

# PASCHIM GUJARAT VIJ COMPANY LIMITED

## NOTES ON ACCOUNTS

### NOTES FORMING PART OF ACCOUNTS

Till year ended 31st March, 2011, the company was using pre-revised schedule VI to the Companies Act, 1956, for preparation and presentation of financial statements. During the year ended 31st March, 2012 the revised schedule VI notified under the Companies Act, 1956, has become applicable to company. Corresponding figures of the previous year have been re-grouped / re-arranged and re-classified, wherever necessary, to make them comparable with the figures of the current year.

#### 1 SHARE CAPITAL

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Authorised Share Capital: 100,00,00,000 Equity Shares each of Rs. 10 each	100000.00	100000.00
Issued Capital - 56,52,81,614 (PY 46,51,94,285) Equity Shares of Rs. 10 fully paid up	56528.16	46519.43
Subscribed Capital - 56,29,03,896 (PY 46,29,03,896) Equity Shares of Rs. 10 fully paid up	56290.39	46290.39
Paid up Capital - 46,29,03,896 (PY 46,29,03,896) Equity Shares of Rs. 10 fully paid up	46290.39	46290.39
<b>Total</b>	<b>46290.39</b>	<b>46290.39</b>

#### 1.1 SHARES OUTSTANDING

The reconciliation of the number of the shares outstanding as at March 31,2012 and March 31,2011 is set out below:

Particulars	As at 31st March, 2012	As at 31st March, 2011
Number of Shares at the beginning	462903896	422903896
Add: Shares issued during the year	0	40000000
<b>Number of shares at the end</b>	<b>46 29 03 896</b>	<b>46 29 03 896</b>

#### 1.2 SHARE HELD BY THE HOLDING COMPANY

a) Out of the above 46,29,03,896 Shares are held by holding company Gujarat Urja Vikas Nigam Ltd and its nominees.

b) 21,74,08,813 shares were allotted at premium for consideration other than cash in terms of GoG resolution Dt.12.12.2008 by bifurcating and notifying revised Equity Structure from 1.04.2008. The said shares pertains to the consideration specified in FRP notification dtd. 3-10-2006 for the transfer of undertaking comprising of the values of assets and liabilities and the proceeding relating to distribution activities of erstwhile GEB as specified in the transfer schemes which has been discharged by PGVCL in the form of equity shares of Rs.10/- each to GUVNL, as directed by the GoG under notification of Energy & Petrochemicals Department dated 12th December,2008.

1.3 The company has issued only one class of Equity share having a par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the company, the holder of Equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity shares held by the shareholder.

# PASCHIM GUJARAT VIJ COMPANY LIMITED

## 1.4 SHARE HOLDING MORE THAN 5%

Particulars	As at 31st March, 2012	As at 31st March, 2011
Number of shares held by the holding company- GUVNL	462903796	462903796
% of the the shares held	99.99	99.99

## 1.5 SHARES ALLOTTED FOR CONSIDERATION OTHER THAN CASH

Particulars	As at 31st March, 2012	As at 31st March, 2011
No. of Shares issued for consideration other than cash	217408813	217408813
Amount of Shares issued for consideration other that cash (Rs. in lacs)	21740.88	21740.88

## 2 RESERVES & SURPLUS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Securities Premium Account (Balance as per last Balance Sheet)	65222.64	65222.64
<b>Surplus as per Profit &amp; Loss Account</b>		
Opening Balance	5349.53	5038.23
Net Profit for the Current Year	931.30	311.30
<b>Closing Balance</b>	<b>6280.83</b>	<b>5349.53</b>
<b>Total</b>	<b>71503.47</b>	<b>70572.17</b>

## 3 SHARE APPLICATION MONEY PENDING ALLOTMENT

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Opening Share Application Money	10000.00	4000.00
Add: Received During the year	22400.00	10000.00
Allotment made during the year	.0	4000.00
<b>Total</b>	<b>32400.00</b>	<b>10000.00</b>

- 3.1** The Share application money of Rs. 10000 lacs has been received from GoG during the year 2010-11 for implementation of the KHUSHY scheme and has been allotted on 10th April,2012.
- 3.2** The equity share application of Rs. 22400 lacs pertains to the equity capital contribution received from GoG during the year 2011-12 for implementation of KHUSHY and release of Ag connections in coastal area under Sagarkhedu Yojna.
- 3.3** 22,51,61,558 shares are to be allotted at par within a reasonable period of time as per the requirement of provisions of Companies Act, 1956 against Share application money pending allotment amounting to Rs.22400.00 lacs.

## PASCHIM GUJARAT VIJ COMPANY LIMITED

### 4 DEFERRED GOVT. GRANTS, SUBSIDIES & CONTRIBUTIONS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Govt Grants and Subsidies towards Cost of Capital Assets</b>		
Opening Balance	17315.43	9643.66
Add: Received During the year	2776.87	9595.71
Less: 10% amount written back to P&L	2009.23	1923.94
<b>Closing Balance as at the year end</b>	<b>18083.07</b>	<b>17315.43</b>
<b>Consumer Contribution towards Capital Assets.</b>		
Opening Balance	60562.59	50539.41
Add: Received During the year	47267.78	16752.36
Less: 10% amount written back to P&L	10783.04	6729.18
<b>Closing Balance as at the year end</b>	<b>97047.33</b>	<b>60562.59</b>
<b>Total</b>	<b>115130.40</b>	<b>77878.02</b>

- 4.1** Company is providing depreciation on Capital Assets related to Electrification & Service connection on Straight Line Method as per the rates prescribed in Schedule XIV of the Companies Act, 1956. In respect of these assets, Company is receiving Consumer contribution, Grant & Subsidy which is being treated as deferred revenue by the company. Considering administrative convenience, practical aspects & taking into consideration the very wide geographical distribution network as well as Constraints on Relevant & Reliable Information as stated in "Framework for the Preparation & Presentation of Financial Statement" issued by the Accounting Standard Board of ICAI, company is transferring 10% of year end balance of Contribution, Grants & Subsidies to Profit & Loss account instead of allocating to income over the periods and in the proportions in which depreciation on those assets is charged.

