

# पश्चिमांचल विद्युत वितरण निगम लि०

PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.



## ANNUAL ACCOUNTS FOR THE YEAR 2009-10

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Registered Office : Urja Bhawan Victoria Park, Meerut

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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,**  
**VICTORIA PARK, MEERUT**

**BALANCE SHEET As at 31.03.2010**

(Amount in Rs.)

PARTICULAR	SCHEDULE	As at 31.03.10	As at 31.03.09	
<b><u>SOURCES OF FUNDS</u></b>				
<b><u>Shareholders funds :</u></b>				
Share Capital	(1)	5599536000	5599536000	
Share Application Money	(1A)	9751540656	6388872629	
Reserve & Surplus	(2)	<u>8024256614</u>	<u>6643716010</u>	18632124639
<b><u>Loan Funds</u></b>				
Secured Loans	(3)	11109343407	7390037670	
Unsecured Loans		<u>4722403500</u>	<u>4222721505</u>	11612759175
<b>TOTAL</b>		<b>39207080177</b>	<b>30244883814</b>	

**APPLICATION OF FUNDS**

**Fixed Assets**

Gross Block		45120781270	39856206857	
Less-Accumulated Depreciation	(4)	<u>21216483127</u>	<u>19897387342</u>	
Net Block		23904298143	19958819515	
Capital Work in Progress	(5)	<u>1766023567</u>	<u>1473957038</u>	21432776553

**Current Assets, Loans & Advances**

Stores & Spares	(6)	2276042798	2261763062	
Sundry Debtors	(7)	10940084241	8500918671	
Cash and Bank Balances	(8)	6205918843	3917877455	
Other Current Assets	(9)	4499552370	3357270718	
Loans & Advances	(10)	1774126498	1949028797	
Inter Unit Transfer		595802116	567289988	
		<u>26291526866</u>	<u>20554148691</u>	


**Less : Current Liabilities & Provisions**

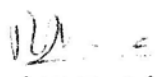
Net Current Assets	(11)	<u>51107715917</u>	<u>43809393194</u>	
Profit & Loss Account (Debit Balance)		(24816189051)	(23255244503)	
Notes on Accounts	(23)	38352947518	32067351764	

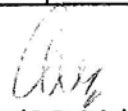
Schedule 1 to 23 and Accounting Policies form integral part of Accounts.

<b>TOTAL</b>		<b>39207080177</b>	<b>30244883814</b>
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(H.K. Agarwal)  
Company Secretary  
Part Time

  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

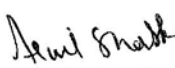
  
(O.P. Jain)  
Managing Director

Place : Meerut  
Date :



Subject to our report of even date

For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,**  
**VICTORIA PARK, MEERUT**

**PROFIT AND LOSS ACCOUNT FOR THE PERIOD FROM 01.04.09 TO 31.03.10**

(Amount in Rs.)


PARTICULAR	SCHEDULE	FOR THE PERIOD FROM 01.04.09 TO 31.03.10	FOR THE PERIOD FROM 01.04.08 TO 31.03.09
<b><u>INCOME</u></b>			
Revenue from sale of power (Gross)		46203597389	40255256466
Less Electricity Duty	(12)	<u>1051852087</u>	<u>937004536</u>
Energy internally Consumed		64695748	57730829
Revenue Subsidies & Grants	(13)	5494600000	4955800000
Other income	(14)	805049359	744421010
<b>TOTAL</b>		<b>51516090409</b>	<b>45076203769</b>

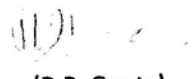
**EXPENDITURE**

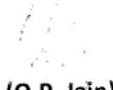
Purchase of Power	(15)	48145431840	42181508980
Wheeling Charges		2297850156	1878528740
Repair & Maintenance Expenses	(16)	1236285433	1134587989
Employees Cost	(17)	1664247256	1642579784
Administrative, General & Other Expenses	(18)	202325076	178962636
Interest and Finance Charges	(19)	1610803957	1372053629
Depreciation	(20)	1712821082	1530575022
Provisions	(21)	95840672	7569510
<b>TOTAL</b>		<b>56965605472</b>	<b>49926366290</b>

<b>Profit/(Loss) For the Year</b>		<b>(5449515063)</b>	<b>(4850162521)</b>
<b>Net prior period Income/(Expenditure)</b>	<b>(22)</b>	<b>(836080691)</b>	<b>(1511943958)</b>
<b>Net Profit/(Loss) for the year</b>		<b>(6285595754)</b>	<b>(6362106479)</b>
<b>Accumulated loss brought forward</b>		<b>(32067351764)</b>	<b>(25705245285)</b>
<b>Net Profit/(Loss) Carried Over to Balance Sheet</b>		<b>(38352947518)</b>	<b>(32067351764)</b>
<b>Notes on Accounts</b>	<b>(23)</b>		
<b>Earning per share</b>		<b>(1123)</b>	<b>(1136)</b>

  
**(H.K. Agarwal)**  
Company Secretary  
Part Time

  
**(P.K. Agarwal)**  
Dy. G.M.(Accounts)

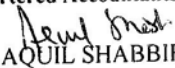
  
**(R.P. Gupta)**  
Director(Finance)

  
**(O.P. Jain)**  
Managing Director

Place : Meerut  
Date :



