Related Party | Name of the Product / Service | Nature of Transaction (Sale, Purchase etc.) | Quantity | Transfer Price | Amount | Normal Price | Basis adopted to determine the Normal Price |
|--------|---------------------------------------|-------------------------------|---------------------------------------------|----------|----------------|--------|--------------|---------------------------------------------|
| 1      |                                       |                               |                                             |          |                |        |              |                                             |
| 2      |                                       |                               |                                             |          |                |        |              |                                             |
| 3      |                                       |                               |                                             |          |                |        |              |                                             |
| 4      |                                       |                               |                                             |          |                |        |              |                                             |

NOT APPLICABLE

MePGCL-CAR-2013-14



# PART-D

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NOTE.1 Details shall be furnished for each Related Party and Product /Service separately.

NOTE.2 Details of Related Party transactions without indicating the Normal Price and the basis thereof shall be considered as incomplete information.

## 6. Reconciliation of Indirect Taxes (for the Company as a whole)

| Particulars                                           | Assessable Value | Excise Duty | Service Tax | Cess and others | VAT |
|-------------------------------------------------------|------------------|-------------|-------------|-----------------|-----|
|                                                       | Rs.              | Rs.         | Rs.         | Rs.             | Rs. |
| Duties/Taxes Payable                                  | NOT APPLICABLE   |             |             |                 |     |
| Excise Duty                                           |                  |             |             |                 |     |
| 1 Domestic                                            |                  |             |             |                 |     |
| 2 Export                                              |                  |             |             |                 |     |
| 3 Stock Transfers (Net)                               |                  |             |             |                 |     |
| 4 Duty Free Clearance, Others etc.                    |                  |             |             |                 |     |
| 5 Total Excise Duty (1 to 4)                          |                  |             |             |                 |     |
| 6 Service Tax                                         |                  |             |             |                 |     |
| 7 VAT, CST etc.                                       | NOT APPLICABLE   |             |             |                 |     |
| 8 Other State Taxes, if any                           |                  |             |             |                 |     |
| 9 Total Duties / Taxes Payable (5 to 8)               |                  |             |             |                 |     |
| Duties/Taxes Paid                                     |                  |             |             |                 |     |
| 10 Cenvat/VAT Credit Utilised - Inputs                | NOT APPLICABLE   |             |             |                 |     |
| 11 Cenvat/VAT Credit Utilised - Capital Goods         |                  |             |             |                 |     |
| 12 Cenvat/VAT Credit Utilised - Input Services        |                  |             |             |                 |     |
| 13 Cenvat/VAT Credit Utilised - Others                |                  |             |             |                 |     |
| 14 Total (10 to 13)                                   |                  |             |             |                 |     |
| 15 Paid through PLA/Cash                              | NOT APPLICABLE   |             |             |                 |     |
| 16 Total Duties/Taxes Paid (14 + 15)                  |                  |             |             |                 |     |
| 17 Duties/Taxes Recovered                             |                  |             |             |                 |     |
| 18 Difference between Duties/Taxes Paid and Recovered |                  |             |             |                 |     |
| 19 Interest/Penalty/Fines Paid                        |                  |             |             |                 |     |



MePGCE-CAR-201



PART-D

Note: Provide separate amounts in notes in respect of Item 4 above.

Note: Provide separate amounts in notes in respect of Item 4 above.

(CMA. Sarjib Das)

COST AUDITOR

M. No. 19416



COMPANY SECRETARY/DIRECTOR  
MEMBERSHIP/DIN NUMBER

MANAGING DIRECTOR  
DIN No.

DATE: 20-09-2016

DATE

DATE

Note.

Note (1) Wherever, there is any significant variation in the current year's figure over the previous year's figure for any item shown under each para of the Annexure to the Cost Audit Report, reasons thereof shall be given by the Cost Auditor.

Note (2) Wherever, duration of the current year or the previous year is not 12 (twelve) months, same shall be clearly indicated in the Report.