## 5 Long Term Borrowings

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012		As at 31st March, 2011	
	Current	Non Current	Current	Non Current
<b>A SECURED</b>				
<b>1. TERM LOANS</b>				
- From Banks (as allocated by GUVNL)	1868.46	.0	9409.96	1868.46
- From Other Parties				
(a) From Power Finance Corporation Limited obtained obtained by the company	.0	14152.42	.0	14152.42
<b>B UNSECURED</b>				
<b>1. BONDS (AS ALLOCATED BY GUVNL)</b>				
- 11.50% Series VI Option II	1247.58	.0	935.69	1247.57
- 11.75% Series VI Option II	267.69	624.61	.0	892.31
- 7.50% Serie2 VI Option III	494.69	1154.27	.0	1648.96
- 11.25% Series VI Option II	13.06	17.41	13.06	30.47
- 11.50% Series VII Option III	.0	585.16	.0	585.16
- 8.95% Series VIII	.0	5332.41	293.74	5332.41
- 8% Series IX	.0	847.57	251.74	847.57
- 8% Series X	.0	2362.96	934.96	2362.96
- SLR Bonds	.0	.0	620.23	.0
<b>2. TERM LOANS</b>				
- From Banks (as allocated by GUVNL)	1156.96	.0	2398.65	1156.96
- From Other Parties				
(a) Loans obtained by Company from REC	950.45	3700.53	1057.93	4681.80
(b) Govt Loans allocated by GUVNL				
- Loan under APDRP	442.03	4386.45	442.03	4828.48
- ADB Loan for Earthquake	854.62	10619.28	784.75	11473.90
- ADB Prog. & Proj. Loan	564.72	6810.24	557.82	7374.96
- Kisan Hit Urja Shakti Yojna (KHUSHY) Loan	400.00	3200.00	400.00	3600.00
<b>Total</b>	<b>8260.26</b>	<b>53793.31</b>	<b>18100.56</b>	<b>62084.39</b>

### 5.1 SECURED AND UNSECURED LOANS

\* GUVNL raises fund by issue of bonds as well as borrowing from Banks, Financial Institutions, GoG and other Public Sector Undertakings for common usages of successor Companies. The repayment and interest of these borrowings are reimbursed by the Company to GUVNL. Facilities sharing agreement between GUVNL and successor Companies have been executed. Consequently, the part amount of loan outstanding from Banks and Financial Institutions are disclosed under the head 'Long Term Borrowings' and maturity pattern, terms of repayment and security as disclosed below are as per the information provided by the GUVNL.

## 5.2 REGISTRATION OF THE CHARGE ON ASSET

\* As per the legal opinion of the counsel, the properties on which the charge is already created by erstwhile GEB and acquired by the company, the same is required to be registered under the provisions of the Companies Act, 1956. Due to the common funds for all the operations of erstwhile GEB, funds were raised against the charge over all its assets. However, the amount of secured loans of erstwhile GEB which are secured against the separate properties transferred to each successor company has not yet been identified. The Company, therefore, could not register the charge on these properties with the Registrar of Companies, Gujarat.

## 5.3 SECURITIES AGAINST LONG TERM BORROWINGS

- \* Loan from PFC (outstanding Rs.9.83 Crores) is secured against the 1st mortgage/ hypothecation charge on the assets of Bharuch Transmission Circle.
- \* Loan from Indian Overseas Bank (outstanding Rs.20 Crores) is secured against the 1st hypothecation charge on the assets of Dhrangadhra and Surendranagar O & M Division of PGVCL.
- \* Loan from Indian Overseas Bank (outstanding Rs.18.33 Crores) is secured against the 1st hypothecation charge on the assets of Vijapur, Mehsana & Chhatral Tr. Division of GETCO.
- \* Loan from Union Bank of India (outstanding Rs.10 Crores) is secured against the 1st hypothecation charge on the assets of Soja, Dhansura & Chhatral Tr. Division of
- \* Loan from Allahabad Bank (outstanding Rs.30 Crores) is secured against the 1st hypothecation charge on the assets of Sabarmati, Gandhinagar & Bavla O & M Division of
- \* Loan from Canara Bank (outstanding Rs.83.32 Crores) is secured against the extension hypothecation charge on the assets of Godhra and Baroda O&M Divisions of MGVCL.
- \* Loan from Dena Bank (outstanding Rs.12.50 Crores) is secured against the 1st hypothecation charge on the assets of Amreli, Dhasa, & Vartej Tr.Divisions of GETCO.