Subject to our report of even date

  
For S.K. Kumar & Co.  
Chartered Accountants  
**CA AQUIL SHABBIR FCA**  
Partner



**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 1**

**SHARE CAPITAL**

PARTICULARS	(Amount in Rs.)	
	As at 31.03.10	As at 31.03.09
<b>A. AUTHORISED</b>	20000000000	20000000000
20000000 Equity Shares of Rs.1000/-each		
<b>B. ISSUED SUBSCRIBED AND PAID UP</b>		
(i) 5599036 Equity Share of Rs.1000/- each fully paid up	5599036000	5599036000
(ii) Promoters' Shares (500 Equity Share of Rs. 1000/- each)	500000	500000
<b>TOTAL</b>	<b>5599536000</b>	<b>5599536000</b>

**SHARE APPLICATION MONEY**

**SCHEDULE - 1A**


PARTICULARS	(Amount in Rs.)	
	As at 31.03.10	As at 31.03.09
<b>SHARE APPLICATION MONEY</b> (Pending for allotment to UPPCL)	9751540656	6388872629
<b>TOTAL</b>	<b>9751540656</b>	<b>6388872629</b>

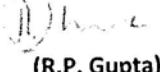
**SCHEDULE - 2**

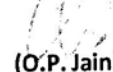
**RESERVES AND SURPLUS**

PARTICULARS	(Amount in Rs.)	
	As at 31.03.10	As at 31.03.09
<b>A Capital Reserve</b>		
i) Consumers Contributions towards Service Line and other charges	7106304389	5665736617
<b>B Grants</b>	911707498	971734666
<b>B Restructuring reserve account</b>	6244727	6244727
<b>TOTAL</b>	<b>8024256614</b>	<b>6643716010</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

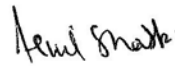
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 3**

**LOAN FUNDS**

(Amount in Rs.)

PARTICULARS	As at 31.03.10	As at 31.03.09
<b>A. SECURED LOAN -</b>		
<b>(a) TERMS LOAN</b>		
i) <b>APDRP (PFC)</b> (Secured against hypothecation of all the movable assets created under the loan)	1746683371	1974143986
ii) <b>R-APDRP (PFC)</b>	609033600	
iii) <b>Power Finance Corporation Ltd.</b> (Against theft prevention scheme. Secured against hypothecation of assets created)	373419243	423208474
iv) <b>REC</b> (For replacement of Overhead conductor with ABC conductor)	261656000	
<b>(b) SHORT TERMS LOAN-</b>		
<b><u>Rural Electrification Corporation Ltd.</u></b>		
i) (Secured against hypothecation of stores and charge on receivables of specified receipt accounts through escrow arrangements)	4378787886	3185151509
ii) <b>Power Finance Corporation Ltd.</b> (Charge on Receivables of specified receipt accounts through escrow arrangements)	3739763307	1807533701
<b>Sub Total (A)</b>	<b>11109343407</b>	<b>7390037670</b>
<b>B. UNSECURED LOANS -</b>		
<b>(a) TERM LOANS :</b>		
i) <b>Govt. of U.P.</b> Loan (Transfer Scheme)	37500000	37500000
<b>FINANCIAL INSTITUTIONS</b>		
ii) <b>Rural Electrification Corporation Ltd.</b> Loan (Transfer Scheme) (Guaranted by U.P. Govt.)	2137302354	2280432924
Interest accrued & due	183441098	2320743452
		<u>355640161</u>
iii) <b>Power Finance Corporation Ltd.</b> Loan (Transfer Scheme) (Guaranted by U.P. Govt.)	116744367	140381798
iv) <b>NCRPB</b> Loan (Transfer Scheme)	24849500	37274250
<b>Sub Total (B)</b>	<b>2499837319</b>	<b>2851229133</b>

*(Signature)*  
**(H.K. Agarwal)**  
Company Secretary  
Part Time

*(Signature)*  
**(P.K. Agarwal)**  
Dy. G.M.(Accounts)

*(Signature)*  
**(R.P. Gupta)**  
Director(Finance)

*(Signature)*  
**(O.P. Jain)**  
Managing Director



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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

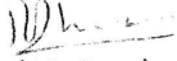
SCHEDULE - 3 (continue)

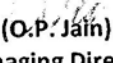
**LOAN FUNDS**

PARTICULARS	As at 31.03.10	As at 31.03.09
<b>C. LOAN TAKEN BY UPPCL ON BEHALF OF PVVNL</b>		
i) <u>Rural Electrification Corporation Ltd.</u>	31342687	50787140
ii) <u>Power Finance Corporation Ltd.</u>	11339494	39996232
iii) <u>U.P. Govt.(APDRP)</u> Loan	425165000	425165000
iv) <u>U.P. Govt.(W.B. Aided Project)</u> Loan	855544000	855544000
v) HUDCO	899175000	
<b>Sub Total D</b>	<b>2222566181</b>	<b>1371492372</b>
<b>TOTAL</b>	<b>15831746907</b>	<b>11612759175</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

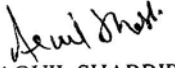
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 4 - Fixed Assets**

