

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SARDA ENERGY LIMITED

Report on the Financial Statements

We have audited the accompanying IND AS financial statements of **SARDA ENERGY LIMITED** ("the company") which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss, the Cash Flow Statement, the Statement of Changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the IND AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these IND AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's

judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the IND AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March 2018, its **Profit**, its Cash Flows and changes in Equity for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A a statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. **As required by section 143(3) of the Act, we report that:**
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) the Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid IND AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

- e) On the basis of written representations received from the directors as on 31st March, 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2018 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With Respect to the adequacy of the Internal Financial Controls over financial reporting of the Company and the Operating Effectiveness of such controls, refer to our separate report in Annexure B.
- g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which are required to be transferred by the Company to the Investor Education and Protection Fund.

For, BEGANI & BEGANI
CHARTERED ACCOUNTANTS
(FRN : 010779C)

DATE : 19.05.2018
PLACE : RAIPUR (C.G.)

(VIVEK BEGANI)
PARTNER
M.NO. 403743

SARDA ENERGY LIMITED

Annexure A to Independent Auditor's Report (CARO 2016)

In terms of the information and explanations sought by us and given by the company and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that: -:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) As explained & Informed to us, the Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) As explained & Informed to us, the title deeds of immovable properties are held in the name of the company.
- (ii) In respect of its inventories:**

a) The Company does not possess any type of inventory during the year under Audit, hence the said clause is not applicable.
- (iii)** The Company has granted loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act')

 - a) The terms and conditions of the grant of such loans are not prejudicial to the company's interest.
 - b) No Schedule of repayment of principal and payment of interest has been stipulated.
 - c) No Schedule of repayment of principal and payment of interest has been stipulated and therefore the question of overdue amounts does not arise. Though Company has informed that the reasonable steps have been taken for recovery of the principal and interest.
- (iv)** The Company has not provided any loans, investments, guarantees and security under section 185 and 186 of the Companies Act, 2013.
- (v)** In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits in contravention of Directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.

- (vi) According to the information and explanation given to us, the Company has not manufactured or produced any product during the year under Audit, hence the said Clause is not applicable.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including income tax, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, service tax, cess and other material statutory dues were in arrears as at 31st March 2018 for a period of more than six months from the date they became payable.
- (b) However, according to information and explanations given to us, the following dues of have not been deposited by the Company on account of disputes:

Name of the statute	Nature of dues	Amount (in Rs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act	Income Tax	9,83,060.00	2013-14	Commissioner of Income Tax (Appeals)-II, Raipur
	Income Tax	15,15,190.00	2014-15	Commissioner of Income Tax (Appeals)-II, Raipur

- (viii) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institution or banks.
- (ix) The Company has not raised any money by way of initial public offer, further public offer and term loans.
- (x) Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit, that causes the financial statements to be materially misstated.
- (xi) The Provisions of Section 197 is not applicable to the Company as the Company has not paid any Managerial Remuneration.
- (xii) The company is not a Nidhi Company hence this clause is not applicable.

- (xiii) Based upon the audit procedures performed and according to the information and explanations given to us, All transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial statements etc. as required by the applicable accounting standards.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) The company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For, BEGANI & BEGANI
CHARTERED ACCOUNTANTS
(FRN : 010779C)**

**DATE : 19.05.2018
PLACE : RAIPUR (C.G.)**

**(VIVEK BEGANI)
PARTNER
M.NO. 403743**

ANNEXURE B to the Auditors Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **SARDA ENERGY LIMITED** ("the Company") as of 31st March 2018 in conjunction with our audit of the IND AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2018 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For, BEGANI & BEGANI
CHARTERED ACCOUNTANTS
(FRN : 010779C)**

**(VIVEK BEGANI)
PARTNER
M.NO. 403743**

**DATE : 19.05.2018
PLACE : RAIPUR (C.G.)**

SARDA ENERGY LTD.
BALANCE SHEET AS AT 31st MARCH 2018

(Amount in Rs.)