\* Some of the assets of the company viz. Plant and Machinery, Hydraulic works, lines and cables, furniture and fixtures and office equipments are given as security to the Banks for the loans raised by Holding Company i.e. GUVNL. Charges created in respect of these assets as well as charges in respect of loan from Power Finance Corporation (PFC) availed by the company are as under :

Name of the Bank in whose favour charges is created	Amount for which the charge is created (Rs. in lacs)	Location at which the assets are in existence and on which the charge is created.
<b>LOANS ALLOCATED BY GUVNL</b>		
Indian Overseas Bank	10 000	Surendranagar
UCO Bank	37 800	Current Assets
<b>LOANS AVAILED BY COMPANY</b>		
Power Finance Corporation	30 535	Rajkot, Bhavnagar, Jamnagar, Junagadh, Porbander, Amreli, Bhuj, Botad, Surendranagar.

#### 5.4 MATURITY PROFILE OF BONDS

(Amount Rs. in lacs)

Public Bonds(Allocated By GUVNL) (Unsecured)	Maturity Period			Total
	Up to 2 Years	Next 2 Years	Beyond 4 years	
8% Series-IX	0.00	508.54	339.03	847.57
8% Series-X	0.00	1417.78	945.19	2362.97
8.95% Series-VIII	0.00	3199.45	2132.97	5332.42
11.75% Series-VI Option- III	535.39	356.92	0.00	892.31
7.50% Series-VI Option- III	989.38	659.59	0.00	1648.97
11.50% Series-VI Option-II	1247.58	0.00	0.00	1247.58
11.50% Series-VII option-III	585.16	0.00	0.00	585.16
11.25% Series-VII option-II	30.47	0.00	0.00	30.47

#### MATURITY PROFILE OF LOANS

(Amount Rs. in lacs)

PARTICULAR	Maturity Period			Total
	Up to 2 Years	Next 2 Years	Beyond 4 years	
<b>Loans(Allocated By GUVNL)</b>				
A) Govt Loans allocated by GUVNL (Unsecured)	4538.80	4557.35	18181.19	<b>27277.34</b>
B) Loans From Banks (Secured)	1868.46	0.00	0.00	<b>1868.46</b>
C) Loan From Financial Institution (Unsecured)	1156.96	0.00	0.00	<b>1156.96</b>
<b>Loans(Raised/Serviced by PGVCL)</b>				
A) Loans From REC Ltd.(Unsecured Loan)	2008.78	1900.91	188.83	<b>4098.52</b>

5.41 The outstanding loan towards RGGVY project availed from REC by PGVCL amounting to Rs. 552.46 lacs as on 31st March,2012 is under moratorium period which is of 5 years.

5.42 As per the PFC letter no. 02:10: R-APDRP (P-A):2009: PGVCL dated ,30.6.2009, The financial assistance as availed from PFC towards the R-APDRP project received as loan along with the interest thereon shall be converted into the grant once the establishment of the required system is achieved and verified by an independent agency appointed by the Ministry of Power (MoP). No conversion to grant will be made in case the projects are not completed within the period of 3 years. Mean time till the completion of the project, the said financial assistance is treated as loan and accordingly the interest has been accrued and accounted . Permission for extension of the project is under process.

The moratorium period of the said loan is of 3 years.

#### 5.5 REPAYMENT TERMS

PARTICULARS	Periodicity	No. of remaining Installments	Amount of Installment (Rs. in Lacs)
Loan from REC LTD (Serviced by PGVCL)	Yearly	293	950.45

\* As the repayment of the Loans & Public Bonds allocated by GUVNL is serviced by GUVNL, the repayment terms thereof are available with the GUVNL. As the same are not provided, the same are not stated.

## 6 OTHER LONG TERM LIABILITES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Deposits for Electrification & Service Conn. etc.	13186.32	13614.10
Security Deposit from Consumers in Cash	99039.66	92360.73
Staff related Liabilities.	2956.39	2651.46
<b>Total</b>	<b>115182.37</b>	<b>108626.29</b>

## 7 LONG TERM PROVISIONS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Provision for Leave Encashment (Refer note no.20.1)	11140.27	10195.78
<b>Total</b>	<b>11140.27</b>	<b>10195.78</b>

## 8 TRADE PAYABLES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Liability for Purchase of Power	658.15	334.20
<b>Total</b>	<b>658.15</b>	<b>334.20</b>

## 9 OTHER CURRENT LIABILITIES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Current maturities of long term debts (Refer note no.5)	8260.26	18100.56
Interest Accrued and Due as above	5.42	55.40
Interest Accrued But Not Due	5190.38	3587.91
<b>DUES TO HOLDING &amp; INTER UNITS</b>		
Due to Holding Company	103324.85	58268.16
Gujarat Energy Training Institute	1.07	16.33
Material received on loan from other Discom's	199.81	.0
Inter Unit Balance	.0	26.06
<b>ACCRUED SALARIES AND BENEFITS</b>		
Staff related Liabilities.	78.38	38.70
Staff retirement cum death benevolent fund	16.06	212.36

<b>DEPOSITS</b>		
Deposits for Electrification & Service Conn. etc.	2365.43	2049.37
Deposits & Retentions from Supp. & Contractors.	8179.02	5982.69
<b>RATES, DUTY'S AND TAXES</b>		
Electricity Duty & Tax on sale of Ele. Payable to Govt.	85.96	155.57
Liability towards payment of Taxes	425.31	473.96
Other Miscellaneous Current liabilities	134.11	575.83
<b>OTHER MISC. CURRENT LIABILITIES</b>		
Interest payable on Security Deposit from Consumers	4175.56	3893.08
Pre-received Income	35166.46	34278.61
Provision for Expenses	2837.69	2192.85
Deposits for Execution of Works	4650.35	3621.85
Sundry Creditors for Capital Works	18373.72	16810.20
<b>Total</b>	<b>193469.84</b>	<b>150339.49</b>

#### 9.1 DUES TO HOLDING AND FELLOW SUBSIDIARY COMPANIES

The balances of fellow subsidiary companies have been transferred to GUVNL (Holding Company) after due reconciliation and confirmation.