Particulars	Gross Block			Depreciation			Net Block		
	As at 31.03.09	Additions	Deductions/ Adjustments	As at 31.03.10	As at 31.03.09	Additions	Deductions/ Adjustments	As at 31.03.10	As at 31.03.09
Land & Land Rights									
i) Unclassified	10045794			10045794				10045794	10045794
ii) Freehold Land	284810739	5412880	32675	290190944	17092088	9603074		263495782	267718651
Buildings	6977265928	6272540823	4277212295	8972594456	-1073340030	480392976	758232284	10323773794	8050605958
Plant & Machinery	8685877365	3690288715	428671071	11947495009	764617182	500223634	49269729	10731924022	7921260183
Lines, Cable Network etc.	1676597		-30960	1707557	450219	159277	25000	1123061	1226378
Vehicles	9850951	748751		10599702	1031357	647263		8921082	8819594
Furniture & Fixtures	7479483	1508325	40000	8947808	2404680	1334674		5208454	5074803
Office Equipments	23879200000			23879200000	20185131846	1134262000		2559806154	3694068154
Transfer Scheme	39856206857	9970499494	4705925081	45120781270	19897387342	2126622798	807527013	23904298143	19959819515
<b>Total</b>									

*(Signature)*  
**(H.K. Agarwal)**  
Company Secretary  
Part Time

*(Signature)*  
**(P.K. Agarwal)**  
Dy. G.M.(Accounts)

*(Signature)*  
**(R.P. Gupta)**  
Director(Finance)

*(Signature)*  
**(O.P. Jain)**  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

*(Signature)*

CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 5**

**CAPITAL WORKS IN PROGRESS**

PARTICULARS	(Amount in Rs.)	
	As at 31.03.10	As at 31.03.09
Capital Work in Progress*	1585764088	1285332283
Add revenue expenditure pending for capitalisation**	180259479	188624755
<b>TOTAL</b>	<b>1766023567</b>	<b>1473957038</b>

**Notes :**

- \* It includes Establishment and Administration & General Cost related to works.  
\*\* It includes borrowing cost only related to works.


**SCHEDULE - 6**

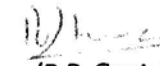
**STORES & SPARES**

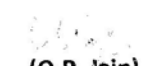
PARTICULARS	(Amount in Rs.)	
	As at 31.03.10	As at 31.03.09
Stock of Materials	2276042798	2261763062
<b>TOTAL</b>	<b>2276042798</b>	<b>2261763062</b>

**Notes :** Stock of material includes capital, and O&M material, obsolete material, scrap transformer sent for repair, material found excess/shortage pending for investigation.

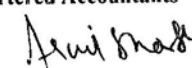
  
(H.K. Agarwal)  
Company Secretary  
Part Time

  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants  
  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 7**

**SUNDRY DEBTORS**

(Amount in Rs.)

PARTICULARS	As at 31.03.10	As at 31.03.09
<b><u>Sundry Debtors</u></b>	27708084241	25268918671
Unsecured & considered good	10940084241	8500918671
Considered doubtful	16768000000	16768000000
	27708084241	25268918671
<b>Less – Provision for Bad &amp; Doubtful Debts</b>	16768000000	16768000000
<b>TOTAL</b>	<b>10940084241</b>	<b>8500918671</b>


**SCHEDULE - 8**

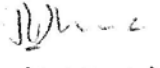
**CASH AND BANK BALANCES**


(Amount in Rs.)

PARTICULARS	As at 31.03.10	As at 31.03.09
<b><u>CASH IN HAND</u></b>		
Meerut Zone	885754551	523995994
Moradabad Zone	304646605	186245601
Saharanpur Zone	307358009	245421034
Head Office	321261	51987
	1498080426	955714616
<b><u>Balances with Scheduled Banks</u></b>		
Meerut Zone	2445261847	1949475513
Moradabad Zone	426346054	395639935
Saharanpur Zone	248043155	252232530
Head Office	1588187361	364814861
	4707838417	2962162839
<b>TOTAL</b>	<b>6205918843</b>	<b>3917877455</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

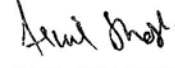
  
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(R.P. Gupta)  
Director(Finance)

  
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Managing Director



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Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

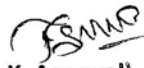
**SCHEDULE - 9**

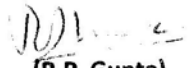
**OTHER CURRENT ASSETS**

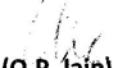
(Amount in Rs.)

PARTICULARS	As at 31.03.10	As at 31.03.09
<b>Income accrued but not received</b>	15470616	5333605
<b><u>Receivables</u></b>		
UPPCL	2721507007	1946209731
UP Rajya Vidyut Utpadan Nigam Ltd		1809540
UPPTCL	32754152	26209666
<b><u>Receivables on Account of Loan</u></b>		
UPPCL	2860507194	1954516533
Less Liabilities against Loan	<u>-1493585952</u>	<u>-1150535021</u>
<b><u>Other Receivables</u></b>		
Employees	132338285	114092003
Less Provision for doubtful Receivable	<u>-13956793</u>	<u>-11662620</u>
Receivables as per Transfer Scheme	219800000	219800000
Prepaid Expenses	2043738	1936523
Misc. Receivable	10119221	8784403
Receivable from Insurance Company	136416	904683
Theft of fixed Assets pending investigation	346723578	253177079
Less Provision for Estimated Loss	<u>-346723578</u>	<u>-25317708</u>
<b><u>Deposits</u></b>		
Tax deducted at source	12418486	12012301
<b>TOTAL</b>	<b>4499552370</b>	<b>3357270718</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

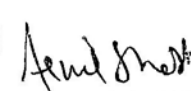
  
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Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**


**SCHEDULE - 10**

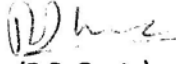
**LOANS AND ADVANCES**

(Amount in Rs.)