MEGHALAYA POWER GENERATION CORPORATION LIMITED  
Lum Jingshai, Short Round Road,  
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ANNEXURE-I

FIXED ASSETS

| Assets Group            | Gross Block      |                          |                           | Accumulated Depreciation |                  |                              | Net Block                |                  |
|-------------------------|------------------|--------------------------|---------------------------|--------------------------|------------------|------------------------------|--------------------------|------------------|
|                         | As at 31.03.2013 | Addition during the year | Deduction during the year | As at 31.03.2014         | As at 31.03.2013 | Depreciation during the year | Adjustment for deduction | As at 31.03.2014 |
| Land and land rights    | 227374827        | 132128628                | 1000                      | 359502325                |                  |                              |                          | 227374827        |
| Building                | 1043776283       | 549258482                |                           | 1593034776               | 117425641        | 51761218                     |                          | 926349811        |
| Hydraulic Work          | 7185737122       | 441619109                | 112435375                 | 7514920856               | 1189624422       | 390631573                    | 5680075                  | 5996112700       |
| Other Civil Works       | 1375308279       | 34247971                 | 9202                      | 1409547048               | 160235905        | 45793747                     |                          | 1215072374       |
| Plant and Machinery     | 5491861358       | 398966234                | 5838043                   | 5844889549               | 830064156        | 289033344                    |                          | 4661797202       |
| Lines and cable Network | 73244173         | 2491036                  |                           | 75735208                 | 20502916         | 3454255                      | -6440347                 | 52741257         |
| Vehicles                | 17915514         |                          |                           | 17915514                 | 8198201          | 1331056                      |                          | 9717314          |
| Furniture and Fixtures  | 21126744         | 2176677                  |                           | 23303421                 | 8171746          | 1200524                      |                          | 12954997         |
| Office Equipment        | 14896780         | 721081                   |                           | 15617861                 | 5025248          | 927958                       |                          | 9844233          |
| Assets not in use       | 1554504          |                          |                           | 1554504                  |                  |                              |                          | 1554504          |
| TOTAL                   | 15452795524      | 1561609298               | 118283610                 | 16896121462              | 239275537        | 784133675                    | -760272                  | 13143520051      |
| PREVIOUS YEAR           | 3037994986       | 12484342359              | 69541429                  | 15452795524              | 1606799880       | 739751425                    | -7274939                 | 143446306        |
|                         |                  |                          |                           |                          |                  |                              |                          | 13113520050      |



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MEGHALAYA POWER GENERATION CORPORATION LIMITED  
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ANNEXURE IA

DEPRECIATION & AMORTISATION EXPENSES

| Particulars                                            | For the year ended<br>31st March 2014 | For the year ended<br>31st March 2013 |
|--------------------------------------------------------|---------------------------------------|---------------------------------------|
| DEPRECIATION                                           | 784133576                             | 739751425                             |
| Depreciation of Related Costs Charged To Capital Works | 125053                                |                                       |
| Transferred from Reserve/Amortisation of Grant         | 120540582                             | 218842                                |
| TOTAL                                                  | 663468041                             | 739532583                             |





MEGHALAYA POWER GENERATION CORPORATION LIMITED

Lum Jingshal, Short Round Road,

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India- 793001

ANNEXURE-II

EMPLOYEE COST

| Particulars                | For the year ended 31st March 2014 | For the year ended 31st March 2013 |
|----------------------------|------------------------------------|------------------------------------|
| Salary and Wages           | 433648421                          | 432054459                          |
| Donation to Provident Fund | 165052287                          | 143354707                          |
| Welfare Expenses           | 250099                             | 332098                             |
| <b>TOTAL</b>               | <b>598950807</b>                   | <b>575741264</b>                   |
| Capitalised to CWIP        | 69087854                           | 80938645                           |
| <b>TOTAL</b>               | <b>529862953</b>                   | <b>494802619</b>                   |



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# MEGHALAYA POWER GENERATION CORPORATION LIMITED

Lum Jingshai, Short Round Road,  
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## ANNEXURE-III