#### 9.2 DUES TO MICRO, SMALL AND MEDIUM ENTERPRISES

As per information available on Company's record, no amount was due and outstanding as on 31.03.2012 to Micro, Small and Medium Enterprise. The Company has not received any claim for interest from any supplier under "Interest on delayed payment to Small scale & Ancillary Industries under Act. 1993"

### 10 SHORT TERM PROVISIONS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Income Tax	2717.79	2177.10
Fringe Benefit Tax	249.73	259.80
Less Advance Tax	-2652.02	-259.80
<b>Sub-Total</b>	<b>315.50</b>	<b>2177.10</b>
Provision for wealth tax	.81	1.05
Provision for Bonus	48.45	59.88
Provision for leave encashment (Refer note no. 20.1)	1986.21	1166.55
<b>Total</b>	<b>2350.97</b>	<b>3404.58</b>



**PASCHIM GUJARAT VIJ COMPANY LIMITED**

NOTE NO.11

TANGIBLE ASSETS

(Amount Rs. in lacs)

ASSETS	GROSS BLOCK					DEPRECIATION					NET BLOCK	
	AS AT 01-04-11	ADDITIONS DURING THE YEAR	ADJUSTMEN TS*	DEDUCTIONS DURING THE YEAR	AS AT 31-03-2012	AS AT 01-04-11	ADDITIONS DURING THE YEAR	ADJUSTMEN TS*	DEDUCTIONS WRITTEN BACK DURING THE YEAR	AS AT 31-03-2012	AS AT 31-03-2012	AS AT 31-03-2011
FREE HOLD LAND	238.90	287.30	41.39	.0	567.58	.0	.0	.0	.0	.0	567.58	238.90
BUILDINGS	3546.19	452.02	.0	2.04	3996.17	250.48	63.48	.0	1.84	312.13	3684.04	3295.71
HYDRAULIC WORKS.	10.64	.0	.0	.24	10.40	4.52	.50	.0	.09	4.93	5.47	6.12
OTHER CIVIL WORKS	451.39	88.55	.0	.0	539.94	31.58	8.37	.0	.13	39.82	500.12	419.81
PLANT & MACHINERY	133868.38	42539.46	.0	1015.47	175392.37	30001.98	7209.44	.0	851.17	36360.24	139032.13	103866.41
LINES & CABLE NET-WORK	362386.49	67229.52	.0	540.24	429075.77	91913.98	18497.90	.0	366.18	110045.71	319030.05	270472.50
VEHICLES	555.42	1.80	.0	38.13	519.09	400.86	44.69	.0	37.45	408.09	111.00	154.56
FURNITURE-FIX & ELECT- LIGHT& FAN INSTALLATIONS	887.90	67.40	.0	.28	955.01	236.27	58.07	.0	.06	294.28	660.73	651.62
OFFICE EQUIPMENTS	2408.23	88.80	.0	6.30	2490.73	1326.71	364.51	.0	5.40	1685.82	804.91	1081.52
<b>LEASE HOLD ASSETS</b>												
LEASE HOLD LAND	60.23	.0	-41.39	.0	18.84	4.64	.56	.0	.0	5.20	13.65	55.59
<b>TOTAL</b>	<b>504413.77</b>	<b>110754.84</b>	<b>.0</b>	<b>1602.70</b>	<b>613565.90</b>	<b>124171.02</b>	<b>26247.52</b>	<b>.0</b>	<b>1262.33</b>	<b>149156.22</b>	<b>464409.68</b>	<b>380242.74</b>
<b>PREVIOUS YEAR(2010-11)</b>	<b>441894.66</b>	<b>63053.27</b>	<b>.0</b>	<b>137.28</b>	<b>504413.77</b>	<b>101995.08</b>	<b>22392.00</b>	<b>1.93</b>	<b>217.99</b>	<b>124171.02</b>	<b>380242.74</b>	<b>339899.58</b>

**11.1 Land and Buildings of Group Companies**

Consequent upon unbundling of business of erstwhile GEB, various lands and buildings of group companies are used by companies other than the owners. User charges thereof are not recovered or provided for. The quantification of the same and its effect on the financial statements is unascertainable.

**11.2 Impairment of Assets**

In absence of any indications, external or internal, as to any probable impairment of assets, no provision has been made for the same during the year.

**11.3-Adjustments**

The land of Rs. 41.39 lacs is free hold land, hence it is now reclassified as Free Hold Land. In the previous year the amount in the Adjustment column pertains to the depreciation fund for the asset received from GETCO.

## 12 CAPITAL WORK IN PROGRESS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Capital Works-in-progress.	19071.08	16041.09
Provision for works executed	5.86	620.54
<b>Total</b>	<b>19076.94</b>	<b>16661.63</b>

## 13 LONG TERM LOANS AND ADVANCES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Unsecured and considered good</b>		
Capital Advances	1478.10	1190.32
Loans & Advances - Others.	114.96	177.80
Loans & Advances to staff -Interest Bearing.	1537.00	889.53
Other Income accrued & due.	60.47	15.26
Income accrued but not due.	727.28	700.12
<b>Total</b>	<b>3917.81</b>	<b>2973.03</b>

### 13.1 LOANS AND ADVANCES

In the opinion of the Management, the loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the Accounts. Subject to the notes and the method of accounting followed by the Company, all known liabilities has been provided for and are not in excess / short of amount reasonably considered necessary. There are no contingent liabilities except those stated in the notes.