PARTICULARS	As at 31.03.10	As at 31.03.09
<b>A. LOANS ( Secured/considered good )</b>		
Employees ( including advances ) (Recoverable from salary )	232201	268378
<b>B. ADVANCES (Unsecured)</b>		
Suppliers / Contractors	1773894297	1948760419
<b>TOTAL</b>	<b>1774126498</b>	<b>1949028797</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

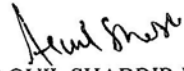
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner



**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**


**SCHEDULE - 11**

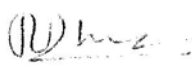
**CURRENT LIABILITIES AND PROVISIONS**

(Amount in Rs.)

PARTICULARS	As at 31.03.10		As at 31.03.09	
Liability for Purchase of Power : M/S UPPCL		26855229790		23408914265
Wheeling Charges : M/S UPPTCL		2082126634		595203763
Liabilities As per Transfer Scheme 2003	4148800000		4148800000	
Staff Related Liabilities	963130280		946983220	
Sundry Liabilities	(1358347)		941877	
Liabilities for Expenses	45339210		33289079	
Power Purchase Liab. Dhampur Sugar Mill	(372923)		(372923)	
Liability for Capital and O&M Supplies/Works	2420145173		2225394713	
Financial contribution by consumers	(1512)	7575681881	(1512)	7355034454
Deposits & Retentions from Suppliers & Others		351394924		345504188
Electricity Duty & Other Levies payable to Govt.		1328576356		968735469
Deposit for Electrification works		58158168		7837492
<b>Other Liabilities payable to :</b>				
UPPCL		3062859401		2470027771
Madhyanchal Vidyut Vitran Nigam Ltd		77945120		77944650
Purvanchal Vidyut Vitran Nigam Ltd		14349655		2305655
Dakshinanchal Vidyut Vitran Nigam Ltd		23574412		2799412
General Provident Fund	2734714589		2611598501	
Pension and Gratuity	473008112	3207722701	402231671	3013830172
CPF		5968719		3135172
Interest Accrued but not Due on Borrowings		95198443		97347117
Security Deposits from Consumers	5680526718		4873023660	
Interest on Security Deposits from Consumers	221930276	5902456994	123647733	4996671393
<b>Provisions :</b>				
Provision for Audit Expenses		3372719		1002221
Provision for unserviceable store (Transfer Scheme)		463100000		463100000
<b>TOTAL</b>		<b>51107715917</b>		<b>43809393194</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

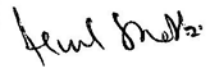
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 12**

**REVENUE FROM SALE OF POWER**


(Amount in Rs.)		
PARTICULARS	2009-10	2008-09
<b><u>Large Supply Consumers</u></b>		
Industrial	21440712103	19225977040
Irrigation	3594991	1995861
Public Water Works	851155243	724816662
<b><u>Small &amp; Others Consumers</u></b>		
Domestic	11206711859	9320531658
Commercial	3813166903	2948578468
Industrial Low & Medium Voltage	3670457792	3225174492
Public Lighting	473808437	385400381
STW & Pump Canals	741567927	630645652
PTW & Sewage Pumping	2018192618	1894222266
Institution	716185133	720332409
Railway	6633600	
Assessment against Theft	225680681	235465228
Miscellaneous Charges from consumers	48573763	62842642
Less – Energy internally Consumed	(64695748)	(57730829)
<b>Sub Total</b>	<b>45151745302</b>	<b>39318251930</b>
Electricity Duty	1051852087	937004536
<b>Gross Sale of Power</b>	<b>46203597389</b>	<b>40255256466</b>
Less Electricity Duty	1051852087	937004536
<b>Net Sale of Power</b>	<b>45151745302</b>	<b>39318251930</b>

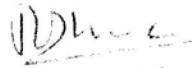
**REVENUE SUBSIDIES AND GRANTS**

**SCHEDULE - 13**

(Amount in Rs.)		
PARTICULARS	2009-10	2008-09
<b><u>A. Subsidies</u></b>		
R.E. Subsidy from Govt. of U.P.	978300000	1018500000
Revenue Loss & Tariff Subsidy from Govt. of U.P.	4516300000	3937300000
<b>TOTAL</b>	<b>5494600000</b>	<b>4955800000</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

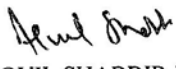
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 14**

**OTHER INCOME**

(Amount in Rs.)

