

*ANNUAL REPORT*  
*2010-11*

*GODAWARI ENERGY*  
*LIMITED*

## **DIRECTORS' REPORT**

Dear Shareholders

### **GODAWARI ENERGY LIMITED**

**Registered Office: First Floor, Hira Arcade, Near New Bus Stand, Pandri, Raipur (C.G.)**

Your Directors have pleasure in presenting the Third Annual Report of the Company with the Audited Statement of Accounts and the Auditors' Report of your Company for the Financial Year ended 31<sup>st</sup> March, 2011.

### **OPERATIONS:**

Your Company has not yet started any manufacturing / commercial activity during the Financial Year ended 31<sup>st</sup> March, 2011.

The Company has Signed Memorandum of Understanding with the State of Chhattisgarh for setting up 1320 MW Thermal Power Plant in Raigarh, Chhattisgarh and the Company is currently in the process of land acquisition and is expected to be completed by September, 2011. The Company has also applied for coal linkages and other regulatory clearances and is awaiting approvals.

### **DIVIDEND:**

Since the Company has not started its commercial operations, no dividend could be recommended for the year ended 31<sup>st</sup> March, 2011.

### **INCREASE IN AUTHORISED SHARE CAPITAL**

During the year under review, your Company increased its Authorized Share Capital from Rs 1.00 crore to Rs. 25.00 crores by creation of additional 2,40,00,000 equity shares of Rs. 10/- each.

### **ALLOTMENT OF SHARES**

During the year under review, your Company has made allotment of 1,17,50,000 Equity shares of Rs. 10/- each at par to M/s Godawari Power and Ispat Limited on 27<sup>th</sup> November 2010.

In order to raise equity for funding the project of the Company, the Company made another allotment of 48,60,000 shares of Rs.10/- each at a premium of Rs.5/- per share to the promoters / relatives of promoters on 06 August, 2011.

#### **DEMATERIALIZATION OF SHARES**

Your company has made an application to NSDL and CDSL for dematerializing of its equity shares and the agreement with CDSL has been executed in the month of July 2011 and the agreement with NSDL is expected to be executed in the month of August 2011.

#### **FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The Company had no foreign exchange earnings and outgo during the period under review.

#### **PARTICULARS OF EMPLOYEES:**

None of the employee of the Company was in receipt of remuneration in excess of limits prescribed under Section 217(2A) of the Companies Act, 1956. Hence, particulars as required under the Companies (Particulars of Employees) Rules, 1975 are not given.

#### **DIRECTORS:**

During the year under review, Shri S. K. Bothra was appointed as an Additional Director with effect from June 23, 2011 and Shri J. P. Tiwari was appointed as an Additional Director with effect from August 06, 2011.

During the year under review, Shri N. P. Agrawal and Shri Dinesh Agrawal resigned from the directorship of the Company due to personal reasons with effect from June 23, 2011. Your company places on record its deep sense of appreciation for the services rendered and guidance given by the outgoing directors from time to time during the tenure of their office.

In accordance with the provisions of the Companies Act, 1956 and the Company's Articles of Association, Shri B.L. Agrawal retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for reappointment.

## **DIRECTORS' RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 217(2AA) of the Companies Act, 1956, your Directors state:

- (i) That in the preparation of the Annual Accounts, the applicable Accounting Standards have been followed.
- (ii) That your Directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;
- (iii) That your Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of your company and for preventing and detecting fraud and other irregularities; and
- (iv) That your Directors have prepared the annual accounts on a going concern basis.

## **CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:**

The provisions of Section 217 (1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988, are not applicable to the Company since it did not undertake any manufacturing activity during the Financial Year 2010-11.

## **AUDITORS:**

M/s O.P. Singhanian and Co., Chartered Accountants, Auditors of the Company, hold office until the conclusion of the forthcoming Annual General Meeting and being eligible have offered themselves for re-appointment. The Company has received a certificate from them to the effect that their re-appointment, if made, would be within the limits prescribed under Section 224 (1B) of the Companies Act, 1956.

## **AUDITORS' REPORT:**

There is no qualifying remark in the Auditors' Report and hence does not require any explanation in the Directors' Report.