## 14 OTHER NON CURRENT ASSETS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Doubtful</b>		
Dues from Permanently Disconnected Consumers (Net of S D forfeited)	49005.60	49374.23
Allowance for bad and doubtful debts	49005.60	48088.79
<b>Sub-Total</b>	<b>.0</b>	<b>1285.44</b>
<b>Unsecured and considered good</b>		
Miscellaneous other non current assets	3187.91	2226.21
<b>Total</b>	<b>3187.91</b>	<b>3511.65</b>

## 15 INVENTORIES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Stock of materials & stores & spares at O&M Stores	22031.40	26528.02
Stock of materials at Other Stores	.0	.0
Materials at Site (Operation & Maintenance)	2340.15	3550.85
Materials pending Inspection.	.0	7.27
Materials in Transit	15.00	112.89
Other Materials (including scrap)	17648.05	16163.57
<b>Sub-Total</b>	<b>42034.60</b>	<b>46362.60</b>
Excess/shortage & Obsolete stock pending investigation	179.70	178.19
Provision for losses pending investigation	-179.70	-178.19
<b>Total</b>	<b>42034.60</b>	<b>46362.60</b>

### 15.1 PHYSICAL INVENTORY VERIFICATION

Physical inventory of stores spares and consumables as per the stores records have been reconciled with the financial ledger as 31<sup>st</sup>March, 2012. The shortage/excess observed during the physical verification has been adjusted.

### 15.2 HYPOTHECATION AGAINST STOCK AND BOOK DEBTS

Cash Credit limit is secured against the 1<sup>st</sup> hypothecation charge in favour of UCO Bank Consortium on the Stocks and Book Debts

## 16 TRADE RECEIVABLES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Sundry Debtors (Unsecured, considered good except provided for)</b>		
Sundry Debtors for Sale of Power	31024.23	26428.06
Sundry Debtors for Misc. Receipts from Consumers	8548.18	8489.27
<b>Sub-Total</b>	<b>39572.41</b>	<b>34917.33</b>
Less : Unposted Receipts	49.97	.80
<b>Sub-Total</b>	<b>39522.44</b>	<b>34916.53</b>
Less: Allowance for bad and doubtful debts	818.95	706.72
<b>Sub-Total</b>	<b>38703.48</b>	<b>34209.82</b>
Deferred E D & T S E from Consumers	3758.31	3750.00
<b>Sub-Total</b>	<b>34945.17</b>	<b>30459.82</b>
<b>Total</b>	<b>34945.17</b>	<b>30459.82</b>

## 16.1 OUT OF ABOVE

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Outstanding for a period exceeding six months	30484.17	31265.05
Others	9038.26	3651.48
<b>Total</b>	<b>39522.43</b>	<b>34916.53</b>

**16.2** As on 31st March, 2012, there are 4644068 consumers with the Company. Taking into consideration such large no. of consumers it is practically not feasible to obtain the confirmation of balances. Moreover tariff rate at which the consumers are billed is stipulated under tariff order as awarded by GERC and the Company has no powers to change it unilaterally. Further consumers pay the amount as and when the bill is raised to them. If there is any dispute the same is brought to notice of the Company. In view of this and in the absence of specific confirmation of balances, the balances outstanding are considered as good and recoverable except those provided for.

## 16.3 HYPOTHECATION AGAINST STOCK AND BOOK DEBTS (Refer note no. 15.2)

## 17 CASH AND CASH EQUIVALENTS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Balance with Scheduled Banks :</b>		
In Current Accounts	5944.40	6145.31
In Fixed Deposit Accounts (maturing within 3 months)	27.55	.0
Cash on hand (Including cheques on hand)	522.99	1586.59
Others- Remittance & Transfer in Transit	142.06	195.43
<b>Total</b>	<b>6637.00</b>	<b>7927.33</b>
<b>Balance with Scheduled Banks :</b>		
In Fixed Deposit Accounts (maturing within 3 to 12 months)	20.81	.0
In Fixed Deposit Accounts (maturing after 12 months)	34.18	40.26
<b>Total</b>	<b>6691.99</b>	<b>7967.59</b>

### 17.1 REMITTANCE IN TRANSIT

The balance in Remittance in Transit Rs. Rs.142.06 lacs Debit (P.Y Rs. 195.43 lacs Debit) is under reconciliation. Pending reconciliation as mentioned above, the effect on profit/loss and assets/liability can not be quantified.

## 18 SHORT TERM LOANS AND ADVANCES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Unsecured and considered good</b>		
Loans & Advances to staff -Interest free.	210.00	208.35
Interest accrued on staff advances	41.07	63.76
<b>Total</b>	<b>251.07</b>	<b>272.11</b>

## 19 OTHER CURRENT ASSETS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Provision for Unbilled Revenue	66615.18	48061.56
Electricity Duty recoverable from State Government	.0	2394.41
Deferred expenses to the extent not written off	.0	216.49
Asset not in Use	215.77	36.57
Grant Receivable	25.00	25.00
Deposits	332.87	436.99
Miscellaneous other current assets	215.18	103.12
<b>Total</b>	<b>67404.00</b>	<b>51274.14</b>

### 19.1 ASSETS NOT IN USE

As per Para 14 of Accounting Standards (AS) 10, "Accounting for Fixed Assets" an item of fixed asset that has been retired from its active use and is held for disposal is to be stated at the lower of Net Book Value or Net Realizable Value (NRV). The NRV of assets retired from active use has not been determined. However, no downward adjustment of the book value of the said assets has been made since the management is of the opinion that the NRV of the same is higher than the Net Book Value due to facts that the Book Value is very low since the assets are very old and there is an upward trend in scrap rates.