PARTICULARS	2009-10	2008-09
Interest from loan to Staff *	99425	104982
Delayed Payment Charges from consumers	762558224	677324473
Interest from Bank	19515453	41335374
Income from Contractors/Suppliers	8742929	10153590
Rental from Staff	1003277	1326774
Rebate for timely repayment of Loan	9071359	12328055
Miscellaneous Receipts	4058692	1847762
<b>TOTAL</b>	<b>805049359</b>	<b>744421010</b>

\* Pertains to loan amount advanced during UPSEB period

**SCHEDULE - 15**


**PURCHASE OF POWER**

(Amount in Rs.)

PARTICULARS	2009-10	2008-09
<b>UPPCL</b>		
Power Purchase	48145431840	42181508980
Wheeling Charges	2297850156	1878528740
<b>TOTAL</b>	<b>50443281996</b>	<b>44060037720</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

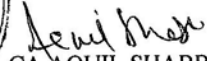
  
(P.K. Agarwal)  
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(O.P. Jain)  
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**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE - 16**

**REPAIR & MAINTENANCE**


PARTICULARS	(Amount in Rs.)	
	2009-10	2008-09
Plant & Machinery	632570972	443296704
Buildings	13641593	21847285
Lines, Cables net works etc.	587964481	668142488
Furniture & Fixtures	449968	110482
Office Equipments	1658419	1191030
<b>TOTAL</b>	<b>1236285433</b>	<b>1134587989</b>


**SCHEDULE - 17**

**EMPLOYEES COST**

PARTICULARS	(Amount in Rs.)	
	2009-10	2008-09
Salaries & Allowances	1650244353	1413794924
Dearness Allowance	482409738	562459322
Other Allowances	139555664	78223926
Bonus	15169968	31717084
Medical Expenses	24461074	25709417
Leave Travel Assistance		3841
Earned Leave Encashment on retirement	138816062	46638390
Compensation	1293710	2022303
Staff Welfare Expenses	2296732	3115686
Pension & Gratuity	356231277	402907363
CPF	23924614	12195286
Expenditure on Trust	3784795	2556286
<b>Sub Total</b>	<b>2838187987</b>	<b>2581343828</b>
<b>LESS - Expenses Capitalised</b>	<b>1173940731</b>	<b>938764044</b>
<b>TOTAL</b>	<b>1664247256</b>	<b>1642579784</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

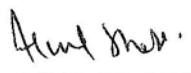
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

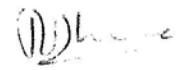
**SCHEDULE - 18**

**ADMINISTRATIVE, GENERAL & OTHER EXPENSES**

(Amount in Rs.)		
PARTICULARS	2009-10	2008-09
Rent	4549996	2118933
Rates & Taxes	620841	4645759
Insurance	3765755	2535931
Telephone	22415083	20606477
Postage	3725061	4834240
Legal Charges	15795741	11653924
Audit Fee	2752992	4420465
Traveling Expenses (Audit)	168409	230793
Consultancy Charges	4843000	
Fees & Subscription	29850901	21356209
Traveling and Conveyance	21242145	22245519
Printing and Stationery	17893676	18297675
Advertisement Expenses	27841990	22163645
Electricity Charges	64695748	57730829
Water Charges	142339	26109
Miscellaneous Expenses	106668389	94212024
<b>SUB TOTAL</b>	<b>326972066</b>	<b>287078532</b>
LESS - Expenses Capitalised	129889452	114049000
<b>SUB TOTAL</b>	<b>197082614</b>	<b>173029532</b>
<b><u>OTHER EXPENSES</u></b>		
Compensation staff	470613	1877553
Compensation (Other than staff)	4771849	4055551
<b>SUB TOTAL</b>	<b>5242462</b>	<b>5933104</b>
<b>TOTAL</b>	<b>202325076</b>	<b>178962636</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

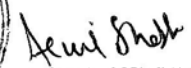
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**


**SCHEDULE - 19**

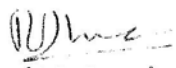
**INTEREST AND FINANCE CHARGES**

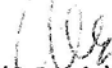
(Amount in Rs.)

PARTICULARS	2009-10	2008-09
<b>Interest on Loans</b>		
Government of UP	189810553	189810553
PFC	209754574	350269768
Others	1124038	3324401
APDRP	225635204	227077157
HUDCO	51702454	
REC	677538079	603339635
REC ABC	16659805	
Interest to Consumers	292381420	170131896
Finance Charges		4800878
<b><u>Bank Charges</u></b>		
Others	641488	742772
<b>SUB TOTAL</b>	<b>1665247615</b>	<b>1549497060</b>
<b>LESS - Interest Capitalised</b>	<b>54443658</b>	<b>177443431</b>
<b>TOTAL</b>	<b>1610803957</b>	<b>1372053629</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

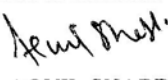
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(Q.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner

**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**

**SCHEDULE – 20**

**DEPRECIATION**

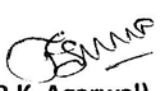
PARTICULARS	(Amount in Rs.)	
	2009-10	2008-09
Depreciation	2126622798	1814035485
Less – Equivalent amount of Depreciation on Assets acquired out of the Consumer's Contribution and GOUP's Capital Subsidy	(413801716)	(283460463)
<b>GRAND TOTAL</b>	<b>1712821082</b>	<b>1530575022</b>