SI No	Particulars	Note No.	As at 31st March, 2018	As at 31st March, 2017
	ASSETS :			
(1)	Non-current Assets			
(a)	Property, Plant & Equipment		37,276	38,875
(b)	Capital work-in-progress		-	-
(c)	Investment Property	2	62,935,466	62,935,466
(d)	Other Intangible Assets		253	422
(e)	Financial Assets		-	-
(i)	Investments	3	500,000,000	500,000,000
(ii)	Loans	4	85,482,964	85,482,964
(f)	Other Non- current Assets	5	13,500	13,500
(g)	Differed Tax Asset (Net)		-	-
			648,469,459	648,471,227
(2)	Current Assets			
(a)	Inventories			-
(b)	Financial Assets			-
(i)	Investments			-
(ii)	Trade receivables			-
(iii)	Cash & cash equivalents	6	62,011	78,388
(iv)	Loans	7	59,740,697	56,177,158
(c)	Other Current Assets	8	19,168,910	20,969,070
			78,971,618	77,224,616
	TOTAL ASSETS		727,441,077	725,695,843
	EQUITY AND LIABILITIES:			
	Equity			
(a)	Equity Share capital	9	7,163,070	7,163,070
(b)	Other Equity	10	717,624,918	715,672,831
	Liabilities			
(1)	Non-current Liabilities :			
(a)	Financial Liabilities			
(b)	Provisions	11	677,599	2,531,942
			677,599	2,531,942
(2)	Current Liabilities			
(a)	Financial Liabilities			
(ii)	Trade Payables	12	1,814,890	204,300
(b)	Other current liabilities	13	148,800	112,200
(c)	Provisions	14	11,800	11,500
			1,975,490	328,000
	TOTAL EQUITY AND LIABILITIES		727,441,077	725,695,843

Significant accounting Policies

1

The accompanying Notes are an integral part of the financial statements.

As per our Report of even date

For, **BEGANI & BEGANI**

Chartered Accountants

FRN: 010779C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(VIVEK BEGANI)

PARTNER

M. No. 403743

PLACE : RAIPUR (C.G.)

DATE : 19.05.2018

(K. K. SARDA)

DIRECTOR

DIN 00008170

(PANKAJ SARDA)

DIRECTOR

DIN 00008190

PLACE : RAIPUR (C.G.)

DATE : 19.05.2018

SARDA ENERGY LTD.

Statement of profit and loss for the year ended 31st MARCH 2018

(Amount in Rs.)

SI No	Particulars	Note No.	Year ended 31st March, 2018	Year ended 31st March, 2017
I.	Revenue from operations (Gross)		-	-
	Less: Excise Duty		-	-
	Revenue from operations (Net)		-	-
II.	Other income	15	4,737,266	14,938,867
III.	Total Revenue (I + II)		4,737,266	14,938,867
IV.	Expenses:			
	Employee benefits expense	16	62,448	62,000
	Finance costs	17	745	2,808
	Depreciation and amortization expense	18	1,768	2,378
	Other expenses	19	2,042,619	2,453,414
	Total Expenses		2,107,580	2,520,600
V.	Profit before Exceptional Items and Tax (III - IV)		2,629,686	12,418,268
VI.	Exceptional items		-	-
VII.	Profit Before Tax (V - VI)		2,629,686	12,418,268
VIII.	Tax expense:			
	(1) Current tax		677,599	2,531,942
	(2) Deferred tax		-	-
	(3) Income Tax related to earlier years		-	685,183
	(4) MAT Credit Entitlement		-	-
IX.	Profit for the period (VII - VIII)		1,952,087	9,201,143
X.	Total Comprehensive Income for the period		1,952,087	9,201,143
XI.	Earnings per equity share:	20		
	Basic & Diluted		2.73	12.85

Significant accounting Policies

1

The accompanying Notes are an integral part of the financial statements.

As per our Report of even date

For, **BEGANI & BEGANI**

Chartered Accountants

FRN: 010779C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(VIVEK BEGANI)

PARTNER

M. No. 403743

PLACE : RAIPUR (C.G.)

DATE : 19.05.2018

(K. K. SARDA)

DIRECTOR

DIN 00008170

(PANKAJ SARDA)

DIRECTOR

DIN 00008190

PLACE : RAIPUR (C.G.)

DATE : 19.05.2018

SARDA ENERGY LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

(Amount in Rs.)