### ADMINISTRATION & GENERAL EXPENSES

| Particulars                                    | For the year ended 31st March 2014 | For the year ended 31st March 2013 |
|------------------------------------------------|------------------------------------|------------------------------------|
| Insurance                                      | 17100846                           | 16380075                           |
| Rent, Rates & Taxes                            | 1002875                            | 1001014                            |
| Telegram, Postage, Telegraph and Telex Charges | 623847                             | 711821                             |
| Travelling and Conveyance                      | 12764242                           | 12453278                           |
| Printing and Stationery                        | 786499                             | 1227810                            |
| Consultancy Charges                            | 9828626                            | 758728                             |
| Payments to Auditors                           | 0                                  | 6451                               |
| Books and Periodicals                          | 20411                              | 27470                              |
| Fee & Subscription                             | 0                                  | 90390                              |
| Advertisement                                  | 103060                             | 56770                              |
| Legal and Professional                         | 33388                              | 1495395                            |
| Auditors Remuneration                          | 957034                             | 828090                             |
| Total RC fees                                  | 878000                             |                                    |
| Electricity Charges                            | 37264                              | 38233                              |
| Water charges                                  | 152709                             | 58468                              |
| Entertainment                                  | 304374                             | 447969                             |
| Lab Testing                                    | 1110                               | 300                                |
| Bad Debts & other misc. written off            | 3000                               | 18161365                           |
| Other Purchases Related Expenses               | 522863                             | 882282                             |
| Miscellaneous Expenses                         | 324719                             | 909939                             |
| Charges to MePTCL                              | 13103667                           |                                    |
| Total                                          | 58546534                           | 55545848                           |
| Less: Capitalised                              | 3670881                            |                                    |
| Total                                          | 54875653                           |                                    |





MEGHALAYA POWER GENERATION CORPORATION LIMITED

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ANNEXURE-IV

FINANCE COST

| Particulars             | For the year ended 31st<br>march 2014 | For the year ended 31st March<br>2013 |
|-------------------------|---------------------------------------|---------------------------------------|
| Expenses on Borrowing   | 1112609012                            | 1003605036                            |
| Cost of raising finance | 5925425                               | 1737680                               |
| Charges                 | 39698117                              | 10087492                              |
|                         | 1158232554                            | 1015430208                            |
| Less: Capitalised       | 174828003                             | 379538624                             |
| Total                   | 983404551                             | 635791584                             |





MEGHALAYA POWER GENERATION CORPORATION LIMITED

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ANNEXURE-V

REPAIR AND MAINTENANCE OF ASSETS

| Particulars                | For the year ended 31st<br>March 2014 | For the year ended 31st<br>March 2013 |
|----------------------------|---------------------------------------|---------------------------------------|
| Repair and Maintenance     |                                       |                                       |
| Stores items & spare parts | 1012944                               | 327656                                |
| Land & Building            | 14266579                              | 9103625                               |
| Plant and Machinery        | 23207805                              | 27277301                              |
| Hydraulic Work             | 16774529                              | 7858392                               |
| Civil works                | 6557328                               | 9799664                               |
| Wires & Cables             | 80061                                 | 1789431                               |
| Vehicles                   | 1337343                               | 1331371                               |
| Furniture and Fixture      | 868891                                | 524068                                |
| Office Equipment           | 470366                                |                                       |
| TOTAL                      | 64675846                              |                                       |



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# MEGHALAYA POWER GENERATION CORPORATION LIMITED

Lum Jingshai, Short Round Road,  
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## ANNEXURE-VI OTHER INCOME

| Particulars                           | For the year ended 31st March<br>2014 | For the year ended 31st March<br>2013 |
|---------------------------------------|---------------------------------------|---------------------------------------|
| Interest Income                       |                                       |                                       |
| Interest on loan & advances           | 13861                                 | -                                     |
|                                       |                                       |                                       |
| Other Income                          |                                       |                                       |
| Discount Received                     |                                       |                                       |
| Fee from STOA                         |                                       |                                       |
| Miscellaneous receipts                | 6209566                               | 6453717                               |
| Income from Trading                   | 413184                                | 2372526                               |
| Interest on Overdue trade receivables |                                       |                                       |
| TOTAL                                 | 6636611                               | 8826243                               |



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**MEGHALAYA POWER GENERATION CORPORATION LIMITED**

Lum Jingshai, Short Round Road,  
Shillong Meghalaya,  
India- 793001

**ANNEXURE-VII**

**PRIOR PERIOD ITEMS (NET)**

| Particular                                   | For the year ended 31st March<br>2014 | For the year ended 31st March<br>2013 |
|----------------------------------------------|---------------------------------------|---------------------------------------|
| Expenses                                     |                                       |                                       |
| Purchase of Power                            | 0                                     |                                       |
| Employee Cost                                | 4902642                               | 2606490                               |
| Depreciation under provided in previous year | 6500962                               | 13707089                              |
| Others                                       | 112433569                             | 1043178                               |
|                                              | <u>123837173</u>                      | <u>12356757</u>                       |
| Incomes                                      |                                       |                                       |
| Excess provision                             | 9439708                               | 10603460                              |
|                                              | <u>9439708</u>                        | <u>10603460</u>                       |
| <b>TOTAL</b>                                 | <b>114397465</b>                      | <b>6782897</b>                        |