**SCHEDULE – 21**

**BAD DEBTS & PROVISIONS**

PARTICULARS	(Amount in Rs.)	
	2009-10	2008-09
Provision for Loss against theft of Fixed Assets pending investigation	93546499	5905807
Provision for Bad & Doubtful Dues from Staff on accounts of various reasons.	2294173	1663703
<b>GRAND TOTAL</b>	<b>95840672</b>	<b>7569510</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

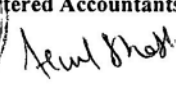
  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants

  
CA AQUIL SHABBIR FCA  
Partner


**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,  
VICTORIA PARK, MEERUT**


SCHEDULE - 22


NET PRIOR PERIOD INCOME/(EXPENSES)


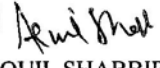
(Amount in Rs.)		
PARTICULARS	2009-10	2008-09
<b>A. INCOME</b>		(14309072)
<b>SUB TOTAL</b>		(14309072)
<b>B. EXPENDITURE</b>		
i) Power Purchase		(934813734)
ii) Wheeling Charges	572099389	(931946819)
iii) Operating Expenses	29970	2697121
iv) Employees Cost	33038914	636474782
v) Depreciation Prev. Years	3053047	2684278244
vi) Interest & finance charges		38119467
vii) Adm. & General Expenses		2825825
viii) Short Provision for loss against theft of fixed assets	227859371	
<b>SUB TOTAL</b>	<b>836080691</b>	<b>1497634886</b>
<b>GRAND TOTAL</b>	<b>(836080691)</b>	<b>(1511943958)</b>

  
(H.K. Agarwal)  
Company Secretary  
Part Time

  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director

  
S.K. KUMAR & Co.  
Chartered Accountants  
  
AQUIL SHABBIR FCA  
Partner



**PASCHIMANCHAL VIDYUT VITRAN NIGAM LIMITED**

**SCHEDULE No. 23**

**NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2010 AND PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE**

- 1) (a) The Company was incorporated under the Companies Act 1956 on 01-05-2003 and commenced the business operations w.e.f 12-08-2003 in terms of Government of U.P Notification No. 2740/P-1/2003-24-14P/2003 dated 12-08-2003.
- (b) The Company is a subsidiary of U.P. Power Corporation Ltd. The annual accounts for the year 2009-10 are based on the balances of assets and liabilities received as per Transfer Scheme 2003 as well as the transactions pertaining to distribution business during the period 12-08-2003 to 31-03-2004 and the financial years 2004-05 to 2009-10. The final transfer scheme is yet to be finalised and the balances in the accounts will be adjusted accordingly.
- (c) The share capital includes 500 Nos. Equity Shares of Rs. 1000 each allotted to subscribers of Memorandum of Association and shown separately in Balance Sheet.
- (d) The Authorised Capital of the Company is Rs. 2000.00 crores.
- (e) Difference of Loan transferred under provisional Transfer Scheme 2003 and actual loan amounting to Rs. 6244727.00 has been shown in Restructuring Reserve Account "Schedule No. 2".
- (f) Unutilized Grant of Kutir Jyoti Works worth Rs. 80,32,000.00 has been adjusted by REC during the year.
- 2) (a) The Company is making efforts to recognize and identify the location of fixed assets, transferred under the Transfer Scheme-2003 for the purpose of maintaining the Fixed Assets Register. Till such time the assets as mentioned in the Transfer Scheme, are taken into accounts.
- (b) During the year the depreciation has been provided as per the Schedule-XIV of Companies Act 1956 on SLM basis.
- (c) In absence of asset wise break up of Plants & Machinery, Lines & Cables and other assets taken over as on 12-08-2003, the depreciation on these assets has been charged @ 4.75% on the value transferred as per transfer scheme 2003, being the rate prescribed for majority of items as per Companies Act 1956.
- 3) The loan received by UPPCL on behalf of the Company during the year 2009-10 amounting to Rs. 946500000 and repayment made by UPPCL amounting to Rs. 274618942 have been accounted for in the books of the Company.

*Agreed* *JSME* *W* *10*

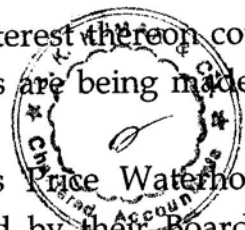
- 4) Necessary action for capitalisation of borrowing cost has been taken as per AS-16.
- 5) Age-wise classification of Sundry Debtors could not be given as the same is under process.
- 6) The provision for bad and doubtful debts against revenue from sale of power has not been made since the sufficient provision already exists in the Transfer Scheme-2003.
- 7) The provision for doubtful receivable from employees have been made @ 10 % on the incremental basis appearing at the close of financial year under the head "Other Current Assets- Other Receivables-Employees" have been made.
- 8) Provision of loss on account of theft of fixed assets, pending investigation, has been made @ 100% of the balance appearing at the end of the year.
- 9) (a) Some balances appearing under the heads 'Current Assets', 'Loans & Advances', "Unsecured Loans", 'Current Liabilities', Material in transit/under inspection/lying with contractors are subject to confirmation/reconciliation and subsequent adjustments, as may be required.  
(b) On an overall basis the current assets, loans and advances have a value on realisation in the ordinary course of business, at least equal to the amounts at which they are stated in the Balance Sheet.
- 10) The Value of construction stores is charged to capital work-in-progress as and when the material is issued. The material at the year end lying at the work sites is treated as part of capital work in progress but the material lying in stores is grouped under the head "Stores & Spares".
- 11) (a) The energy is being purchased as a bulk supply from UPPCL (The Holding Company).  
(b) UPPTCL has charged the Transmission charges @ Rs. 0.126 per KWH.
- 12) Supplementary Revised Transmission Charges Bill payable to UPPTCL for the year 2008-09, received after finalisation of Final Account for the year 2008-09, have been accounted for this year in Schedule No-22 "Net Prior Period, Income/(Expenses)".
- 13) Amount due to SSI units could not be ascertained and interest thereon could not be provided for want of complete information. Efforts are being made to segregate the same.
- 14) Based on actuarial valuation report submitted by M/s Price Waterhouse Coopers to UPPCL (the Holding Company) and adopted by their Board of Directors, the provision for accrued liability on account of Pension and Gratuity during the year has been made @ 16.70% and 2.38% respectively on the amount of Basic Pay and DA paid to the employees.
- 15) Liability towards Staff training expenses, Medical expenses, Leave Encashment and LTC has been provided to the extent established.