**ACKNOWLEDGEMENT:**

The Board expresses its sincere gratitude to the shareholders, bankers, State and Central Government Officials and clients for their continued support. The Board also wholeheartedly acknowledges with thanks the dedicated efforts of all the staff and employees of the Company.

**For and on behalf of the Board of Directors**

**Date: August 06, 2011**  
**Place: Raipur**

Sd/-  
**B.L. Agrawal**  
**Director**

Sd/-  
**H.P. Agrawal**  
**Director**

**GODAWARI ENERGY LIMITED**

**BALANCE SHEET AS AT 31ST MARCH, 2011**

	SCHE- DULE	AS AT 31ST MARCH, 2011 Rs.	AS AT 31ST MARCH, 2010 Rs.
<b>SOURCES OF FUNDS</b>			
<b>A. SHAREHOLDERS' FUNDS</b>			
a) Share Capital	A	118000000.00	500000.00
b) Share Application Money pending for allotment		192000.00	80651000.00
c) Reserves & Surplus		0.00	0.00
		<b>118192000.00</b>	<b>81151000.00</b>
<b>B. LOAN FUNDS</b>			
a) Secured Loans	B	375345.00	663608.00
b) Unsecured Loans	C	416900000.00	0.00
		<b>417275345.00</b>	<b>663608.00</b>
<b>TOTAL</b>		<b>535467345.00</b>	<b>81814608.00</b>
<b>APPLICATION OF FUNDS</b>			
<b>A. Fixed Assets</b>			
a) Gross Block	D	134528866.00	58155217.00
b) Less :Depreciation		712855.00	280107.00
c) Net Block		<b>133816011.00</b>	<b>57875110.00</b>
d) Capital Work in Progress (including Project & Pre-operative expenses and advance for capital goods)		428793805.86	17859775.03
		<b>562609816.86</b>	<b>75734885.03</b>
<b>B. INVESTMENTS</b>			
		0.00	0.00
<b>C. CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
a) Cash & Bank Balances	E	1787339.53	1407156.91
b) Loans & Advances	F	10312171.61	5790770.06
		<b>12099511.14</b>	<b>7197926.97</b>
Less: CURRENT LIABILITIES & PROVISIONS	G	39425103.00	1301324.00
<b>NET CURRENT ASSETS</b>		<b>(27325591.86)</b>	<b>5896602.97</b>
<b>D. MISCELLANEOUS EXPENDITURE</b> (to the extent not written off or adjusted)			
Preliminary Expenses		183120.00	183120.00
		<b>183120.00</b>	<b>183120.00</b>
<b>TOTAL</b>		<b>535467345.00</b>	<b>81814608.00</b>
NOTES TO FINANCIAL STATEMENTS	H		

As per our attached Report of even date

**For OPSinghania & Co.**

(Firm Regn.No.002172C)

Chartered Accountants,

Sd/-

Sanjay Singhania

Partner

Membership No.076961

Raipur, 17th May,2011

For and on behalf of the Board

Sd/-

**B.L.Agrawal**, Director

Sd/-

**N.P.Agrawal**, Director

**GODAWARI ENERGY LIMITED****SCHEDULES FORMING PART OF THE ACCOUNTS**

	<b>AS AT 31ST MARCH, 2011 Rs.</b>	<b>AS AT 31ST MARCH, 2010 Rs.</b>
<b>SCHEDULE - A : SHARE CAPITAL</b>		
<b>Authorised Capital</b>		
25000000 (1000000) Equity Shares of Rs.10/- each	250000000.00	10000000.00
	<b>250000000.00</b>	<b>10000000.00</b>
<b>Issued, Subscribed &amp; Paidup</b>		
11800000 (50000) Equity Shares of Rs.10/- each fully paid up	118000000.00	500000.00
(out of above 11800000 (50000) equity shares held by Godawari Power & Ispat Limited, the holding company)	<b>118000000.00</b>	<b>500000.00</b>
<b>SCHEDULE - B : SECURED LOANS</b>		
<b>Others</b>		
(Other Loan is secured by way of Hypothecation of vehicle)	375345.00	663608.00
	<b>375345.00</b>	<b>663608.00</b>
<b>SCHEDULE - C : UNSECURED LOANS</b>		
Loan from Body Corporate	416900000.00	0.00
	<b>416900000.00</b>	<b>0.00</b>