	PARTICULARS	As at 31st March, 2018	As at 31st March, 2017
A.	CASH FLOW FROM OPERATING ACTIVITIES :		
	Net Profit before tax as per Profit & Loss Account	2,629,686	12,418,268
	<u>Adjustment for :</u>		
	Depreciation	1,768	2,378
	Preliminary Expenses Written off		-
	Dividend income		-
		1,768	2,378
	Operating Profit before Working Capital changes	2,631,454	12,420,646
	<u>Adjustment for :</u>		
	Inventories	-	-
	Trade and other receivable	-	-
	Loans and Advances	-	-
	(Increase)/Decrease in Fixed deposits with scheduled banks under lien	-	-
	Trade Payable	-	-
		-	-
	Cash generated from Operations	2,631,454	12,420,646
	Direct Taxes (Net)	(677,599)	(3,217,125)
	Net Cash from Operating Activities	1,953,855	9,203,521
B.	CASH FLOW FROM INVESTING ACTIVITIES :		
	(Increase)/decrease in Investment	-	(221,800,000)
	Sale / Write off of Fixed Assets	-	-
	Loans & Advances	(3,563,539)	213,683,736
	Current Liabilities	(206,853)	953,402
	Other non-current assets	1,800,160	(2,011,892)
	Net Cash used in Investing Activities	(1,970,232)	(9,174,754)
C.	CASH FLOW FROM FINANCING ACTIVITIES :		
	Proceeds/(Buy Back) from fresh issue of shares	-	-
	Share Application Money received/(Paid) Allotment	-	-
	Net Cash from financing Activities	-	-
	Net Increase/(decrease) in Cash and Cash equivalents (A+B+C)	(16,377)	28,767
	CASH AND CASH EQUIVALENTS AS AT 01/04/2017	78388	49,621
	CASH AND CASH EQUIVALENTS AS AT 31/01/2018	62,011	78,388
	Increase/(decrease) in Cash and Cash equivalents	(16,377)	28,767
	Notes:	0	0
	(a) Cash and cash equivalent include the following :		
	Cash on Hand	-	-
	Balance with Banks	62011	78,388
	(b) Figures in brackets represent outflows.	62,011	78,388
	(c) Previous year figures have been recast/restated wherever necessary.		

AS PER OUR REPORT OF EVEN DATE ATTACHED
FOR, BEGANI & BEGANI
Chartered Accountants
FRN: 010779C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(VIVEK BEGANI)
PARTNER
M. No. 403743
PLACE : RAIPUR (C.G.)
DATE : 19.05.2018

(K. K SARDA)
DIRECTOR
DIN 00008170

(PANKAJ SARDA)
DIRECTOR
DIN 00008190

PLACE : RAIPUR (C.G.)
DATE : 19.05.2018

AUDITOR'S CERTIFICATE

We have examined the attached Cash flow Statement of M/s Sardar Energy Limited for the year ended 31st March 2018. The statement has been prepared by the Company in agreement with the corresponding Balance Sheet of the company.

PLACE: RAIPUR
DATE : 19.05.2018

FOR, BEGANI & BEGANI
Chartered Accountants
FRN: 010779C

(VIVEK BEGANI)
PARTNER
M. No. 403743

SARDA ENERGY LTD.
Adjustment entries

a Equity Share Capital (Amount in Rs.)

Particulars	Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
Equity Share class A	7,163,070	-	7,163,070
Equity Share class B	-	-	-

b Other Equity (Amount in Rs.)

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Securities Premium Reserve	Shares option Outstanding account	Capital Redemption Reserve	Retained Earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a foreign operation	Remeasurements of the defined benefit plans	Money received against share warrants	Total
Balance as of April 1, 2017	-	-	726,274,630	-	2,135,000	(12,736,799)	-	-	-	-	-	-	-	715,672,831
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	-	1,952,087	-	-	-	-	-	-	-	1,952,087
Any other change (to be specified):	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as of March 31, 2018	-	-	726,274,630	-	2,135,000	(10,784,712)	-	-	-	-	-	-	-	717,624,918

SARDA ENERGY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH, 2018

Note 1

SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation

The financial statement of the Company are prepared under the historical cost convention using the accrual method of accounting in accordance with the generally accepted accounting principles in India, mandatory accounting standards as specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 .

1.2 Use of Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent liabilities as at the date of financial statement and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

1.3 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

1.4 Fixed Assets

Tangibles

Tangible Assets are stated at cost less accumulated depreciation / amortization and impairment losses if any. Cost comprises the purchase price and any attributable costs of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition/construction of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready for commercial use.

Intangibles

Intangible assets are carried at its cost less accumulated amortization and impairment losses if any.

1.5 Depreciation/Amortisation

Depreciation has been provided based on life assigned to each asset in accordance with Schedule II of the Companies Act, 2013. Intangible Assets are amortized over technically useful life of the asset.

1.6 Borrowing Costs

Borrowing costs that are directly attributable to the acquisition or construction of a qualifying asset are capitalized as part of the cost of that asset. The amount of borrowing costs eligible for capitalization is determined in accordance with Indian Accounting Standard 23 (IND AS 23) on "Borrowing Costs". Other borrowing costs are recognized as pre-operative expenses in the period in which they are incurred.