Wgnd

JSND

Dh

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- 16) The reconciliation of Inter Unit Transfer balances amounting to debit Rs. 59.58 crore (previous year debit Rs. 56.73 crore) is in process and the effects of reconciliation, if any, will be provided for in the forthcoming years.
- 17) Rebate received against timely repayment of loan has been accounted for on cash basis.
- 18) Expenditure on UP Power Sector Employees Trust amounting to Rs. 37.85 (previous year 25.56) lacs, distributed on prorata basis has been accounted for as intimated by the Holding Company.
- 19) The recovery of advances to employee granted before the incorporation of Company is being accounted for in the books of the Nigam.
- 20) Employees cost includes remuneration to Managing Director and Directors as under.

Amount (Rs. in Lacs)

	2009-10	2008-09
Salary and Allowance	17.35	12.21
Contribution to Gratuity/Pension	2.58	2.05

- 21) Payment to Directors and Officers in foreign currency towards foreign tour was Nil. (previous period - NIL)
- 22) Debts due from Directors were Rs. NIL. (Previous period - NIL)
- 23) Information pursuant of provision of Part I & II of Schedule VI of Companies Act, 1956 are as under :-

(a) Quantitative Details of Energy Purchased & Sold :-

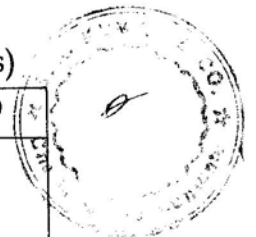
Sl.No.	Details	2009-10	2008-09
(i)	Total no. of Units Purchased (MU)	18236.906	17372.71
(ii)	Total no. of Units sold (MU)	13007.610	12531.96
(iii)	Transmission & Distribution Losses	28.67%	27.86%

(b) Contingent Liabilities under different categories i.e. Claims against the company not acknowledged as debts, Capital commitment and Contingencies for the year is Rs. 0.57 crore (previous year Rs. 1.06 crore).

(c) The details of auditor's expenses is as under :-

Details	2009-10	2008-09
(i) As auditor	-	-
(x) Audit fees	27.53	44.20
(y) T.A. expenses	1.68	2.31
(ii) As advisor	-	-

(Rs. In lacs)




*Upward* *UPPC*

(x) Taxation matters	-	-
(y) Company law matters		
(iii) In any other manner		

- 24) Cash Flow Statement has been prepared by following the Indirect Method.
- 25) Government dues in respect of Electricity Duty and other levies amounting to Rs. 132.86 crore shown in schedule -11 includes Rs. 40.29 crore on account of compounding charges realised from consumers.
- 26) Since the Company is principally engaged in the distribution business of electricity and there are no other reportable segment as per AS-17, hence the disclosure as per AS-17 on segment reporting is not required.
- 27) The disclosure required as per AS-18 issued by ICAI on related parties' transactions is not applicable as the Accounting Standard provides that " no disclosure is required in the financial statement of state-controlled enterprises as regard related party relationship with other state-controlled enterprises and transactions with such enterprises"
- 28) Due to heavy carried forward losses/depreciation and uncertainties to recover such losses/depreciation in near future, accounting of deferred tax assets as required by AS-22 issued by ICAI is not made.
- 29) AS-28 required estimation and provision for impairment loss represented by amount by which the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is higher of the assets net selling price and its value in use based on the present value of estimated future cash flows expected from the use of assets and its disposal at the end of its useful life. It is worth mentioning here that assets of the Company have been accounted for at their historical cost and most of the assets are very old. Thus the impairment of assets is unlikely in the Company because of the fact that the recoverable amount of the assets is higher than its present accounted value.
- 30) The figures shown in the Balance Sheet, Profit & Loss Account and Schedules have been rounded off to the nearest Rupee.
- 31) Previous year figures have been regrouped, rearranged and reclassified wherever considered necessary.