**19.2** During the year, the Company has changed the accounting policy for deferred expenditure incurred on Energy efficient pump sets scheme. Till last year, the same were amortized for a period of five years. Now the company has written off the outstanding balance in the current year. Had the Company continued the earlier policy of amortization of said expenditure, the expenses for the year would have been lower by Rs.156.60 lakhs and profit before tax for the year as well as assets would have been higher to that extent.

## 20 DISCLOSURES PURSUANT TO AS-15 EMPLOYEE BENEFITS

### 20.1 LEAVE SALARY

(Amount Rs. in lacs)

Amounts recognized in the balance sheet	2011-12	2010-11
Present value of obligation	13126.47	11362.33
Fair Value of Plan Assets	--	--
Unrecognized past service cost	--	--
Net Liability in the Balance Sheet	13126.47	11362.33

Cost for the period	2011-12	2010-11
Current Service Cost	208.52	197.52
Interest on obligation	908.99	868.56
Expected return on plan assets	--	--
Net Actuarial (Gains) / Losses recognised in the year	1813.18	539.23
Past Service Cost	--	--
Losses / (Gains) on Curtailments and Settlements	--	--
Expenses recognised in the statement of Profit & Loss	2930.69	1605.31

Change in Benefit Obligations	2011-12	2010-11
Opening defined benefit obligation	11362.33	10857.05
Prior period adjustments	--	--
Current Service Cost	208.52	197.52
Past Service Cost	--	--
Interest on obligation	908.99	868.56
Actuarial (Gains) / Losses	1813.18	539.23
Benefits paid	-1166.55	-1100.03
Closing defined benefit obligation	13126.47	11362.33

Changes in Plan Assets	2011-12	2010-11
Opening fair value of Plan Assets	--	--
Expected return on Plan Assets	--	--
Actuarial Gains / (Losses)	--	--
Employers Contributions	--	--
Assets acquired in an amalgamation in the nature of purchase	--	--
Exchange differences on foreign plans	--	--
Benefits paid	-1166.55	-1100.03
Closing fair value of Plan Assets	--	--

Principal Actuarial Assumptions	2011-12	2010-11
Rate of Discounting	8%	8%

In terms of the accounting policy, liability of Rs. 2930.69 Lacs in respect of leave encashment is accounted on the basis of actuarial valuation made by Life Insurance Corporation of India during the year.

## 20.2 GRATUITY:

The company has defined benefit gratuity plan and the funds are managed by LIC. The following comparative tables of 2011-12 and 2010-11 summarize the component of net benefit expenses recognized in the profit and loss account of the company and assets and liabilities are recognized in the balance sheet of GUVNL.

(Amount Rs. in lacs)

Amounts to be recognized in Balance Sheet	2011-12	2010-11
Present value of funded obligations	10174.81	8261.94
Fair value of plan assets	10174.81	8261.94
Present value of unfunded obligations	9550.59	9874.8
Unrecognized past service cost	--	--
Net liability	9550.59	9874.8
Amounts in the balance sheet		
Liabilities	19725.41	18136.74
Assets	10174.81	8261.94
Net liability	9550.59	9874.8

Expenses recognized in Income Statement	2011-12	2010-11
Current service cost	870.8	793.6
Interest on obligation	1450.94	1378.19
Expected return on plan assets	-839.83	-681.07
Net actuarial losses (gains) recognized in the year	1881.5	1034.74
Past service cost	--	--
Losses (gains) on curtailments and settlement	--	--
Expense recognized in P&L	3363.41	2525.47

Table Showing Change in Benefit Obligation	2011-12	2010-11
Opening Defined Benefit Obligation	18136.74	17227.4
Service cost for the year	870.8	793.6
Past service cost	--	--
Interest cost for the year	1450.94	1378.19
Actuarial losses (gains)	1797.79	1036.42
Benefits paid	-2530.86	-2298.87
Closing defined benefit obligation	19725.41	18136.74

<b>Table of Fair Value of Plan Assets</b>	<b>2011-12</b>	<b>2010-11</b>
Opening fair value of plan assets	8261.94	6759.18
Expected return	839.83	681.07
Actuarial gains and (losses)	-83.71	-1.68
Assets distributed on settlements	--	--
Contributions by employer	3687.61	3118.88
Assets acquired in an amalgamation in the nature of purchase	--	--
Exchange differences on foreign plans	--	--
Benefits paid	-2530.86	-2298.87
Closing balance of fund	10174.81	8261.94

<b>Tables showing Category of plan Assets</b>	<b>2011-12</b>	<b>2010-11</b>
Government of India Securities	--	--
High quality corporate bonds	--	--
Equity shares of listed companies	--	--
Property	--	--
Funds managed by insurer	100%	100%
Bank Balance	--	--

<b>Principal Actuarial Valuation</b>	<b>2011-12</b>	<b>2010-11</b>
Discount rate	8.00%	8.00%
Expected return on plan assets	9.50%	9.50%
Annual increase in Salary costs	5.00%	5.00%

<b>Table Showing Surplus / (Deficit)</b>	<b>2011-12</b>	<b>2010-11</b>
Defined Benefit Obligation	19725.41	18136.74
Plan assets	10174.81	8261.94
Surplus / (deficit)	-9550.59	-9874.8

**NOTES:**

**1** Following assumptions have been considered in actuarial valuation:

\* Future salary increase by taking into consideration inflation rate, seniority and promotion.