(Amount in Rs.)

Note 2	As at 31st March, 2018	As at 31st March, 2017
Property, plant and equipment		
(a) Furniture and Fixtures	32,775	33,414
(b) Vehicles	4,501	5,461
	37,276	38,875
Investment Property		
(a) Freehold Land - owned (IP)	62935466	62,935,466
	62935466	62,935,466
Other Intangible Assets		
(a) Software	253	422
	253	422

Note 3	As at 31st March, 2018	As at 31st March, 2017
NON CURRENT INVESTMENTS - FINANCIAL ASSET		
Other Investments		
Share application money pending Allotment (MBPCL)	-	26,500,000
Share Alloted by Madhya Bharat Power Corporation Ltd.	500,000,000	473,500,000
	500,000,000	500,000,000

Note 4	As at 31st March, 2018	As at 31st March, 2017
OTHER NON-CURRENT ASSETS		
(a) Advances other than capital advances		
Unsecured, considered good		-
(i) Other loans and advances	85,482,964	85,482,964
	85,482,964	85,482,964

Note 5	As at 31st March, 2018	As at 31st March, 2017
LOANS - FINANCIAL ASSET		
(a) Other loans and advances		
Unsecured , considered good		
Other advances	13,500	13,500
	13,500	13,500

Note 6	As at 31st March, 2018	As at 31st March, 2017
Cash & Bank Balance		
Balances with banks		
In current accounts	62,011	78,388
Cash in hand	-	-
	62,011	78,388

(Amount in Rs.)

Note 7	As at 31st March, 2018	As at 31st March, 2017
LOANS - FINANCIAL ASSET		
(a) Other loans		
Unsecured, considered good		
(i) Advances to employees	-	-
(ii) Loans and advances to other parties	59,740,697	56,177,158
	59,740,697	56,177,158

Note 8	As at 31st March, 2018	As at 31st March, 2017
OTHER CURRENT ASSETS		
Advances other than capital advances		
(a) Other Advances		
(i) Advances to vendors	186,430	186,430
(b) Other Advances		
(i) Balances with tax authorities	18,982,480	20,782,640
	19,168,910	20,969,070

SARDA ENERGY LTD.

(Amount in Rs.)

Note 9	As at 31st March 2018		As at 31st March 2017	
	No.		No.	
EQUITY SHARE CAPITAL				
Authorised				
Equity Shares of ₹ 10/- each	1,000,000	10,000,000	1,000,000	10,000,000
Issued, Subscribed and fully paid up				
Equity Shares of ₹ 10/- each	716,307	7,163,070	716,307	7,163,070
	716,307	7,163,070	716,307	7,163,070

- a. Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period :-

Particulars	Equity Shares Number	As at 31st March 2018	As at 31st March 2017
Shares outstanding at the beginning of the year	716307	7,163,070	7,163,070
Shares issued during the year	-	-	-
Shares bought back during the year	-	-	-
Shares outstanding at the end of the year	716307	7,163,070	7,163,070

- b. All equity shares carry equal voting and distribution rights.
c. All the above equity shares are held by M/s. Sarda Energy & Minerals Ltd., the Holding Company.
d. Details of shareholders holding more than 5 percent of shares in the company:-

(Equity shares of Rs. 10/- each fully paid)		As at 31st March 2018	As at 31st March 2017
Name of Shareholder		M/s. Sarda Energy & Minerals Ltd.	
No. of Shares held		716,307	716,307
% of Holding		100%	100%

Note 10	As at 31st March, 2018	As at 31st March, 2017
OTHER EQUITY		
Capital Reserve		-
Securities Premium Account		
Balance as per last financial statements	726,274,630	726,274,630
Less:- Securities Premium debited on share buy back		
Closing Balance	726,274,630	726,274,630
Surplus in the statement of Profit and Loss		
Balance as per last financial statements	(12,736,799)	(21,937,942)
Add : Profit for the year	1,952,087	9,201,143
Closing Balance	(10,784,712)	(12,736,799)
Capital Redemption Reserve	2,135,000	2,135,000
	717,624,918	715,672,831

Note 11	As at 31st March, 2018	As at 31st March, 2017
Provisions		
(a) Provision for Income Tax	677,599	2,531,942
	677,599	2,531,942

(Amount in Rs.)