  
(H.K. Agarwal)  
Company Secretary  
Part-time

  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director



**PASCHIMANCHAL VIDYUT VITRAN NIGAM LIMITED**  
**VICTORIA PARK, MEERUT**

**SIGNIFICANT ACCOUNTING POLICIES**

**1) GENERAL**

- (a) The financial statements are prepared in accordance with the provisions of the Companies Act 1956.
- (b) The accounts are prepared under historical cost convention, on accrual basis unless stated otherwise and on accounting assumption of going concern.
- (c) Subsidy, Grants etc are accounted for on cash basis. Interest on loans to staff is accounted for on receipt basis after the recovery of principal in full.

**2) FIXED ASSETS**

- (a) Fixed Assets are shown at the value transferred as per transfer Scheme, 2003 as opening balance.
- (b) All costs relating to the acquisition and installation of fixed assets till the date of commissioning are capitalized.
- (c) Consumers Contribution, Grant and subsidies received towards cost of capital assets are treated initially as capital reserve and subsequently amortized in the proportion in which depreciation on related asset is charged.
- (d) In the case of commissioned assets, where final settlement of bills with the contractor is yet to be affected, capitalization is done, subject to necessary adjustment in the year of final settlement.
- (e) Due to multiplicity of functional units as well as multiplicity of function at particular unit, employees cost and general & administration expenses to capital works are capitalized @ 15% on distribution and deposit work, 11% on other works on the amount of total expenditure.

**3) DEPRECIATION**

- (a) Depreciation is charged on straight line method as prescribed in the schedule XIV of Indian Companies Act 1956.
- (b) Fixed assets are depreciated up to 95% of original cost after taking 5% as the residual value of assets.

**4) STORES & SPARES**

- (a) Stores & Spares are valued at cost.
- (b) Steel scrap is valued at realizable value and scrap other than steel is accounted for in the accounts as and when sold.
- (c) Any shortage/excess of material found during the year end are shown as "material short/excess pending investigation" till the finalization of investigation.

**5) REVENUE/EXPENDITURE RECOGNITION**

- (a) Revenue from sale of energy is accounted for on accrual basis.
- (b) Late payment surcharge recoverable from consumer on energy bills is accounted for on cash basis due to uncertainty of realisation.

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*[Handwritten signature]*

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- (c) The sale of electricity does not include electricity duty payable to the State Government, as the same is not the income of the Nigam.
- (d) Assessment of own energy consumption is done on the basis of connected load/hours of supply/meters.
- (e) Sale of energy is accounted for based on tariff rates approved by U.P. Electricity Regulatory Commission.
- (f) In case of detection of theft of energy, the consumer is billed on laid down norms irrespective of actual realisation from the consumer.
- (g) Penal interest, overdue interest, commitment charges, restructuring charges and incentives/rebates on loans are accounted for on cash basis after final ascertainment.


6) **POWER PURCHASE**

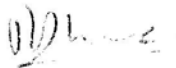
The bulk power purchase from UPPCL, is accounted for on the basis of bills raised by the UPPCL, the holding company.


7) **RETIREMENT BENEFITS**

- (a) Liability for Pension & Gratuity in respect of employees has been determined on the basis of actuarial valuation and has been accounted for on accrual basis.
- (b) Leave encashment and post retirement medical benefits are accounted for on the basis of claims received and approved during the year.

  
(H.K. Agarwal)  
Company Secretary  
Part-time

  
(P.K. Agarwal)  
Dy. G.M.(Accounts)

  
(R.P. Gupta)  
Director(Finance)

  
(O.P. Jain)  
Managing Director







**PASCHIMANCHAL VIDYUT VITRAN NIGAM LTD.,**

Urja Bhawan, Victoria Park, Meerut

**1 Registration details**

Registration No. -	20 - 27458	State Code	20
Balance Sheet Date	31	2010	
	Date	3	Month
		Year	

**2 Capital raised during the year**

(Amount in Rupees Thousands)

Public Issue	-	Bonus Issue	-
Right Issue	-	Private Placement	-

**3 Position of Mobilisation and Development of Funds**

(Amount in Rupees Thousands)

Total Liabilities	39207080	Total Assets	39207080
<b>Sources of Funds :</b>		Reserves & Surplus	8024257
Paid Up Capital	5599536	Unsecured Loans	4722403
Share App. Money pending for allotment	9751541	Miscellaneous Expenditure	0
Secured Loans	11109343	Net Current Assets	-24816189
<b>Applications of Funds :</b>		Investments	-
Net Fixed Assets	25670322		
Accumulated Losses	38352947		

**4 Performance of the Company**

(Amount in Rupees Thousands)

Turnover (Gross Revenue)	51516090	Total Expenditure**	57801685
(+/-) Profit/Loss before Tax	-6285595	(+/-) Profit/Loss after Tax	-6285595
Earning per Share (in Rupees)	-1123	Dividend rate in %	NIL

Product/Service description


- (i) Purchase of Electricity
- (ii) Distribution and Sale of Electricity

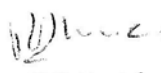
Item code No.

NA  
NA

\*\* Including Prior Period Expenditure

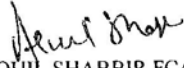
  
(H.K. Agarwal)  
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Director(Finance)

  
(O.P. Jain)  
Managing Director



For S.K. Kumar & Co.  
Chartered Accountants  
  
CA AQUIL SHABBIR FCA  
Partner