\* Discount rate is determined with reference to market yields at Balance sheet date on government bonds.

\* Expected rate of return on assets is based on market expectations at the beginning of the period.

**2** The company has contributed the amount of Rs. 3363.41 lakhs towards gratuity for year 2011-12. However the provision for the gratuity appears in the Balance Sheet of GUVNL.



# PASCHIM GUJARAT VIJ COMPANY LIMITED

## 21 REVENUE FROM OPERATIONS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>Revenue from Sale of Power</b>		
Residential General Purpose (Domestic or Residential)	107926.85	88653.85
General Lighting Purpose (Commercial)	26728.70	51942.75
Low Tension Maximum Demand and Non Residential General Purpose (Industrial low & medium voltage)	117076.03	72929.22
Industrial high voltage	289857.28	237107.99
Public lighting	3315.07	2852.68
Irrigation agricultural	106742.58	80528.34
Public water works and sew.pumps	14177.95	11069.17
Sale of Power to GUVNL	90168.54	58711.93
Unscheduled Interchange	9882.10	14763.82
<b>Total revenue from Sale of Power</b>	<b>765875.10</b>	<b>618559.75</b>
<b>Electricity Duty</b>		
Ele. Duty - assessed	70726.54	57865.76
<b>Electricity Duty Recovered</b>	<b>70726.54</b>	<b>57865.76</b>
<b>Inter State Sale of Power</b>	1.97	1.83
<b>Total</b>	<b>1.97</b>	<b>1.83</b>
<b>Other Revenue related to Sale of Power</b>		
Meter Rent / Service Line Rental	6042.34	5591.74
Recoveries for Theft of Power / Malpractices Non-Consumers	4829.93	4101.02
Misc. charges from consumers	3032.92	3954.06
<b>Total Miscellaneous revenue</b>	<b>13905.19</b>	<b>13646.82</b>
<b>Total Revenue</b>	<b>779782.26</b>	<b>632208.40</b>

## 22 REVENUE SUBSIDIES AND GRANTS

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Agriculture Subsidy (H P Based) as allocated by GUVNL	40694.03	39750.27
<b>TOTAL</b>	<b>40694.03</b>	<b>39750.27</b>

# PASCHIM GUJARAT VIJ COMPANY LIMITED

## 23 OTHER INCOME

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>INTEREST</b>		
Interest on Staff Loans and Advances	179.41	103.66
Interest on Fixed Deposit with Banks	.73	.0
Interest on Other Loans and Advances	.13	79.90
Interest from Banks (other than on Fixed Deposits).	8.65	.0
Delayed Payment Charges from Consumers	4266.32	4108.91
<b>SUB TOTAL</b>	<b>4455.24</b>	<b>4292.47</b>
Penalties received from Suppliers	86.34	132.96
Gain on Sale of Fixed Assets (Net)	259.05	408.03
Grant for Energy Conservation from Govt. of Gujarat	1479.83	309.46
Recovery of Reactive charges	18.48	.0
Miscellaneous Income	919.50	542.02
Govt Grants / Consumers Contribution (Deferred amount 10% Written Back)	12792.27	8653.11
Excess Provision written back	11.64	1381.60
<b>TOTAL</b>	<b>20022.35</b>	<b>15719.65</b>

## 24 PURCHASES OF STOCK IN TRADE (POWER PURCHASE)

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
From GUVNL	731128.17	594744.78
Unscheduled Interchange Power Purchase	24624.38	3643.42
From Wind Farm	3336.42	1989.38
Solar power purchase	204.70	.0
Reactive Energy charges	58.00	9.90
<b>TOTAL</b>	<b>759351.67</b>	<b>600387.48</b>

# PASCHIM GUJARAT VIJ COMPANY LIMITED

## 25 EMPLOYEE BENEFITS EXPENSE

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Salaries & Allowances	34604.84	31170.12
Bonus	47.56	59.88
Leave Encashment	2930.69	1605.32
Terminal Benefits	824.56	796.82
Contribution to PF & Other Funds	2662.53	2340.68
Gratuity	3363.41	2525.47
Staff Welfare	973.85	530.88
<b>TOTAL</b>	<b>45407.44</b>	<b>39029.17</b>

25.1 The expenditure included under the head 'Employee Benefits Expense' is net off by Rs 637.44 lacs (P.Y Rs 708.25 lacs), being reimbursement of salary and other allowances recovered from M/s. Gujarat Power Corporation Limited

## 26 FINANCE COST

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Interest on Term Loans	6680.61	7392.88
Interest on Working Capital	2182.73	1002.78
Interest on Others	5080.66	4731.20
Bank Charges & Guarantee Fees	630.74	630.90
<b>TOTAL</b>	<b>14574.74</b>	<b>13757.76</b>

### 26.1 INTEREST ON SECURITY DEPOSITS

Interest on Security deposit of H.T consumers is provided and the same has been reconciled with subsidiary records. In case of L.T consumers the interest is provided on the balances as per Subsidiary records which are subject to reconciliation. In the opinion of the management, provision of the interest on the balances as per subsidiary record is considered adequate having regard to the fact that in cases on which interest is not provided are very old and not traceable. Interest on the same will be accounted as and when it is claimed.