Note 12	As at 31st March, 2018	As at 31st March, 2017
Other current liabilities		
(a) Trade Payable	1,814,890	204,300
	1,814,890	204,300

Note 13	As at 31st March, 2018	As at 31st March, 2017
Other current liabilities		
(a) TDS payables	148,800	112,200
	148,800	112,200

Note 14	As at 31st March, 2018	As at 31st March, 2017
Provisions		
Provision for Audit Fee	11,800	11,500
	11,800	11,500

Note 15	As at 31st March, 2018	As at 31st March, 2017
Other Income		
Interest Income	4,737,266	14,938,867
Total	4,737,266	14,938,867

Note 16	As at 31st March, 2018	As at 31st March, 2017
Employee benefit expense		
Salaries, incentives & Managerial Remuneration	62,448	62,000
Total	62,448	62,000

Note 17	As at 31st March, 2018	As at 31st March, 2017
Finance Costs		
Bank Charges	745	2,808
Total	745	2,808

(Amount in Rs.)

Note 18	As at 31st March, 2018	As at 31st March, 2017
Depreciation and Amortisation		
Depreciation of Tangible Assets	1,599	2,097
Amortisation of Intangible Assets	169	281
Total	1,768	2,378

Note 19	As at 31st March, 2018	As at 31st March, 2017
Other Expenses		
Stores & Spares Consumption	-	-
Power	210,690	208,420
Others	360	-
Rent	1,755,840	1,711,200
Rates & Taxes	-	-
Insurance Charges	-	750
Miscellaneous Expenses	-	-
Travelling & Conveyance expenses	7,563	19,959
Legal & Professional Expenses	18,134	460,585
Administrative Expenses	37,932	40,950
Other Expenses	-	-
Payment to Auditors	12,100	11,550
Provision for Diminution in value of Current Investment	-	-
Total	2,042,619	2,453,414

Note 20	As at 31st March, 2018	As at 31st March, 2017
Earnings per Share (EPS)		
Net Profit after tax as per Statement of Profit & Loss attributable to Equity Shareholders (` in Lacs)	1,952,087	9,201,143
Nominal Value of Equity Shares (`)	10	10
Weighted average number of Equity Shares used as denominator for calculating basic EPS	716,307	716,307
Basic & Diluted (`)	2.73	12.85

Note 21

ADDITIONAL NOTES TO ACCOUNTS

- Contingent liability not provided for is Rs. Nil (Previous Year: Rs. Nil).
- The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small and Medium Enterprises development Act, 2006) claiming their status as on 31st March, 2018 as micro, small or medium enterprises. Consequently the amount paid/payable to these parties during the year is Nil (previous year: Nil)
- Value of imports on CIF Basis is Rs. Nil (Previous year: Rs. Nil)
- Expenditure in foreign currency is Rs. Nil (Previous year: Rs. Nil)
- Earnings in foreign currency is Rs. Nil (Previous year: Rs. Nil)
- In view of uncertainty of Profits in future, no provision of Deferred Tax Assets has been made during the year on brought forward
- Related Party Transactions:
The details of related parties & nature of relationship are given below:

(i) Name of Related Parties and description of relationship: -

Sl. No.	Description of Relationship	Name of Related Parties
1	Key Managerial Personnel	Mr. K K Sarda - Director Mr. P S Dutta Gupta - Director Mr. Pankaj Sarda - Director
2	Holding Company	M/s. Sarda Energy & Minerals Ltd.
3	Related Enterprises where significant influence exist	M/s. Chhattisgarh Investment Ltd.

(ii) Material Transaction with Related Parties

Particulars	Holding Company	Related Enterprises
Loans received (incl. interest accrued & due thereof)		700,000 (227,327,938)
Interest Received		4,737,266 (14,938,867)
Advance paid for Expenses		
Advance Given		-
Outstanding as on 31.03.2018		
Short Term Loans	-	59,740,697 (56,177,158)

Note : Figures in (bracket) represents previous year figures.

- Previous year's figures are regrouped and reclassified to confirm to this year's classification, as per schedule of Companies Act, 2013.

As per our Report of even date

For, **Begani & Begani**
Chartered Accountants
FRN: 010779C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

(VIVEK BEGANI)
PARTNER
M. No. 403743
PLACE : RAIPUR (C.G.)
DATE : 19.05.2018

(K. K. SARDA)
DIRECTOR
DIN 00008170

(PANKAJ SARDA)
DIRECTOR
DIN 00008190
PLACE : RAIPUR (C.G.)
DATE : 19.05.2018