**GODAWARI ENERGY LIMITED**  
Schedules Forming Part of the Accounts

As at 31st March,2011

**Schedule D: Fixed Assets**

Description of Assets	GROSS BLOCK (AT COST)				DEPRECIATION				NET BLOCK	
	As at 01.04.2010	Additions during the year	Deductions/ sale During the year	As at 31.03.2011	Upto 31.03.2010	During the year	Deductions/ Adjustment During the year	Upto 31.03.2011	As at 31.03.2011	As at 31.03.2010
	Rs.	Rs.	Rs.	Rs.	Rs.		Rs.	Rs.	Rs.	Rs.
Freehold Land	56342472.00	76025203.00	0.00	132367675.00	0.00	0.00	0.00	0.00	132367675.00	56342472.00
Furniture & Fixture	69166.00	178549.00	0.00	247715.00	5922.00	27484.00	0.00	33406.00	214309.00	63244.00
Office Equipments	117849.00	38697.00	0.00	156546.00	5565.00	17444.00	0.00	23009.00	133537.00	112284.00
Vehilces	1485910.00	0.00	0.00	1485910.00	249897.00	320004.00	0.00	569901.00	916009.00	1236013.00
Computer	139820.00	131200.00	0.00	271020.00	18723.00	67816.00	0.00	86539.00	184481.00	121097.00
<b>TOTAL</b>	<b>58155217.00</b>	<b>76373649.00</b>	<b>0.00</b>	<b>134528866.00</b>	<b>280107.00</b>	<b>432748.00</b>	<b>0.00</b>	<b>712855.00</b>	<b>133816011.00</b>	<b>57875110.00</b>
Capital Work in Progress (including Project & Pre- operative Expenses and advance for capital goods)										
Project and Pre-operative Expenses	17859775.03	36095992.83	0.00	53955767.86	0.00	0.00	0.00	0.00	53955767.86	<b>17859775.03</b>
Advance for Capital Goods	0.00	374838038.00	0.00	374838038.00	0.00	0.00	0.00	0.00	374838038.00	<b>0.00</b>
	17859775.03	410934030.83	0.00	428793805.86	0.00	0.00	0.00	0.00	428793805.86	17859775.03
<b>GRAND TOTAL</b>	<b>76014992.03</b>	<b>487307679.83</b>	<b>0.00</b>	<b>563322671.86</b>	<b>280107.00</b>	<b>432748.00</b>	<b>0.00</b>	<b>712855.00</b>	<b>562609816.86</b>	<b>75734885.03</b>

**PREVIOUS YEAR**

<b>Fixed Assets</b>	<b>43782097.00</b>	<b>14373120.00</b>	<b>0.00</b>	<b>58155217.00</b>	<b>0.00</b>	<b>280107.00</b>	<b>0.00</b>	<b>280107.00</b>	<b>57875110.00</b>	<b>43782097.00</b>
<b>Pre-operative Expenses</b>	<b>4736412.60</b>	<b>13123362.43</b>	<b>0.00</b>	<b>17859775.03</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>17859775.03</b>	<b>4736412.60</b>
<b>Advance for Capital Goods</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>GRAND TOTAL</b>	<b>48518509.60</b>	<b>27496482.43</b>	<b>0.00</b>	<b>76014992.03</b>	<b>0.00</b>	<b>280107.00</b>	<b>0.00</b>	<b>280107.00</b>	<b>75734885.03</b>	<b>48518509.60</b>

Note :

1. Depreciation has been charged on Fixed Assets as per the provisions of Companies Act.
2. The expenditure incurred for setting-up the project are grouped under the head "Pre-operative Expenses" and subject to allocation to related assets on pro-rata basis.