# PASCHIM GUJARAT VIJ COMPANY LIMITED

## 27 DEPRECIATION AND AMORTIZATION

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Amortisation on Lease hold Land	.56	.03
Depreciation on Buildings	63.48	53.39
Depreciation on Hydraulic Works	.50	.51
Depreciation on Other Civil Works	8.37	6.17
Depreciation on Plant & Machineries	7209.43	5796.32
Depreciation on Lines & Cable Net Works	18497.91	16085.44
Depreciation on Vehicles	44.69	55.82
Depreciation on Furniture, Fixtures & electric light & fan installations	58.06	55.10
Depreciation on Office Equipments	364.51	339.22
<b>TOTAL</b>	<b>26247.51</b>	<b>22392.00</b>

## 28 OTHER EXPENSES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>REPAIRS AND MAINTENANCE</b>		
Plant & Machinery	2825.79	2192.15
Assets written off	.84	1.09
Buildings	25.40	54.81
Civil Works	69.06	62.19
Lines, Cable Network etc.	3203.58	3748.64
Vehicles.	39.59	42.65
Furniture, Fixtures.	21.70	28.75
Office Equipments (Including Rs. 7,43,15,427/- for user charges of E-Urja. P.Y. Rs. 5,78,12,242/-)	845.26	782.70
<b>SUB-TOTAL</b>	<b>7031.22</b>	<b>6912.98</b>

## PASCHIM GUJARAT VIJ COMPANY LIMITED

<b>ADMINISTRATIVE EXPENSES</b>		
Rent	164.28	126.15
Rates & Taxes	119.87	122.79
Insurance	7.64	7.74
Telephone Expenses	354.76	353.59
Auditor's Remuneration	14.19	12.68
Travelling & Conveyance	3772.85	3037.74
Printing & Stationery	375.50	309.87
Computer Expenses	348.53	370.82
Advertisement (other than purchase related)	33.25	21.87
Electricity Charges	289.69	267.32
Expenditure on Training to Staff.	136.89	179.32
Legal & Professional Fees	247.22	256.61
Miscellaneous Expenses	3257.74	2961.51
<b>SUB-TOTAL</b>	<b>9122.41</b>	<b>8028.01</b>
<b>MISCELLANEOUS LOSSES &amp; WRITE OFFS</b>		
Bad & Doubtful Debts Written off / Provided for.	1366.92	7894.37
Miscellaneous Losses & Write-offs.	282.78	224.96
Deferred Expenses Amortized (Refer note no 19.2)	216.48	59.89
<b>TOTAL</b>	<b>1866.18</b>	<b>8179.22</b>
<b>PRIOR PERIOD EXPENSE/INCOME</b>		
<b>EXPENSE</b>		
Employee cost	1.30	3.01
Depreciation	42.59	.0
Interest cost	91.70	41.00
Other charges relating to prior period	61.17	33.49
<b>SUB-TOTAL</b>	<b>196.76</b>	<b>77.50</b>
<b>INCOME</b>		
Depreciation	4.41	.01
Interest	398.42	26.18
Other adjustments	117.75	61.41
<b>SUB-TOTAL</b>	<b>520.58</b>	<b>87.60</b>
<b>Net Prior Period Expense</b>	<b>-323.82</b>	<b>-10.10</b>
<b>TOTAL</b>	<b>17695.99</b>	<b>23110.11</b>

# PASCHIM GUJARAT VIJ COMPANY LIMITED

## 28.1 AUDITOR REMUNERATION

### Statutory Auditor

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Audit fees including service tax	12.92	12.13
Out of Pocket expenses paid during the year	1.26	0.55
<b>Total</b>	<b>14.18</b>	<b>12.68</b>

### Cost Auditor

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Audit fees including service tax	0.53	0.53
Out of Pocket expenses paid during the year	0.05	0.07
<b>Total</b>	<b>0.58</b>	<b>0.60</b>

## 29 EXPENSES CAPITALISED/ABSORBED

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Employee Costs	17107.03	8973.47
Administration & General Expenses	4276.75	2243.37
Interest	1754.55	1385.17
Fabrication Charges Absorbed	1112.37	861.03
<b>TOTAL</b>	<b>24250.70</b>	<b>13463.04</b>

## 30 TAX EXPENSES

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
Income Tax----MAT	540.69	2183.86
<b>TOTAL</b>	<b>540.69</b>	<b>2183.86</b>

**30.1** Provision of Income-tax is made as per provisions of Section 115JB of Income-tax Act, 1961 considering carry forward of losses and depreciation of earlier years.

# PASCHIM GUJARAT VIJ COMPANY LIMITED

## 31 EARNING PER SHARE

(Amount Rs. in lacs)

Particulars	As at 31st March, 2012	As at 31st March, 2011
<b>BASIC</b>		
Profit after Tax (Rs. In lacs)	931.30	311.30
Weighted Average no. of equity shares	5629.04	4589.59
<b>Basic EPS</b>	<b>0.17</b>	<b>0.07</b>
<b>DILUTED</b>		
Profit after Tax (Rs. In lacs)	931.30	311.30
Weighted Average no. of equity shares	5629.04	4589.59
Weighted Average number of potential equityshares that could arise on conversion	0.00	0.00
<b>Diluted EPS</b>	<b>0.17</b>	<b>0.07</b>