**GODAWARI ENERGY LIMITED****SCHEDULES FORMING PART OF THE ACCOUNTS**

	<b>AS AT 31ST MARCH, 2011 Rs.</b>	<b>AS AT 31ST MARCH, 2010 Rs.</b>
<b>SCHEDULE - E : CASH &amp; BANK BALANCES</b>		
Cash-in-hand ( as certified by the management)	32917.00	195969.00
Demand Draft in hand	0.00	238700.00
Stamps in Hand	123110.00	0.00
Bank balances on Current with Scheduled Banks	1631312.53	972487.91
	<b>1787339.53</b>	<b>1407156.91</b>
<b>SCHEDULE - F : LOANS &amp; ADVANCES (Unsecured Considered Good)</b>		
Advance recoverable in cash or in kind or for value to be received	10278371.61	5786970.06
Deposit with Government & Others	33800.00	3800.00
	<b>10312171.61</b>	<b>5790770.06</b>
<b>SCHEDULE - G : CURRENT LIABILITIES &amp; PROVISIONS</b>		
Creditors for Capital Goods	38292351.00	13000.00
Other Liabilities	1132752.00	1288324.00
	<b>39425103.00</b>	<b>1301324.00</b>

## **SCHEDULE 'H'**

### **NOTES TO FINANCIAL STATEMENTS**

#### **1. SIGNIFICANT ACCOUNTING POLICIES**

##### **a) System of Accounting**

- The financial statements are prepared under the historical cost convention, on going concern concept and in compliance with the accounting standards issued by The Institute of Chartered Accountants of India.
- The Company follows mercantile system of accounting and recognizes income and expenditure on an accrual basis except those with significant uncertainties.

##### **b) FIXED ASSETS & DEPRECIATION**

Fixed Assets are valued at cost less depreciation. The method of calculation of depreciation on assets is on WDV Method as per the rates specified in Schedule XIV of the Companies Act,1956.

##### **c) Contingent Liabilities**

Contingent Liabilities are not provided for and are disclosed in Notes on Accounts.

2. There is no contingent liabilities against the company.
3. There is no additional information as required by paragraph 3, 4(c) and 4(d) of Part II of Schedule VI to the Companies Act,1956.

As per our attached Report of even date

**For OPSinghania & Co.**

(Firm Regn.No.002172C)

Chartered Accountants,

Sd/-

Sanjay Singhania

Partner

Membership No.076961

Raipur, 17th May,2011

For and on behalf of the Board

Sd/-

**B.L.Agrawal**, Director

Sd/-

**N.P.Agrawal**, Director

Additional information as required under Part IV of Schedule VI to the Companies Act, 1956.

Balance Sheet Abstract and Company's General Business Profile

**1. Registration Details**

Registration No.	020552
State Code	10
Balance Sheet Date	31.03.2011

**2. Capital raised during the year (Rs.in thousands)**

Public Issue	NIL
Rights Issue	NIL
Bonus Issue	NIL
Private Placement	117500

**3. Position of mobilisation and deployment of funds (Rs.in thousands)**

Total Liabilities	574892
Total Assets	574892

**..... Sources of Funds (Rs.in thousands)**

Paid-up Capital	118000
Share Application Money	192
Reserves & Surplus	NIL
Secured Loans	375
Unsecured Loans	416900

**..... Application of Funds (Rs.in thousands)**

Net Fixed Assets	562610
Investments	NIL
Net Current Assets	(27326)
Miscellaneous Expenditure	183
Accumulated Losses	NIL

**4. Performance of the Company (Rs.in thousands)**

Turnover (Gross Receipts)	N.A.
Total Expenditure	N.A.
Profit/(Loss) before tax	N.A.
Profit/(Loss) after tax	N.A.
Earning per Share(Rs.)	N.A.
Dividend Rate Including Special Dividend, if any	
-- on Preference Shares	N.A.
-- on Equity Shares	N.A.

**5. Generic Name of Principal Products, services of the Company :**

Item Code No. (ITC Code)	N.A.
Product Description	N.A.

For and on behalf of the Board

Sd/-

**B.L.Agrawal**, Director

Sd/-

**N.P.Agrawal**, Director

Raipur, 17th May,2011